First Sentier
Rates and Foreign Exchange (FX) Strategy

First Sentier Investors

This macro strategy seeks to deliver attractive returns with moderate volatility by investing in government bonds and FX, capturing major macro trends across market cycles

30 September 2025

For professional / institutional investors only

What sets us apart

- One-stop solution for interest rate and FX products
- Focused on navigating investment opportunities to uncover market efficiencies
- Long track record of over 25 years
- Seasoned investment team with strong expertise in Developed & Emerging markets

Strategy inception date	26 November 1999
Benchmark	FTSE World Government Bond Index
Duration	Unconstrained

Credit Quality	AA
Total strategy size	USD $287mn
Available vehicles	VCC, MPF, segregated mandate

Source: First Sentier Investors, as at 30 September 2025.

Annualised composite performance in USD (%)

	1 year	3 years	5 years	Since inception
Composite (gross)	-0.1	3.5	-2.3	1.8
Composite (net)	-0.3	3.2	-2.5	1.5
Benchmark*	1.6	4.5	-3.0	1.7

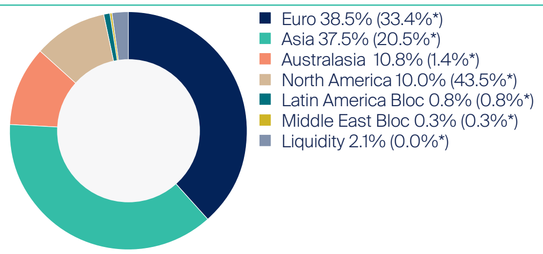
* FTSE World Government Bond Index

Credit rating breakdown†

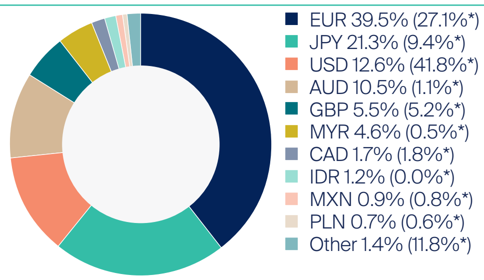
Credit rating#	%		%		%
AAA	37.7	A	29.1	AA	24.0
BBB	7.2	Not Rated	0.0	Liquidity	2.1

Refers to fixed income investments of the strategy. Where available, the credit rating assigned by one of the three major external rating agencies (S&P, Moody's or Fitch) will be used. An internal rating assigned by First Sentier Investors will be used where the security is not externally rated.
Source: First Sentier Investors, as at 30 September 2025.

Region breakdown†



Currency breakdown†



*Index weight
† Allocation percentage is rounded to the nearest one decimal place and the total allocation percentage may not add up to 100%.

Why invest in Rates and FX?

1. Attractive returns from income, interest rates and foreign exchange (FX)

- Capturing income while dynamically managing interest rates and currency exposures to deliver strong risk-adjusted returns across different market cycles

2. Low correlation vs other asset classes

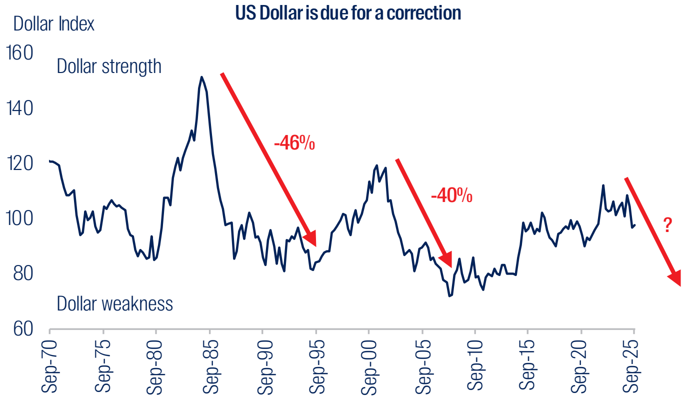
- Diversification benefits in the strategy increases resilience during periods of market stress, enhancing overall return stability

Asset Class	CMGB	MSCI World	Asia High Yield	Bitcoin	Gold
FSI Global Bond	1.00	0.23	0.26	0.09	0.39
MSCI World Equity Index	0.23	1.00	0.40	0.19	0.19
Asia High Yield	0.26	0.40	1.00	0.03	0.18
Bitcoin	0.09	0.19	0.03	1.00	0.10
Gold	0.39	0.19	0.18	0.10	1.00

Footnote: Correlation is based on weekly index return from Sep 2015 to Sep 2025. Source: For all the data, except for Asia High Yield index where the index provider is J.P. Morgan.

3. Natural hedge against a weaker USD

- Diversify away from dollar concentration by investing in broad non-USD interest rates and currency markets



Source: First Sentier Investors as at 30 September 2025

4. Independent alpha opportunities across interest rates and FX

- Generate alpha from diverse, uncorrelated sources across markets within the investment universe, ensuring balanced performance across environments

Markets	Correlation
DM vs EM interest rate	0.36
DM vs EM FX	0.39

Footnote: FX indices use spot FX and interest rate indices use the respective country's 10-year government bond. DM indices are an equal weight of US, Germany, Japan, and UK. EM indices are an equal weight of Brazil, Mexico, Indonesia, and India. Correlation is based on weekly index return from Sep 2015 to Sep 2025.
Source: Bloomberg

Scan for more information#