

LionGlobal Asia Bond Fund

**LION
GLOBAL
INVESTORS**

The investment objective of the Fund is to provide total return of capital growth and income over the medium to long-term, through an actively managed portfolio of bonds, high quality interest rate securities, convertible bonds, real estate investment trusts ("REITs"), business trusts and other related securities issued by issuers predominantly in the Asian region. There is no target industry or sector.

Fund Manager's Commentary

Asia credit markets had a mixed start to the year. The Federal Reserve held rates unchanged in the January 2023 Federal Open Market Committee (FOMC) meeting against the backdrop of better-than-expected US macroeconomic data. On the other hand, the Chinese government announced a 50 basis points (bps) cut to the reserve requirement ratio following mixed economic data from China.

For the month of January 2024, the J.P. Morgan Asia Credit Index (JACI) composite registered positive returns of 0.26%. High Yield (HY) outperformed; returning 2.67% led by outperformance in higher-beta issuers like the Pakistan sovereign. HY spreads tightened 64bps to 828bps. Investment Grade (IG) underperformed for the month of January 2024; losing 0.12% as a result of the higher US Treasury (UST) yields and slight widening in credit spreads (+2bps to 150bps).

We are looking for 2024 to be a more benign year. Rates volatilities should abate with an anticipated end to rate hike cycle. Credit spreads are expected to stay range bound without widening significantly given diminishing risk of recession. The silver lining is that Asia high yield sector is starting from a cleaner slate with much lower concentration in the problematic China property sector and a higher weighting in sectors with favorable or stable outlooks.

In the expected soft-landing scenario, we expect fundamentals and credit trends to remain largely stable in 2024. While credit spreads are hovering close to the historical mean, yields are still near post- Global Financial Crisis (GFC) highs and should remain attractive. Technicals are supportive on a third consecutive year of negative net supply with low supply from China.

Returns would be sensitive to the US Treasuries. Short end carry in highly rated credit names remains a favored segment given front end curve inversion in interest rates. Within the Investment Grade sector, we prefer long duration and bank bonds lower down the capital structure. Idiosyncratic credit differentiation and selection will be meaningful drivers of Asia credit market performance in this volatile cycle.

All data are sourced from Lion Global Investors and Bloomberg as of 31 January 2024 unless otherwise stated.

Performance (%)

		1-year	3-years p.a.	5-years p.a.	10-years p.a.	Since Inception p.a.
SGD Class ¹	NAV	-0.8	-4.8	-0.6	2.0	3.1
	NAV [^]	-5.8	-6.4	-1.6	1.5	2.8
	Benchmark [#]	5.9	-2.1	1.5	3.5	3.9
USD Class ¹	NAV	-2.4	-3.8	0.4	2.0	3.8
	NAV [^]	-7.3	-5.4	-0.7	1.5	3.4
	Benchmark [#]	4.2	-2.3	1.6	3.1	4.1
SGD- Hedged Class ¹	NAV	-3.9	-5.7	-1.1	NA	-0.7
	NAV [^]	-8.7	-7.3	-2.1	NA	-1.3
	Benchmark [#]	2.6	-3.0	1.0	NA	1.2

Past performance is not necessarily indicative of future performance

Source: Lion Global Investors Ltd / Morningstar

Fund Facts

Fund Inception Date:	SGD Class: 1 Dec 2009
	USD Class: 1 Dec 2009
	SGD-Hedged: 19 Jul 2016
Subscription Mode:	Cash, SRS ²
Minimum Investment:	S\$ / US\$ 1,000
Initial Charge:	Currently 3% Maximum 5%
Management Fee:	Currently 1.0% p.a. Maximum 2.0% p.a.
Valuation Dealing:	Every dealing day
NAV Price:	S\$1.024/ US\$0.797
NAV Price (Hedged Class):	S\$0.728
Fund Size:	S\$144.2 million
Weighted Yield to Maturity ³ :	9.89%
Weighted Duration ⁴ :	4.19 years
Weighted Credit Rating ⁵ :	BBB+

Credits Rating⁵ (% of NAV)

Investment Grade	84.3
High Yield	15.7
	100.0

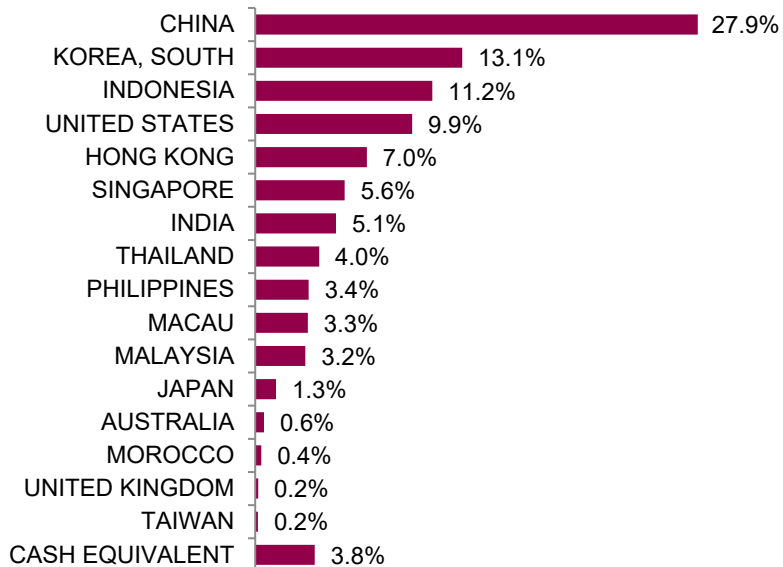
Currency Exposure of Bonds(% of NAV)

SGD	41.9
USD	58.1
	100.0

Codes

SGD Class:	SG9999006548 LGLASBS SP
USD Class:	SG9999006555 LGLASBU SP
SGD Hedged Class:	SG9999015515 LGLABSH SP

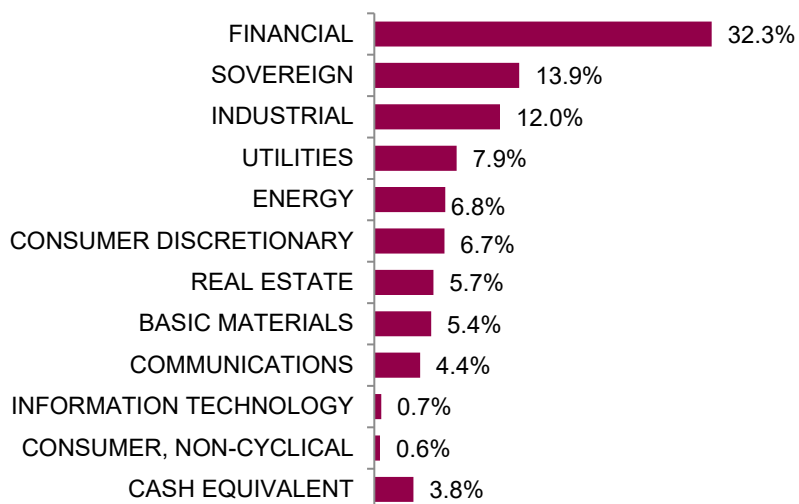
Country Allocation (% of NAV)



Top 10 Holdings (% of NAV)

US TREASURY 4.5% 15/11/2033	4.4
US TREASURY 3.75% 31/12/2028	2.8
US TREASURY 4.25% 31/12/2025	1.8
KOOKMIN BANK/SINGAPORE (SER EMTN) 5.75% 01/07/2024	0.9
UNITED OVERSEAS BANK LTD (SER REGS) (REG) (REG S) VAR 15/04/2029	0.9
SANDS CHINA LTD (REG) 5.125% 08/08/2025	0.9
SHINHAN FINANCIAL GROUP (SER REGS) (REG) (REG S) VAR 05/02/2030	0.9
DBS GROUP HOLDINGS LTD (SER REGS) (REG S) (REG) 1.169% 22/11/2024	0.9
KEPPEL CORP LTD (SER EMTN) (REG S) (BR) 2.459% 04/06/2025	0.9
CN HUANENG GP HK TREASURY (REG S) (R EG) 1.6% 20/01/2026	0.9

Sector Allocation (% of NAV)



Benchmark: JP Morgan Asia Credit Index.

^ NAV: Figures include Initial Charge.(in respective fund's currency)

¹ Returns based on single pricing. Dividends are reinvested net of all charges payable upon reinvestment and in respective share class currency terms. Return periods longer than 1 year are annualized.

² Supplementary Retirement Scheme ("SRS") monies may be used to purchase SGD Class Units only.

³ In local currency yield terms and on unhedged FX basis. Inclusive of cash & equivalents at a yield of 0.10%.

⁴ Inclusive of cash & equivalents which are assumed to be zero duration.

⁵ Includes cash & equivalents @ AA, takes the worst of S&P, Moody's, Fitch or Internal ratings and based on a straight-line model.

The above is based on information available as of 31 January 2024, unless otherwise stated. The bonds referenced are not intended as recommendations to buy or sell. Opinions and estimates constitute our judgment and along with other portfolio data, are subject to change without notice.

For explanation of additional technical terms, please visit www.lionglobalinvestors.com

For further information or to
obtain a copy of the prospectus:

Funds Hotline | +65 6417 6900
Facsimile | +65 6417 6806
www.lionglobalinvestors.com

Lion Global Investors Limited
65 Chulia Street #18-01
OCBC Centre
Singapore 049513

This advertisement or publication has not been reviewed by the Monetary Authority of Singapore. It is for information only, and is not a recommendation, offer or solicitation for the purchase or sale of any capital markets products or investments and does not have regard to your specific investment objectives, financial situation, tax position or needs.

You should read the prospectus and Product Highlights Sheet of the relevant fund which are available and may be obtained from Lion Global Investors Limited ("LGI") or any of its distributors, for further details including the risk factors and consider if a fund is suitable for you and seek such advice from a financial adviser if necessary, before deciding whether to invest in the fund. Applications for units in our funds must be made on forms accompanying the prospectus.

Investments in our funds are not obligations of, deposits in, guaranteed or insured by LGI or any of its affiliates and are subject to investment risks including the possible loss of the principal amount invested. The performance of a fund is not guaranteed and the value of units in a fund and the income accruing to the units, if any, may rise or fall. Past performance, payout yields and payments as well as any predictions, projections, or forecasts are not necessarily indicative of the future or likely performance, payout yields and payments of a fund. Any extraordinary performance may be due to exceptional circumstances which may not be sustainable. Dividend distributions, which may be either out of income and/or capital, are not guaranteed and subject to LGI's discretion. Any such dividend distributions will reduce the available capital for reinvestment and may result in an immediate decrease in the net asset value of the fund. Any references to specific securities are for illustration purposes and are not to be considered as recommendations to buy or sell the securities. It should not be assumed that investment in such specific securities will be profitable. There can be no assurance that any of the allocations or holdings presented will remain in the fund at the time this information is presented. Any information (which includes opinions, estimates, graphs, charts, formulae or devices) is subject to change or correction at any time without notice and is not to be relied on as advice. You are advised to conduct your own independent assessment and investigation of the relevance, accuracy, adequacy and reliability of any information or contained herein and seek professional advice on them. No warranty is given and no liability is accepted for any loss arising directly or indirectly as a result of you acting on such information. The fund may, where permitted by the prospectus, invest in financial derivative instruments for hedging purposes or for the purpose of efficient portfolio management. LGI, its related companies, their directors and/or employees may hold units of a fund and be engaged in purchasing or selling units of a fund for themselves or their clients.

This publication is issued in Singapore ©Lion Global Investors® Limited (UEN/ Registration No. 198601745D). All rights reserved. LGI is a Singapore incorporated company, and is not related to any corporation or trading entity that is domiciled in Europe or the United States (other than entities owned by its holding companies).