



Strategy Description

FAM Alternative Income Fund 'FAI' seeks stable and recurring income that is independent of market performance by investing opportunistically in truly alternative investments, instead of traditional income assets such as equities and bonds. The strategy focuses on performance drivers that make sense and are backed by empirical research.



Alternative
Asset Class



Target 3% Above
Money Market



Income
Rain or Shine



Limited Capacity
to Sustain Income

FVT

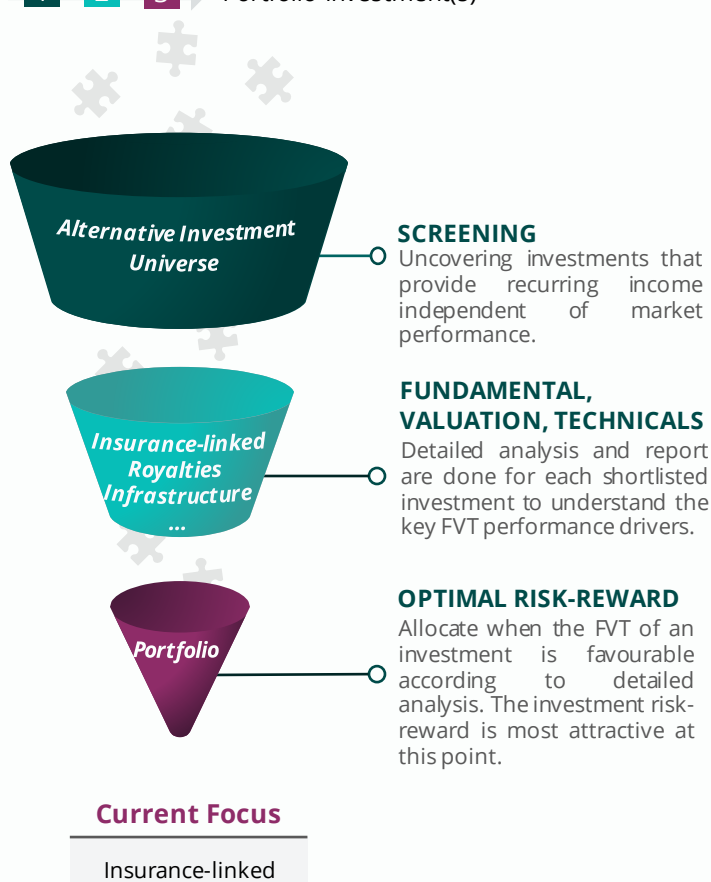
Fundamental, Valuation,
Technicals

"Diversify and gain income resilience through targeted exposure to various alternative investments."

Selection Process

Illustration of how we select the right investments:

1 2 3 Portfolio Investment(s)



Our **Alternative** universe comprises non-traditional investments (other than equities, bonds, and cash) that do not rely on broad market trends to perform

Dividend information

Class	Distribution date	Distribution frequency	Dividend per share	Special dividend
A SGD	21 July 2023	Semi-annual	\$3.00	\$2.40
A USD	21 July 2023	Semi-annual	\$3.00	\$2.40

Projected dividend distribution

A SGD	January 2024	Semi-annual	\$3.00	-
A USD	January 2024	Semi-annual	\$3.00	-

Historical dividend payout is not indicative of future payouts.

Portfolio Statistics

Average monthly gains	0.34
Average Return Per Year	4.04
Correlation	0.24
Volatility	3.50
Return over Money Market	2.25

Portfolio statistics refers to the strategy composite and the actual performance of FAI. Strategy composite consists of the potential opportunity set considered from 31/12/2002 to 1/11/2022. Statistics shown may not be a good indication of actual performance which can differ meaningfully over shorter time periods.

Performance History

SGDA	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2022	-	-	-	-	-	-	-	-	-	-	0.51%	0.97%	1.48%
2023	1.02%	1.10%	1.17%	1.17%	1.00%	0.95%	1.30%	1.15%	0.78%				10.06%
USDA	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2022	-	-	-	-	-	-	-	-	-	-	-	1.08%	1.08%
2023	1.09%	1.07%	1.39%	1.20%	1.04%	1.20%	1.40%	1.27%	0.70%				10.82%

Source: Finexis Asset Management. Share class performance is calculated using NAV of the share class with income reinvested and including ongoing charges, excluding any entry and exit fees.

Signatory of:



Principles for
Responsible
Investment



Market & Portfolio Developments

Commentary

Market volatility remained in September as investors grappled with the uncertainty of a soft or hard landing. Global equities and bonds both saw declines, with declines of 4.10% and 2.92%, respectively. FAI was up 0.70%, bringing year-to-date returns to 10.82%.

In today's higher interest rate environment, one investment that has investors piling in are money market funds which are offering USD (SGD) investors returns of about 5% (4%) compared to 0% a year ago. That said, to truly gain an edge in purchasing power, some investors have sensibly looked to credit markets for higher income opportunities; such as into global high yield. Indeed, global high yield has delivered 5.05% year-to-date. But Is it for everyone?

2023	Global HY	USD Money Market*	FAI
Jan	4.18%	0.34%	1.09%
Feb	-1.89%	0.35%	1.07%
Mar	0.92%	0.39%	1.39%
Apr	0.64%	0.39%	1.20%
May	-1.15%	0.42%	1.04%
Jun	2.55%	0.41%	1.20%
Jul	1.96%	0.43%	1.40%
Aug	-0.51%	0.45%	1.27%
Sep	-1.59%	0.43%	0.70%
YTD	5.05%	3.68%	10.82%

*Vanguard Federal Money Market Fund

The 'catch' is that while traditional higher-income opportunities like high yield can deliver higher returns, the investment comes with higher volatility that can be uncomfortable to hold through. On the flip side, investors in stable money market funds risk losing out to inflation over time. FAI was introduced as a solution for investors to earn higher income without experiencing much market volatility, and we are pleased to be able to out-deliver since the strategy inception - September marked FAI's 10th consecutive month of delivering positive and uncorrelated income to investors. It is perhaps important to remind our investors to not only expect positive months, and like all investments, the strategy comes with its own set of risks, which are different to the broader markets i.e. currently linked to climate-related events.

In a market that continues to be characterized by volatility and uncertainty, FAI continues to be an attractive option for investors looking to take advantage of the attractive alternative income opportunities that FAI offers to build income resilience in the coming years.

Fund Details

Item	Class A
Currency	SGD, USD
ISIN (SGD Class)	SGXZ71698914 (Distribution)
ISIN (USD Class)	SGXZ97877740 (Distribution)
Min. Subscription	SGD 500,000 USD 400,000
Account Opening Fee ¹ (One-time)	SGD 4,000 USD 3,000
Min. Subsequent Subscription	SGD 15,000 USD 10,000
Management Fee	1.2%
Fund Name	FAM Alternative VCC Income Fund
Dealing Frequency	Monthly
Base Currency	USD
Inception Date	1Nov 2022 (SGD Class) 1Dec 2022 (USD Class)
Fund Focus	Alternative Income
Fund Domicile	Singapore
Investment Manager	Finexis Asset Management
Fund Administrator	ASCENT Fund Services (Singapore) Pte. Ltd.
Custodian	Standard Chartered Bank (Singapore) Limited
Broker	Standard Chartered Bank (Singapore) Limited
Auditor	KPMG LLP

¹ Waiver of account opening fees for investors through the platforms.

About FAM: Finexis Asset Management is a Capital Markets Services (CMS) licensed fund management company established in Singapore, focusing on bringing institutional capabilities to private clients. The boutique set-up ensures that we are flexible, responsive and proactive. We embrace the latest technology and constantly improve our processes to complement our investment solutions. Constant evolution to fulfil our investor's needs is ingrained in our beliefs.

For professional and accredited investors only. For fund and sales related enquires please reach out to your finexis financial advisor representative or email us at customer.service@finexisam.com

IMPORTANT NOTICE & DISCLAIMERS

The information herein is given on a general basis without obligation and is strictly for information only. This publication is not an offer, solicitation, recommendation or advice to buy or sell any investment product, including any collective investment schemes or shares of companies mentioned within. Although every reasonable care has been taken to ensure the accuracy, timeliness and objectivity of the information contained in this publication, Finexis Asset Management Pte. Ltd. and its employees cannot be held liable for any errors, inaccuracies and/or omissions, howsoever caused, or for any decision or action taken based on views expressed or information in this publication. The value of shares values in the Fund and income there from (if any) may fall or rise. Past performance is not an indication of future performance. Investment in the Fund is subject to investment risks, including the possible loss of all or a substantial portion of the principal amount invested. Investors interested in the Fund should read the Private Placement Memorandum (PPM) and seek relevant professional advice before deciding whether to invest in the Fund. Should you choose not to seek such advice, you should consider whether the Fund is suitable for you. Finexis Advisory will be compensated financially from recommendation of FAM Alternative Income Fund.

Finexis Asset Management Pte. Ltd. (Company Registration No. 201525241K) www.finexisam.com

Signatory of:

