



## 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

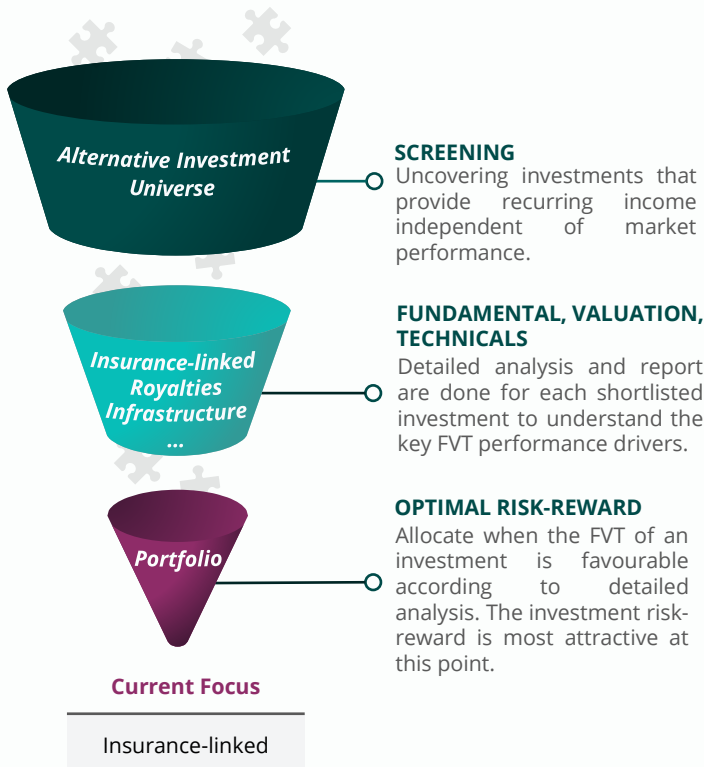
Fundamental, Valuation, Technicals

*"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

Distribution date*	A SGD	A USD	Distribution frequency
18 Mar 2025	\$0.54	\$0.68	Monthly
18 Feb 2025	\$0.54	\$0.68	Monthly
20 Jan 2025	\$0.56	\$0.71	Monthly
18 Dec 2024	\$0.56	\$0.71	Monthly
18 Nov 2024	\$0.56	\$0.71	Monthly
18 Oct 2024	\$0.53	\$0.63	Monthly
18 Sep 2024	\$0.53	\$0.63	Monthly
18 Aug 2024	\$0.53	\$0.63	Monthly
18 Jul 2024	\$3.20	\$3.80	Semi-annual
22 Jan 2024	\$3.20	\$3.80	Semi-annual

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

## Portfolio Statistics

Average Monthly Return (since fund inception)	0.92
Annual Volatility	3.41
Correlation to Equity <sup>1</sup>	0.23
Correlation to Bonds <sup>1</sup>	0.22
Annual Return over Money Market <sup>2</sup>	4.69

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. <sup>1</sup> Correlation to equity and correlation to bonds are calculated with references to the MSCI World Equity Index and Global Aggregate Bond Index, respectively. <sup>2</sup> 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	-0.04 <sup>1</sup>											-0.01 <sup>1</sup>
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	1.23	1.19	0.27	0.94	0.96	10.32
2025	0.17	0.06 <sup>1</sup>											0.22 <sup>1</sup>

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.

<sup>1</sup>Manager's estimated return. Monthly estimated returns will be updated in the following month.

# Market & Portfolio Developments

## Commentary

### Resilient amid Trump 2.0 volatility

February proved to be a turbulent month with global equities down. This was driven by policy announcements from Trump's administration which reignited trade tensions, plus poorer than expected jobs data which sparked concerns that economic growth would not be sustained as highlighted earlier. In contrast, income markets were resilient as investors shifted toward safer assets in response to weaker economic data and a broader retreat from riskier assets. Amid this turbulence, FAI was resilient and remained unaffected by events in traditional markets. Having said that, it was a relatively flat month, something that some of our investors may not be expecting.

### Alternative income that has low correlation to other investments does not mean a straight line

Indeed, the last two months have seen FAI take a breather from its high-income compounding. Before any alarm bells go off, it is important to highlight:

**One or two data points do not make a trend:** It is natural, if not necessary, for any strategy to take a breather, no matter how uncorrelated it is. This happened before for FAI, which proved to be a good entry point. In fact, if you have any other investment that is literally a straight line without any perturbation, ask really hard questions.

**FAI was resilient amid the "worst" natural catastrophes in the past two months.** It is important to put these two months in context of the California wildfires, which has caused some temporary movements in prices of the Insurance-linked securities that we hold – we expect prices to stabilize in the coming months. Income, on the other hand, has been steady throughout this period, and we continue to pay monthly dividends to our investors.

Amid the unprecedented economic and geopolitical challenges that investors face today, we focus on continuing to delivering a high-income solution that can rise above the noise.

## 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 <sup>1</sup> (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

<sup>1</sup> Waiver of account opening fees for investors through the platforms.

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