

Investment Objective

The investment objective of FWI is to generate regular income and long-term capital appreciation for investors.

The Fund will invest primarily in a diversified portfolio of collective investment schemes, other investment funds, exchange traded funds (“ETFs”), securities, including but not limited to fixed income securities, equities, real estate investment trusts (“REITs”), money market instruments and cash as deemed appropriate by us in accordance with its investment objective.

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, as 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 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%, supported by strong earnings growth led 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 benefited from hopes that easing geopolitical tensions could reduce pressure from energy prices, 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.

Closer to home, Singapore equities also advanced, with MSCI Singapore rising 3.9% in US dollar terms and 3.4% in SGD terms. Singapore REITs, however, underperformed the broader equity market and fell 0.9% in SGD terms, reflecting the sector's continued sensitivity to interest rate volatility.

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 and briefly breached 4.6% in mid-May before it retraced towards 4.4% by month-end as hopes for a US-Iran deal improved and oil prices eased. The 10-year Singapore government bond yield was steadier by comparison, with a modest decline ending the month around 2.0%. 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.

The Bloomberg Global Aggregate Index returned 0.3% on an unhedged basis (0.6% on a hedged basis), while the 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.

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 in safe-haven demand and a firmer rates backdrop through much of the month.

Fund Information

Fund Size	SGD 50.62 million
Base Currency	SGD
Preliminary Charge	Class A - Currently up to 5% Class R / R1 - Currently 0%
Dealing Frequency	Every Business Day
Subscription Mode	Cash, SRS

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 activity has remained reasonably firm, with earnings growth 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.

Regarding the Middle East conflict, we continue to refine our 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	6 mths	1 year	3 years	5 years	Since Inception
A-SGD (bid-to-bid)	2.14	1.29	3.15	14.50	-	-	9.46
R-SGD (bid-to-bid)	2.18	1.39	3.36	14.95	8.49	3.39	3.35
R1-SGD (bid-to-bid)	2.18	1.39	3.36	14.95	8.49	3.39	3.35

Returns are calculated on a single pricing basis with net dividends and distributions (if any) reinvested. Returns more than a year are annualised. Preliminary charge is currently waived.

Asset Allocation (%)¹

Equities	39.2
REITs	27.2
Fixed Income	27.5
Cash and cash equivalents	6.1

Regional Exposure (%)¹

Singapore	42.2
Developed Markets	40.4
Emerging Markets	17.4

Top 5 Holdings (Equities, REITs, % of NAV)

Amundi Prime Global UCITS ETF	19.3
State Street SPDR MSCI All Country World UCITS ETF	10.2
iShares MSCI EM UCITS ETF USD	9.7
CapitaLand Integrated Commercial Trust	6.2
CapitaLand Ascendas REIT	4.8

Top 5 Holdings (Fixed Income, % of NAV)

SINGAPORE GOVERNMENT 3.375% MAY 2034	4.5
ISHARES USD ASIA HIGH YIELD BOND ETF	4.3
SINGAPORE GOVERNMENT 2.75% MAR 2035	3.6
FIRST ABU DHABI BANK PJS 5.804% JAN 2035	0.6
MEIJI YASUDA LIFE INSURA 6.1% JUN 2055	0.5

Fixed Income Sector Exposure (%)¹

Financials	32.2
Sovereigns & Supranational	29.3
Materials	5.7
Consumer Discretionary	5.5
Energy	4.3
Utilities	2.8
Communication Services	1.6
Industrials	1.3
Real Estate	1.2
Health Care	0.6
Consumer Staples	0.0
Others	15.4

Fund Statistics

Fixed Income	
Duration	5.4 years
Average Credit Rating ³	BBB+
Yield-to-Worst ⁴	3.6%
S-REITs	
Dividend Yield	5.4%
Price to Book	1.0x
Price to Earnings	18.9x

Dividend History⁵

	Dividend / share	Record Date
Class A	SGD 0.0121	31 Dec 2025
Class A	SGD 0.0117	31 Mar 2026
Class R	SGD 0.0105	31 Dec 2025
Class R	SGD 0.0101	31 Mar 2026
Class R1	SGD 0.0159	31 Dec 2025
Class R1	SGD 0.0152	31 Mar 2026

Fund Details

	Class A (Distribution)	Class R (Distribution)	Class R1 (Distribution)
Inception Date	8 Jul 2024	31 March 2021	31 March 2021
NAV per Unit⁶	SGD 1.10	SGD 0.95	SGD 0.79
Management Fee	Currently 0.80% p.a.	Currently 0.40% p.a.	Currently 0.40% p.a.
Initial Investment	None	None	None
Subsequent Investment	None	None	None
ISIN Code	SGXZ97897235	SGXZ55613715	SGXZ44316438
Bloomberg Code	FULFWIA SP	FULFMWR SP	FULFMR1 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.
2. Others include ETFs
3. Where the security is not rated by external rating agencies, Fullerton's internal rating methodology will apply.
4. Refers to Yield-to-Worst in base currency, before hedging.
5. Dividends are declared on a quarterly basis (i.e. March, June, September, December). 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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