FAM Alternative Income (SGD)

29 August 2025

Strategy Description

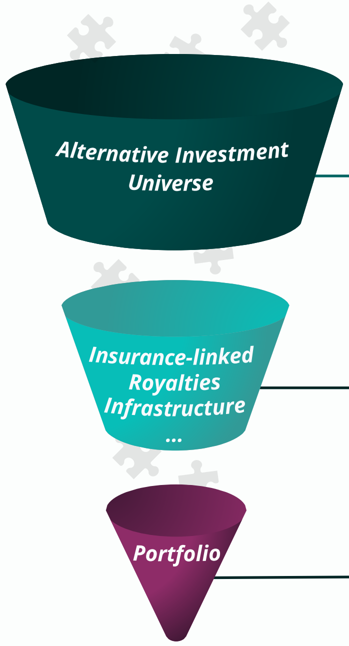
FAM Alternative Income Fund 'FAI' seeks stable and recurring income that is independent of market performance by investing opportunistically in truly alternative investments, instead of traditional income assets such as equities and bonds. The strategy focuses on performance drivers that make sense and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

Alternative Asset Class | Target 3% Above Money Market | Income Rain or Shine | Exclusive Capacity: 'Quality over Quantity' approach | Fundamental, Valuation, Technicals

Selection Process

Illustration of how we select the right investments:

1 2 3 Portfolio Investment(s)



SCREENING
Uncovering investments that provide recurring income independent of market performance.

FUNDAMENTAL, VALUATION, TECHNICALS
Detailed analysis and report are done for each shortlisted investment to understand the key FVT performance drivers.

OPTIMAL RISK-REWARD
Allocate when the FVT of an investment is favourable according to detailed analysis. The investment risk-reward is most attractive at this point.

Current Focus

Insurance-linked

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

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

Portfolio Statistics

Average Monthly Return (since fund inception)	0.86
Annual Volatility	3.37
Correlation to Equity[1]	0.23
Correlation to Bonds[1]	0.21
Annual Return over Money Market[2]	4.66

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. [1] Correlation to equity and correlation to bonds are calculated with references to the MSCI World Equity Index and Global Aggregate Bond Index, respectively. [2] Return over money market is calculated using gross returns. Statistics shown may not be a good indication of actual performance which can differ meaningfully over shorter time periods.

Historical Performance

Calendar Returns, %

SGD A	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	0.78	0.25	0.31	11.54
2024	1.11	0.84	0.80	0.37	-0.42	0.54	0.79	1.44	0.96	0.03	0.94	0.93	8.64
2025	0.03	0.00	0.20	0.25	0.17	0.44	0.76	0.78[1]					2.65[1]

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. [2]Manager's estimated return. Monthly estimated returns will be updated in the following month.

Market & Portfolio Developments

Commentary

FAI delivered another good gain of 0.78% in August (as reference, Global Investment Grade bonds returned 0.55% over the month). Since inception, FAI has compounded at 8.53%. Crucially, it has **done so without the volatility of traditional high-income strategies** with exposures to high yield bonds and equities.

August reflects the continued pace of stronger performance in the second half of the year, where conditions are more conducive for higher income in the insurance-linked securities (ILS) space. This is because markets are expecting hurricanes to form.

Typically, the odds of a massive hurricane impacting the portfolio is already low. And so far, this year is shaping up to be better for ILS investors. High pressure systems are suppressing convection and moisture, which is a negative for hurricane development (good for us!). Overall, this season is shaping up to be less severe than feared, and rewarding ILS investors.

FAI investors benefitted when we allocated into ILS at the right part of the cycle. ILS markets continue to offer high uncorrelated income amid challenging environment for traditional income due to tight credit spreads. But we are now increasing the number of weapons in our arsenal. Royalties is one such area; we avoided it when investors were paying sky high prices for royalties which made the likes of Bob Dylan very rich. That phase has passed, meaning that it has now become a good source of Alternative Income for FAI.

Fund Details

Item	Class A
Currency	SGD
ISIN (SGD Class)	SGXZ71698914 (Distribution)
Min. Subscription	SGD 500,000
Min. Subsequent Subscription	SGD 15,000
Management Fee	1.2%
Fund Name	FAM Alternative VCC Income Fund
Dealing Frequency	Monthly
Inception Date	1 Nov 2022
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	PwC LLP

Dividend Distribution

Strategy launch: 1 November 2022
Distribution frequency: Monthly
Objective: Steady alternative income independent of traditional markets. Current payout target of Money Market + 3%.

		A SGD Class		
Ex-Dividend Date	**Distribution Date**	**Payout Amount (S$ / Unit)**	**Ex-Date NAV (S$)**	**Annualized Dividend Yield (%)**
29 Aug 2025	18 Sep 2025	0.47	105.327*	5.49%
31 Jul 2025	18 Aug 2025	0.47	105.093	5.50%
30 Jun 2025	18 Jul 2025	0.47	104.766	5.52%
30 May 2025	18 Jun 2025	0.47	104.775	5.52%
30 Apr 2025	19 May 2025	0.47	105.062	5.50%
28 Mar 2025	21 Apr 2025	0.54	105.274	6.33%
28 Feb 2025	18 Mar 2025	0.54	105.608	6.31%
31 Jan 2025	18 Feb 2025	0.54	106.153	6.28%
31 Dec 2024	20 Jan 2025	0.56	106.662	6.49%
29 Nov 2024	18 Dec 2024	0.56	106.237	6.51%
30 Oct 2024	18 Nov 2024	0.56	105.807	6.54%
30 Sep 2024	18 Oct 2024	0.53	106.331	6.15%
30 Aug 2024	18 Sep 2024	0.53	105.846	6.18%
31 Jul 2024	18 Aug 2024	0.53	104.869	6.24%
28 Jun 2024	18 Jul 2024	3.20	104.568	6.21%
29 Dec 2023	22 Jan 2024	3.20	105.507	6.16%
30 Jun 2023	21 Jul 2023	5.40	101.080	10.97%

Glossary

- Ex-Dividend Date: The date which you will be entitled to a recently announced dividend if you have units held.
- Distribution Date: Payable date for cash dividends.
- *NAV calculated based on the manager's estimates. The actual NAV will be updated in the following month.
- Prior to August 2024, payouts were made for 6 months of net distributable income, with subsequent dividend distributions paid monthly.
- 21 Jul 2023 payout includes a special bonus dividend.

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

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