

Fullerton Singapore Bond Fund - Class A (SGD)

August 2025

Investment Objective

The investment objective of the Fund is to generate long term capital appreciation for investors by investing primarily in fixed income or debt securities denominated in Singapore Dollars. These securities will primarily be issued by the Singapore government, government agencies, quasi-government institutions, statutory boards and corporations.

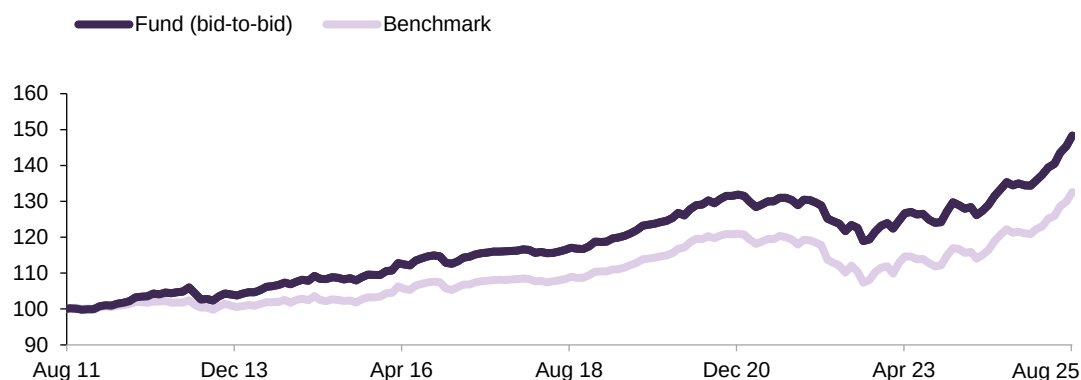
Investment Focus and Approach

The Managers seek to add value from the following sources: interest rate accrual, credit selection and yield curve positioning (duration management).

The Managers' investment process is a combination of top-down macro research and bottom-up analysis. Economic research and monetary policy analysis is the basis for arriving at the interest rate outlook and bottom-up analysis forms the basis for credit selection and yield curve positioning. Within this framework, the Managers will evaluate fixed income and debt securities to determine their fair value and formulate the duration and credit strategies for the Fund.

The Fund will primarily invest in investment grade issues having a minimum long term credit rating of BBB- by Fitch, Baa3 by Moody's or BBB- by Standard & Poor's. However, non-rated SGD corporate issues are permitted if they meet the Managers' internal equivalent rating of investment grade. The Managers may use Financial Derivative Instruments ("FDIs") for hedging and efficient portfolio management purposes.

Performance (%)



	1 mth	3 mths	6 mths	1 yr	3 yrs	5 yrs	10 yrs	Sl. Ann. Ret.	Sl. Ann. Vol.
Fund (bid-to-bid)	2.06	5.50	9.01	10.84	6.19	2.39	2.86	2.49	2.93
Fund (offer-to-bid)	-0.91	2.43	5.84	7.61	5.15	1.79	2.56	2.27	NA
Benchmark	2.03	5.30	8.44	9.85	6.28	2.05	2.67	2.03	2.99

Returns of more than 1 year are annualised. Returns are calculated on a single pricing basis in SGD with net dividends and distributions (if any) reinvested. Offer-to-bid returns include an assumed preliminary charge of 3% which may or may not be charged to investors.

Benchmark: Markit iBoxx ALBI Singapore.

With effect from 19 October 2021, the benchmark is Markit iBoxx ALBI Singapore TR Index. From inception till 31 May 2017, the benchmark was 50% UOB SGS Bond All and 50% UOB SGS Bond Short Index. The benchmark was changed to a composite of 50% TR/SGX Singapore Fixed Income Index and 50% TR/SGX Singapore Fixed Income 1-3Y Index with effect from 1 June 2017. Subsequently, it was changed to 50% Thomson Reuters / iEdge Singapore Fixed Income and 50% Thomson Reuters / iEdge Singapore Fixed Income 1Y-3Y Index with effect from 3 September 2018.

Source: Fullerton Fund Management Company Ltd and Bloomberg.

Inception date

16 Aug 2011

Fund size

SGD 207.88 million

Base Currency

SGD

Pricing Date

31 Aug 2025

NAV*

SGD 1.41

Management fee

Currently 0.30% p.a.,
Maximum 0.50% p.a.

Expense Ratio

0.38% p.a. (For financial year ended 31 Mar 2025)

Minimum Initial Investment

SGD 50 million

Minimum Subsequent Investment

SGD 10 million

Preliminary Charge

Up to 3%

Dealing day

Daily, up to 5pm (Singapore time)

Bloomberg Code

FSINGBA SP

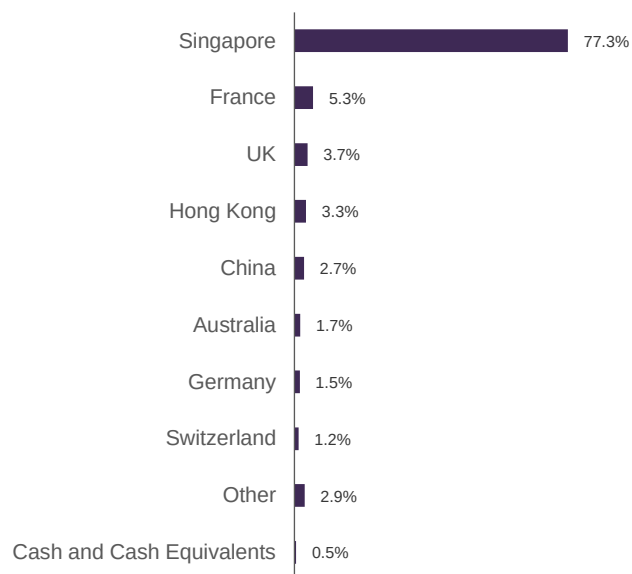
ISIN Code

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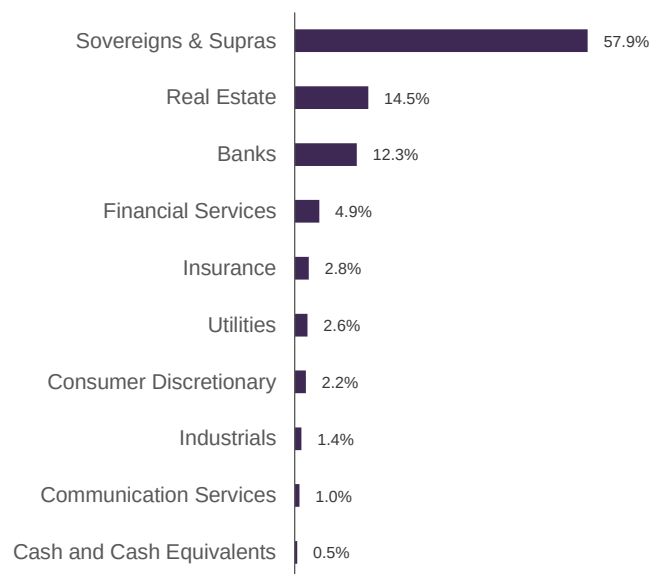
* Figures have been truncated to 2 decimal places. The official price is published on Fullerton's website.

■ Portfolio

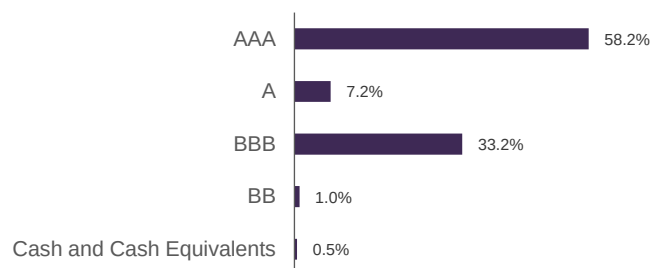
Geographical Breakdown



Sector Breakdown



Rating Breakdown



Fund Characteristics

Average duration (years)	8.4
Yield to Worst	2.0%
Yield to Maturity	2.2%

Top 5 Holdings

Singapore Government Bond 2.250 Aug 2036	9.8%
Singapore Government Bond 2.875 Sep 2030	6.9%
Singapore Government Bond 2.625 Aug 2032	5.9%
Singapore Government Bond 1.875 Mar 2050	5.6%
Singapore Government Bond 2.875 Jul 2029	4.4%

Credit Rating : Where the security is not rated by external rating agencies, Fullerton's internal rating methodology will apply.

Yield to Worst (YTW): Refers to YTW in base currency. Not guaranteed. Past performance is not necessarily indicative of future performance.

Market Review

In August, global bond markets were driven by shifting expectations around US monetary policy. A weaker US payrolls report early in the month altered the employment outlook, prompting a decline in US Treasury yields as markets moved to price in a September Federal Reserve rate cut. The US 10-year yield traded within a 4.18–4.40% range and ended the month at 4.2%, 14bps lower than July's close. Fed Chair Powell noted labour market softness at Jackson Hole, while political developments, including the dismissal of the Bureau of Labor Statistics head and Fed Governor Cook, coincided with a steepening of the US yield curve.

In Singapore, real GDP expanded by 4.4% year-on-year in Q2 2025 and rose 1.4% quarter-on-quarter, following a contraction in Q1. On the back of this stronger performance, the Ministry of Trade and Industry raised its full-year GDP forecast to 1.5%–2.5% from 0.0%–2.0%. Core inflation eased to 0.5% year-on-year in July, well below the elevated levels seen in 2023. Singapore Government Securities (SGS) rallied alongside US Treasuries, with notable outperformance at the long end of the curve, where the 10-year yield declined to 1.8% from 2.1% in July. The SGD non-government bond segment, as measured by the Markit iBoxx ALBI Singapore Non-Government Index, also delivered positive returns, though performance lagged the SGS market. Investor demand remained steady, supporting overall credit market sentiment.

Investment Strategy

Singapore's SGD bond market enters the final months of 2025 on resilient footing despite ongoing global uncertainties. Inflation risks are now viewed as more balanced and the growth outlook has improved, with full-year GDP revised higher to 1.5–2.5%, even if this remains slower than 2024's pace. The MAS recalibrated policy earlier in the year by reducing the slope of SGD Nominal Effective Exchange Rate Index (S\$NEER) appreciation but has since paused, with risks still tilted towards further easing if global headwinds intensify. After a strong run of outperformance versus US Treasuries in the first half of the year, Singapore Government Securities may lag in a Treasury rally but should hold up better in bear steepening scenarios. SGS bond supply remains well managed, with long-dated auctions spaced to support market stability.

In terms of positioning, we maintain a positive duration stance and continue to seek opportunities to extend our overweight, anchored by expectations of Fed easing. At the same time, we hold an underweight in statutory board bonds and an overweight in SGD credits. Looking ahead, SGD credits present compelling opportunities into the final quarter, having underperformed SGS year-to-date but remained well-supported by stable corporate fundamentals, limited new issuance, and attractive yield carry. Favourable market technicals, underpinned by strong investor demand, should help spreads remain resilient and cushion against rate volatility. We also continue to redeploy maturing bonds into new issues and take profits where valuations have tightened, ensuring the portfolio remains well balanced between resilience and income generation.

For additional information on Fullerton and its funds, please contact:

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