

Investment Objective

The investment objective of the Fund is to generate regular income and long term capital appreciation for investors by investing in equities, fixed income, cash and other permissible investments.

The Fund will invest primarily in a diversified portfolio of collective investment schemes, other investment funds, exchange traded funds ("ETFs") (including but not limited to gold ETFs), securities and/or hold cash, as deemed appropriate by us in accordance with its investment objective.

Fixed income securities and/or collective investment schemes invested by the fund may be denominated in SGD and/or foreign currencies. Prior to 5 March 2025, foreign currency denominated fixed income securities and/or collective investment schemes will generally be hedged back to the SGD except for some frictional currency limit (to account for possible deviation from a 100% hedge). From 5 March 2025, a portion of the foreign currency denominated fixed income securities and/or collective investment schemes will generally be hedged back to the SGD (base currency of the fund) at our discretion according to investment views.

The fund may use Financial Derivative Instruments ("FDIs"), including, without limitation, treasury futures, interest rate futures, equity futures, gold futures, options, interest rate swaps and foreign exchange forwards for hedging and efficient portfolio management purposes.

Manager's Commentary

Market Review

(All returns are quoted in US dollar terms unless otherwise stated)

Global risk assets extended April's rebound through May. Resilient macro data, a positive earnings season and growing optimism that negotiations could reduce Middle East tensions supported sentiment, even as markets remained sensitive to swings in oil prices, inflation expectations and bond-market volatility. While the geopolitical backdrop remained an important source of uncertainty, the market increasingly focused on the view that the energy shock may prove manageable rather than sufficiently severe to derail global growth.

Against this backdrop, global equities delivered another positive month, with the Dow Jones Islamic Market Index 7.4% higher and MSCI AC World Index returning 5.2% in May. Within this, US equities remained firm, with the S&P 500 gaining 5.2% and the Nasdaq advancing 8.4%. Gains were supported by strong earnings growth expectation by technology and continued investor confidence in the AI investment cycle, even as market leadership became more selective within the large-cap technology complex. European equities also moved higher, with MSCI Europe up 2.6%, as the region benefitted from hopes that easing geopolitical tensions could reduce energy price pressure, even though macro data remained relatively soft. Japanese equities delivered another solid month, with MSCI Japan returning 5.0%, supported by still-constructive earnings and ongoing confidence in domestic corporate and policy dynamics.

Asian equities outperformed, with the MSCI AC Asia ex-Japan Index gaining 11.3%. Performance within the region remained highly dispersed. MSCI Korea surged 35.3%, extending its rally as the region continues to benefit from a strong memory upcycle riding on the global semiconductor and AI wave, while MSCI China declined 3.0% as persistent domestic weakness and uneven cyclical data continued to weigh on sentiment despite a more constructive external backdrop.

In fixed income, returns were modest but positive, although the path through the month was far from smooth as bond markets reacted quickly to shifts in the geopolitical narrative and to concerns that the energy shock could keep inflation elevated for longer. The US 10-year Treasury yield moved higher over the month, touching 4.68% in mid-May before it retraced towards 4.44% by month-end as hopes for a US-Iran deal improved and oil prices eased. The 10-year Japanese Government Bond yield continued its ascent, reaching 2.81% intra-month, a level last seen in 1997, before easing back. Overall, May highlighted that government bonds can still provide ballast, but that duration outcomes remain more sensitive than usual to energy, inflation and fiscal narratives.

Despite higher rates, the Dow Jones Sukuk Index inched 0.3% higher whereas the Bloomberg Global Aggregate Index returned 0.3% on an unhedged basis (0.6% on a hedged basis). The shorter duration J.P. Morgan JACI Investment Grade Index returned 0.4%. Credit markets remained supported by solid corporate fundamentals, which helped limit the negative spillover from higher bond volatility.

Fund Information

Fund Size	SGD 214.58 million
Base Currency	SGD
Preliminary Charge	Currently up to 5%
Dealing Frequency	Every Business Day
Subscription Mode	Cash, SRS

Commodity and currency markets reflected the same swing in the geopolitical narrative. Gold declined 1.7%, extending its recent consolidation, while Brent crude fell 17.5% as the market reduced the risk premium on expectations that tensions could ease and supply disruptions may prove less persistent than previously feared. The US dollar, as measured by the DXY Index, rose 0.9%, reflecting a partial recovery from an over-sold position and a firmer rates backdrop through much of the month.

Investment Outlook and Strategy

Our baseline view remains constructive on risk assets, but with greater emphasis on selectivity, liquidity awareness and active risk management. US corporate activities have remained reasonably firm, with earnings growth expectations still driven disproportionately by AI-linked sectors, although inflation, liquidity and market concentration warrant close monitoring for a trend reversal. The ongoing Middle East conflict, with its implications on energy prices and inflation, remains a key tail-risk that we continue to watch closely, alongside broader geopolitical developments and their potential to generate further bouts of risk-off sentiment.

Against this backdrop, we retain a constructive yet selective stance on equities, supported by technology and industrials which remain important drivers of the global rally. We continue to diversify equity exposure across regions, styles and sectors, with a particular focus on identifying durable beneficiaries of AI-related investment and productivity gains, while being cautious on areas where expectations and positioning appear stretched. While technology should remain a key performance driver into the second half of the year, we are monitoring inflation trends and bond yields closely given the potential for a broader repricing of risk assets.

Within fixed income, we continue to emphasise broad diversification and balanced duration, prioritising high-quality carry and selective credit where spread compensation aligns with fundamentals and liquidity. We remain cautious on the longer-term duration given its sensitivity to inflation dynamics and term premia risk, and will continue to manage duration dynamically, maintaining quality carry and selective credit exposure while waiting for more attractive entry levels in duration if yields back up further.

On the intractable Middle East conflict, we shall continue to refine portfolio positioning as the situation evolves. Our strategy remains focused on selective and prudent risk-taking – staying constructive on growth assets where earnings and structural themes remain supportive, while emphasising downside protection, close monitoring of geopolitical developments and inflation trends to respond nimbly if macro conditions deteriorate.

Performance (%)

	1 mth	3 mths	YTD	1 year	3 years	5 years	Since Inception	Volatility
A-SGD (bid-to-bid)	5.74	7.83	14.63	33.86	17.79	-	7.54	11.48
A-SGD (offer-to-bid)	0.71	2.70	9.17	27.48	15.89	-	6.48	NA
B-SGD (bid-to-bid)	5.74	7.83	14.63	33.86	17.79	-	7.54	11.48
B-SGD (offer-to-bid)	0.71	2.70	9.17	27.48	15.89	-	6.48	NA
B1-USD (bid-to-bid)	5.69	7.44	15.79	36.04	20.23	-	8.43	12.91
B1-USD (offer-to-bid)	0.66	2.32	10.28	29.56	18.29	-	7.37	NA
C-SGD (bid-to-bid)	5.74	7.83	14.63	33.86	17.79	-	7.54	11.48
C-SGD (offer-to-bid)	0.71	2.70	9.17	27.48	15.89	-	6.48	NA
C1-USD (bid-to-bid)	5.68	7.25	15.61	35.83	20.19	-	8.35	13.01
C1-USD (offer-to-bid)	0.65	2.14	10.10	29.37	18.26	-	7.29	NA

Returns are calculated on a single pricing basis with net dividends and distributions (if any) reinvested. Offer-to-bid returns include an assumed preliminary charge of 5% which may or may not be charged to investors. Returns more than a year are annualised.

Asset Allocation (%)¹

Equities	66.1
Fixed Income	19.8
Cash and cash equivalents*	11.2
Commodities	2.9

Note: *Cash and cash equivalents included short-term US Treasury Bills.

Geographical Exposure (%)¹

US	42.3
Korea	9.4
China	7.7
Taiwan	6.6
Netherlands	5.9
Singapore	5.7
Japan	5.4
Germany	3.2
Hong Kong	2.4
Saudi Arabia	2.2
Others (Developed Markets)	6.2
Others	3.1

Top 5 Holdings (Fixed Income, % of NAV)

SNB FUNDING LTD 6% JUN 2035	0.7
MEIJI YASUDA LIFE INSURA 6.1% JUN 2055	0.6
NH INVESTMENT & SECS 4.625% JUL 2028	0.5
BANK MANDIRI PT 4.9% MAR 2028	0.5
PETRONAS CAPITAL LTD 4.95% JAN 2031	0.4

Sector Exposure (%)¹

Information Technology	33.9
Financials	23.5
Industrials	10.5
Communication Services	7.9
Consumer Discretionary	5.5
Materials	5.1
Consumer Staples	2.7
Health Care	2.2
Energy	1.7
Utilities	1.3
Real Estate	1.0
Sovereigns & Supranational	0.9
Others	3.6

Top 5 Holdings (Equities, % of NAV)

ALPHABET INC	5.2
Apple Inc	4.6
Samsung Electronics Co Ltd	3.8
AMAZON.COM INC	3.3
NVIDIA Corp	3.0

Fund Statistic

Fixed Income	
Duration	5.3 years
Average Credit Rating ²	A-
Yield-to-Worst ³	4.9%
Equities⁴	
Dividend Yield	1.5%
Price to Book	4.0x
Price to Earnings	18.5x

Dividend History⁵

	Dividend / share	Record Date	Annualised Dividend (%)
Class B	SGD 0.0040	30 Apr 2026	4.46
Class B	SGD 0.0042	29 May 2026	4.45
Class B1	USD 0.0042	30 Apr 2026	4.50
Class B1	USD 0.0044	29 May 2026	4.48
Class C	SGD 0.0055	30 Apr 2026	6.96
Class C	SGD 0.0058	29 May 2026	6.98
Class C1	USD 0.0057	30 Apr 2026	6.94
Class C1	USD 0.0060	29 May 2026	6.96

Fund Details

	Class A	Class A1
Inception Date	16 June 2021	To be incepted
NAV per Unit⁶	SGD 1.43	To be incepted
Management Fee	Currently 1.00% p.a.	Currently 1.00% p.a.
Initial Investment	None	None
Subsequent Investment	None	None
ISIN Code	SGXZ43030667	SGXZ70708284
Bloomberg Code	FULTRMA SP	FULTMA1 SP

	Class B (Distribution)	Class B1 (Distribution)
Inception Date	16 June 2021	16 June 2021
NAV per Unit⁶	SGD 1.16	USD 1.20
Management Fee	Currently 1.00% p.a.	Currently 1.00% p.a.
Initial Investment	None	None
Subsequent Investment	None	None
ISIN Code	SGXZ89799159	SGXZ86998101
Bloomberg Code	FULTRMB SP	FULTMB1 SP

	Class C (Distribution)	Class C1 (Distribution)
Inception Date	16 June 2021	16 June 2021
NAV per Unit⁶	SGD 1.03	USD 1.07
Management Fee	Currently 1.00% p.a.	Currently 1.00% p.a.
Initial Investment	None	None
Subsequent Investment	None	None
ISIN Code	SGXZ13306394	SGXZ69984508
Bloomberg Code	FULTRMC SP	FULTMC1 SP

Note: All fund data are sourced from Fullerton, Bloomberg dated as at 31 May 2026, unless otherwise stated.

1. Numbers might not add due to rounding. Countries that are below 2% are classified under Others (Developed Market) and Others. ETFs with no sector classification are classified under Others. Geographical and Sector exposures exclude derivatives, Gold, cash and cash equivalents but include ETFs.

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

3. Refers to Yield-to-Worst in base currency, before hedging.

4. This represent the underlying holdings in Fullerton Lux Funds.

5. Distribution amount is not guaranteed. Please refer to our website for more details on the dividend payouts.

6. Figures are truncated to 2 decimal places. Please refer to Fullerton's website for official price.

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