

# Eastspring Ultimate Global Allocation Series

(ES-ULTIMATE GA)

## Market Commentary



### Highlight of the month

In April 2025, global financial markets faced severe volatility due to US tariff announcements, sparking trade tensions with China. At first, stocks plunged as investors shifted to bonds but the second half of April saw stock markets return to their initial levels and yields soar, reflecting uncertainty.



#### Equity

During April, equity indices suffered of US tariff threats. Over first week of the month, major indices dropped, MSCI World and S&P500 both down by 11%. However, the rest of the month delivered positive returns, enabling most indices to finish flat or slightly positive like Nifty 50, up by 3.5%.



#### Bonds

US 10-year Treasury yields surged to 4.59% mid-month, the largest weekly increase in over two decades. They settled at 4.16% by April's end, mostly pushed down by a 90-day tariff pause for most countries, even though curve remained steep. Global bond markets rallied and Europe strongly outperformed.

### Asia / Thai

Asia ex-Japan markets showed mixed performance, influenced by China's recovery signals and inflation concerns. India rose on strong earnings, while Southeast Asian markets remained resilient despite geopolitical tensions. Overall, investor sentiment was cautious amid an uncertain environment.

Source: Amundi Asset Management as of 30/4/2025

## Outlook and Positioning

Extreme policy uncertainty in the US is leading to sharp movements and increased volatility. Recent bond yield dynamics signal a shift from seeking safety in US assets to a reassessment of Treasuries and the USD as ultimate safe havens. While we think it is too early to question the trust in US assets, we also think any challenge to the Fed's independence and so much policy uncertainty could undermine investor confidence. For instance, the perceived risks around capital outflows and some repositioning in the markets caused the recent divergence between US yields and dollar.

## How to handle the portfolio

Well-balanced and highly diversified portfolio, mindful of the valuations of risk assets as well as geo-political uncertainty.



### Equity

Well-balanced allocation to equities with exposure to both US and International equities. In the US, focus is on sectors and companies which should see continuous earning growth and benefit from the new Trump administration policies but we stay away from equities where valuations do not reflect fundamentals. Across International markets, there is compelling investment cases in some parts of the European market and some countries like Korea and Japan.

### Bonds

In Fixed Income, we express a more positive views on US Treasury yields and duration as we see early signs of US economy weakness. We remain very mindful of very tight corporate credit spreads, which were almost at record lows, just started to widen and, for us, do not compensate appropriately bondholders. We however find value in other part of the US fixed income markets, notably in high-quality Agency MBS, which provide an enhanced yield above Treasuries for no additional credit risk. Finally, we see value in selective emerging market debt countries and tactically allocation as warranted.

Source: Amundi Asset Management as of 30/4/2025

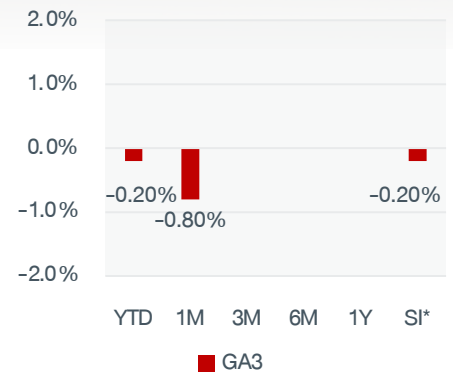
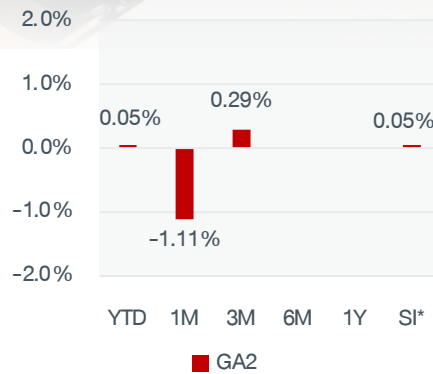
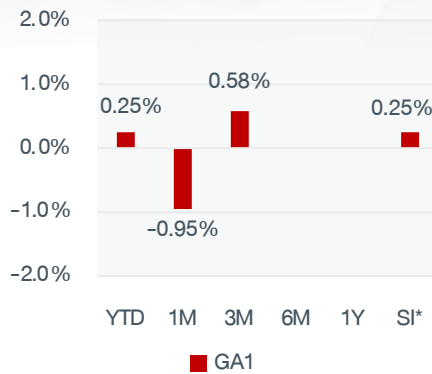
## Eastspring Ultimate Global Allocation Series (ES-ULTIMATE GA)

## ES-ULTIMATE GA1

## ES-ULTIMATE GA2

## ES-ULTIMATE GA3

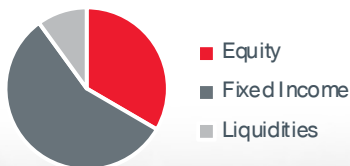
## Performance



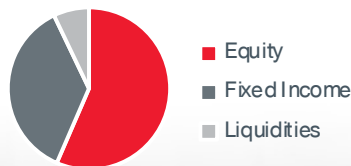
\*Inception date and YTD as of 28 Jan 2025

Source: Eastspring Asset Management (Thailand) as of 30/4/2025

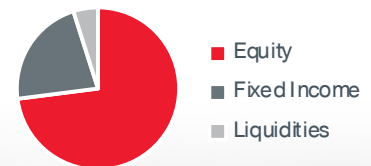
## Asset Allocation



Equity	33.4%
Fixed Income	56.6%
Liquidities	10.0%
<b>Total</b>	<b>100%</b>



Equity	56.5%
Fixed Income	36.4%
Liquidities	7.1%
<b>Total</b>	<b>100.0%</b>



Equity	72.9%
Fixed Income	22.1%
Liquidities	4.9%
<b>Total</b>	<b>100.0%</b>

## Equity: Region Allocation

North America	19.6%
EMU	6.3%
Japan	2.9%
Emerging Countries	2.4%
Europe ex-EMU	2.0%
Asia ex-Japan	0.2%

North America	33.2%
EMU	7.5%
Japan	5.7%
Emerging Countries	4.8%
Europe ex-EMU	3.3%
Asia ex-Japan	0.2%

North America	42.2%
EMU	15.0%
Japan	6.8%
Europe ex-EMU	5.1%
Emerging Countries	3.3%
Asia ex-Japan	0.5%

## Fixed Income: Rating Allocation

Investment Grade	44.4%
High Yield	2.2%
NR (ex. ELNs)	3.8%

Investment Grade	24.0%
High Yield	2.2%
NR (ex. ELNs)	3.3%

Investment Grade	11.3%
High Yield	1.8%
NR (ex. ELNs)	2.5%

Source: Amundi Asset Management as of 30/4/2025

Historical fund performance is expressed in Thai Baht. The performance data shown are calculated from the net yields of newly acquired financial instruments and does not include costs incurred. The performance data covers the full 12-month period of the respective calendar year. The product does not include a performance guarantee or financial return guarantee. Furthermore, past performance is not a guarantee nor a reference for expectations of current or future performance and returns. It does not guarantee that the investor can expect the results shown.

Disclaimer: This fund is not fully hedged against foreign exchange risk, therefore investors may incur a loss or gain from exchange rates / or may have an ending balance that is lower than the original principal invested • Past performance is not a guarantee for future performance • Investment in a fund is not the same as a cash deposit since funds contain risks; the investor may have an ending balance that is higher or lower than the original principal invested or may not receive redemption payment settlement according to the stated schedule or may be unable to successfully redeem units as ordered. Before making an investment decision, the investor should review the fund prospectus carefully. Familiarize oneself with the product's characteristics, terms regarding financial returns and risks before investing / This document should be reviewed in conjunction with the Fund Factsheet. To obtain further information or the fund prospectus, please contact Eastspring Asset Management Thailand Tel. 1725 www.eastspring.co.th