



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

FVT

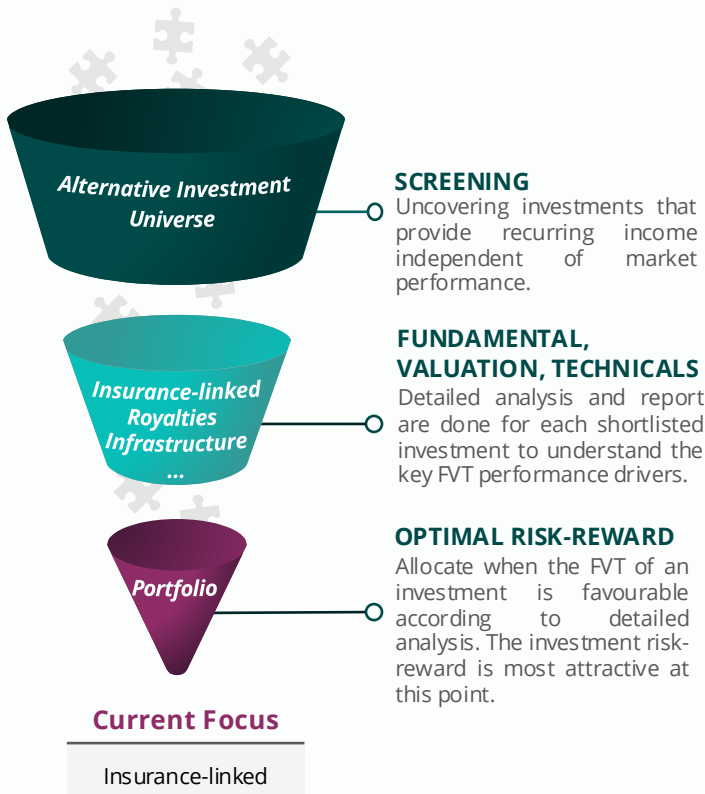
Fundamental, Valuation, Technicals

"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	18 Sep 2024	Monthly	\$0.53	-
A USD	18 Sep 2024	Monthly	\$0.63	-
A SGD	18 Aug 2024	Monthly	\$0.53	-
A USD	18 Aug 2024	Monthly	\$0.63	-
A SGD	18 Jul 2024	Semi-annual	\$3.20	-
A USD	18 Jul 2024	Semi-annual	\$3.80	-
A SGD	22 Jan 2024	Semi-annual	\$3.20	-
A USD	22 Jan 2024	Semi-annual	\$3.80	-

* Distribution date refers to the payable date for cash dividends.

Portfolio Statistics

Average Monthly Return (since inception)	1.02
Annual Volatility	3.44
Correlation to Equity ¹	0.23
Correlation to Bonds ¹	0.22
Annual Return over Money Market ²	4.73

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	1.47 ¹					5.62% ¹
USD A	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	1.13	0.47	0.51	13.20
2024	1.34	1.08	0.96	0.47	-0.25	0.71	0.97	1.20 ¹					6.66% 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. ¹ Manager's estimated return. Monthly estimated returns will be updated in the following month.

Signatory of:



Market & Portfolio Developments

Commentary

Beware extrapolating short periods of performance

FAI had gains of 1.01% in August. The past few months not only shrugged off losses of -0.25% in May (our first negative month since inception) but is generating more return each month since. At this point, we would remind investors against extrapolating gains further upwards: FAI has inherent income drivers that allow it to deliver on its high-income target of 3% over Money Market Funds but one should not expect large single month gains such as those seen in equity markets in August.

Similarly, we cautioned against extrapolating downwards when the fund went through a lean period just a few months ago. It would have been a mistake to sell during the lean period as the strategy was “accumulating” energy to generate more return going forward.

Accumulate for high income, buy more on larger declines

“Be greedy only when others are fearful.”

Almost every investor has heard this quote, but one might wonder how it applies to FAI? With its “straight line” profile, one is hard pressed to find fearful investors for FAI. We remind ourselves and investors that higher income does not come without risk. But this is a risk which we are well compensated for in this solution.

Despite FAI’s high income and the relatively “comfortable ride” compared to traditional income strategies, expect there to be bumps along the way.

The next few months may potentially be a bumpier ride, with the hurricane season starting to pick up (which our holdings of Insurance-linked securities are exposed to). While volatility may be potentially higher, so will the income potential – as evidenced by August’s strong income. For those who want to preserve their high income accumulation, stay the course. For those who want to get a leg up on their wealth, use the opportunity of any larger decline to accumulate more units at a lower price.

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	1 Nov 2022 (SGD Class) 1 Dec 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	PWC LLP

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

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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