Fullerton USD Income Fund - Class G (USD)

May 2025

Investment Objective

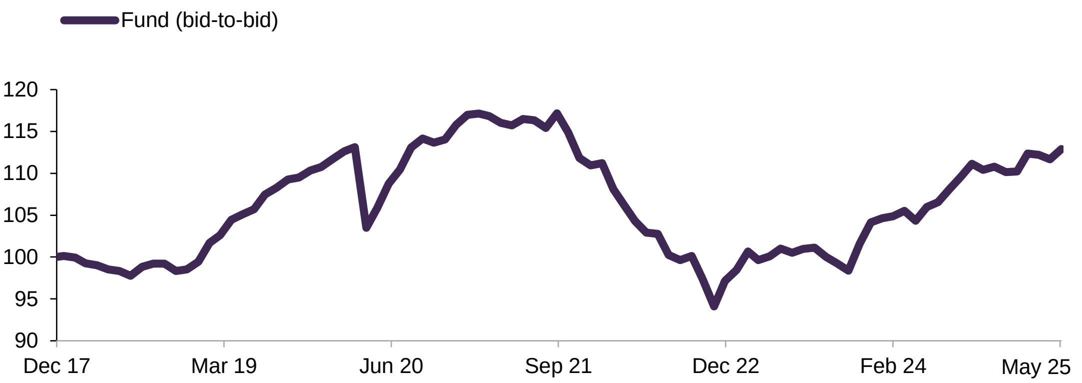
The investment objective of the Fund is to generate long term capital appreciation and/or income for investors by investing primarily in fixed income or debt securities.

Investment Focus and Approach

The Fund will invest in a diversified portfolio of primarily investment grade fixed income securities having a minimum long-term credit rating of BBB- by Fitch, Baa3 by Moody's or BBB- by Standard & Poor's (or their respective equivalents) and cash. The Fund may also invest in non-investment grade bonds of up to 30% of its Net Asset Value. Non-rated bonds are permitted if they meet the Managers' internal equivalent rating of investment grade. The Fund aims to invest at least 50% of its Net Asset Value in USD denominated bonds. The Fund will be broadly diversified with no specific geographical or sectoral emphasis.

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	SI. Ann. Ret.	SI. Ann. Vol.
Fund (bid-to-bid)	1.06	0.36	1.67	6.05	2.72	0.30	1.19	5.57
Fund (offer-to-bid)	-1.89	-2.57	-1.29	2.96	1.71	-0.29	0.79	NA

Returns of more than 1 year are annualised. Returns are calculated on a single pricing basis in USD 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.
Source: Fullerton Fund Management Company Ltd

Inception date
12 Dec 2017

Fund size
USD 210.88 million

Base Currency
USD

Pricing Date
31 May 2025

NAV*
USD 1.09

Management fee
Currently 0.4% p.a.,
Maximum 1%p.a.

Expense Ratio
0.51% p.a. (For financial year ended 31 Mar 2024)

Minimum Initial Investment
USD 50 million

Minimum Subsequent Investment
USD 10 million

Preliminary Charge
Up to 3%

Dealing day
Daily, up to 5pm (Singapore time)

Deadline
1pm (CET); 5pm (Singapore time) on each Business Day

Bloomberg Code
FULUSIG SP

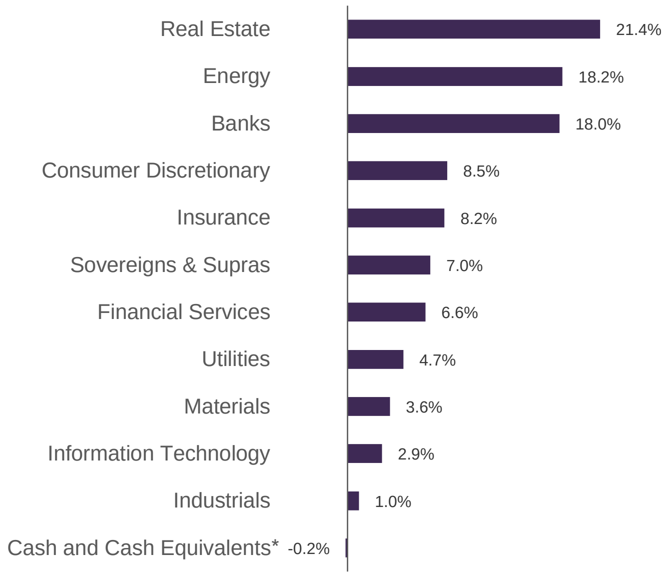
ISIN Code
SG9999017677

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

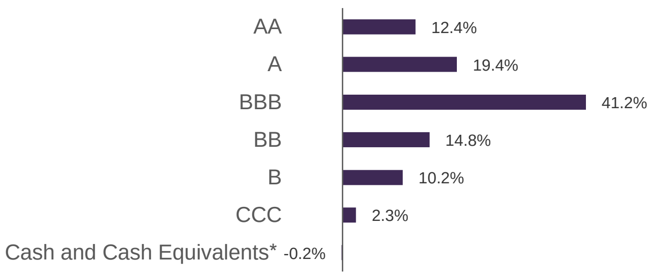
Portfolio

Geographical Breakdown

Sector Breakdown



Rating Breakdown



Fund Characteristics

Average coupon	4.8%
Average credit rating	BBB
Number of holdings	90
Average duration (years)	5.0
Yield to Worst	5.5%

Top 5 Holdings

Elect Global Investments Ltd 7.200 PERP	4.1%
United States Treasury Bill Jun 2025	2.9%
United States Treasury Note/Bond 4.250 Jan 2030	2.5%
Rakuten Group Inc 11.250 Feb 2027	2.4%
Greensaif Pipelines Bidco Sarl 6.103 Aug 2042	2.4%

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.
*Negative balances are due to cross month trades, and subscription/redemption.

FULLERTON
FUND MANAGEMENT

Market Review

Global fixed income markets in May were heavily shaped by developments in the United States. Hopes of easing trade tensions lifted sentiment after the U.S. reached a trade framework with the UK and made significant concessions to China to advance negotiations. Meanwhile, political attention remained centered on the proposed "One Big Beautiful Bill," a broad fiscal package with implications for U.S. budget deficits. The Federal Reserve left its policy rate unchanged at 4.25–4.50%, with Chair Powell maintaining a hawkish tone despite acknowledging employment risks. U.S. Treasury yields rose across the curve on strong early-month activity data, with the 10-year yield peaking above 4.50% before retreating to close May at 4.4% on softer macroeconomic prints.

In Asia, credit markets delivered modestly positive returns despite upward pressure on U.S. yields. Credit spreads broadly tightened, supported by improved risk sentiment following signs of a temporary tariff truce. High yield outperformed investment-grade credits, driven by stronger spread compression, particularly in higher-beta names.

At the country level, Pakistan, Sri Lanka, and Mongolia were the top performers in May, benefitting from significant spread tightening and improved investor sentiment. However, gains in these markets were partially offset by negative contributions from duration. Conversely, Malaysia, Singapore, and Taiwan underperformed on a relative basis, as duration-related losses weighed on returns despite some spread compression.

Sector-wise, metals and mining, and consumer-related credits led performance, reflecting their high-yield tilt and favourable spread dynamics. In contrast, the oil and gas sector, along with real estate, lagged. The real estate sector, in particular, was affected by widening credit spreads among Hong Kong developers which detracted from overall returns.

Investment Strategy

The current investment landscape is defined more by macro volatility than micro stress. Despite heightened geopolitical and policy-driven uncertainty—particularly from U.S. tariff escalations—micro credit fundamentals remain resilient. Corporate balance sheets are generally sound, banking system liquidity is ample, and there is limited evidence of stress stemming from financial imbalances.

That said, policy visibility from the US remains low, with the evolving trajectory of trade tariffs emerging as the key macro risk. In this environment, our strategy remains anchored in balance and selectivity. We are focused on maximising carry from diversified sources, while maintaining structural defensiveness to navigate potential market dislocations.

Broadly, we maintain a moderate duration profile, with a cautious stance on the long end of the yield curve, reflecting concerns over rising term premia and growing fiscal uncertainties. Consistent with this view, we hold a less constructive outlook on sovereign and quasi-sovereign bonds, where increased supply, and potentially steeper curve reinforce our defensive positioning.

Our high yield allocation remains near the strategic cap of 30%, reflecting our constructive view on credit and focus on maximising carry. Within this space, we emphasise shorter-duration high yield names that offer attractive risk-adjusted income opportunities and greater price stability in volatile markets.

Portfolio activity has been proactive and selective. We have taken profits in positions where valuations have become stretched, particularly where technical support may be fading. This has allowed us to free up capacity and maintain flexibility to deploy into new opportunities should market volatility or policy disappointments create attractive entry points. In addition, we continue to participate in new issues, guided by strong analyst conviction and favourable risk-reward dynamics.

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

Fullerton Fund Management Company Ltd (UEN: 200312672W)
3 Fraser Street
#09-28 DUO Tower
Singapore 189352

T +65 6808 4688 | F +65 6820 6878
www.fullertonfund.com

Disclaimer: This publication is for information only and your specific investment objectives, financial situation and needs are not considered here. The value of units in the Fund and any accruing income from the units may fall or rise. Any past performance, prediction or forecast is not indicative of future or likely performance. Any past payout yields and payments are not indicative of future payout yields and payments. Distributions (if any) may be declared at the absolute discretion of Fullerton Fund Management Company Ltd (UEN: 200312672W) ("Fullerton") and are not guaranteed. Distribution may be declared out of income and/or capital of the Fund, in accordance with the prospectus. Where distributions (if any) are declared in accordance with the prospectus, this may result in an immediate reduction of the net asset value per unit in the Fund. Applications must be made on the application form accompanying the prospectus, which can be obtained from Fullerton or its approved distributors. You should read the prospectus and seek advice from a financial adviser before investing. If you choose not to seek advice, you should consider whether the Fund is suitable for you. The Fund may use or invest in financial derivative instruments. Please refer to the prospectus of the Fund for more information.

All information provided herein regarding JPMorgan Chase & Co. ("JPMorgan") index products (referred to herein as "Index" or "Indices"), is provided for informational purposes only and does not constitute, or form part of, an offer or solicitation for the purchase or sale of any financial instrument, or an official confirmation of any transaction, or a valuation or price for any product referencing the Indices (the "Product"). Nor should anything herein be construed as a recommendation to adopt any investment strategy or as legal, tax or accounting advice. All market prices, data and other information contained herein is believed to be reliable but JPMorgan does not warrant its completeness or accuracy. The information contained herein is subject to change without notice. Past performance is not indicative of future returns, which will vary. No one may reproduce or disseminate the information, whether in whole or in part, relating to the Indices contained herein without the prior written consent of JPMorgan.

J.P. Morgan Securities LLC (the "Index Sponsor") does not sponsor, endorse or otherwise promote any Product referencing any of the Indices. The Index Sponsor makes no representation or warranty, express or implied, regarding the advisability of investing in securities or financial products generally, or in the Product particularly, or the advisability of any of the Indices to track investment opportunities in the financial markets or otherwise achieve their objective. The Index Sponsor has no obligation or liability in connection with the administration, marketing or trading of any Product. The Index Sponsor does not warrant the completeness or accuracy or any other information furnished in connection with the Index. The Index is the exclusive property of the Index Sponsor and the Index Sponsor retains all property rights therein.

This advertisement or publication has not been reviewed by the Monetary Authority of Singapore.