



# Investment Outlook & Recommended Portfolio

## Quarter 2/2022

Investment Outlook for Quarter 2/2022: We still have a positive outlook on risky assets as post-reopening recovery continues to accelerate. Nonetheless, the tightening policy controls by various central banks, the heightened inflation and pressures due to geopolitical tensions may result in occasional volatilities.

For fixed-income investments, our fund managers maintains a positive outlook on medium to long-term fixed-income instruments since interest rates remain low and yields are attractive when compared to risk level. Meanwhile, foreign markets may face high volatility due to the upward trend of US Fed's interest rate.

For equity investments, although our fund managers still possess a positive sentiment towards emerging market stocks. However, the recent ongoing geopolitical tensions have caused high volatility, it is thus recommended to trim down investment weight in emerging markets to allocate more investment in stocks of developed markets and Thailand. In this respect, our fund managers still hold a positive view on the Thai stock market as growth rate is high, beating expectation. This, together with other factors such as various economic stimuli packages and recovery across tourism sectors, real-estate and consumer industries, further support their positive sentiment.

### Example of recommended investment portfolio according to expected returns

Asset types	Funds	Expected returns							
		3%	4%	5%	6%	7%	8%	9%	10%
Domestic Fixed Income	KFMTFI	30%	28%	25%	22%				
	KFAFIX-A	54%	48%	42%	36%	50%	41%	32%	24%
Domestic Equity	KFTSTAR-A	6%	9%	11%	14%	17%	20%	23%	26%
Foreign Equity – Developed Markets	KFJPINDEX-A	1%	1%	1%	2%	2%	2%	3%	3%
	KFUSINDEX-A	2%	3%	5%	6%	7%	9%	10%	11%
Foreign Equity – Emerging Markets	KFACHINA-A	2%	2%	4%	3%	4%	6%	5%	6%
	KF-INDIA		1%	1%	1%	1%	1%	1%	2%
	KFVIET-A	3%	5%	6%	8%	9%	11%	13%	13%
Foreign Sector Equity	KFHHCARE-A	1%	1%	2%	3%	4%	4%	5%	6%
Alternative Asset	KF-HGOLD	1%	2%	3%	5%	6%	6%	8%	9%

Source: Krungsri Asset Management as of 25 March 2022 based on historical performance data of funds in investment universe since the inception date until 8 March 2022. The above calculation is based on investment portfolio with various hypotheses, which does not guarantee actual returns in the future.

**Investors should understand fund features, return conditions, and risks before making investment decision.**

**Past performance is no guarantee of future results.**

## Fund details

Funds	Risk levels	Investment policies
<b>Domestic fixed income funds</b>		
KFMTFI	4	The Fund invests at least 50% of its NAV in local government bonds, and the remaining in bank deposits or debt instruments of commercial banks, state enterprises, or private enterprises with medium to long-term investment grade ratings of A- and above, or short-term ratings of F2 or T2 and above.
KFAFIX-A	4	The Fund invests onshore and/or offshore in debt instruments and/or deposits or deposits equivalent issued, certified, avalized, or repayment-guaranteed by the government, a state enterprise, a financial institution, and/or private entity, where such instruments are designated as investment grade in either the issue rating category or the issuer rating category. It may invest in either debt instruments with non-investment grade or non-rated bonds.
<b>Domestic equity fund</b>		
KFTSTAR-A	6	The Fund invests at least 80% of its NAV in domestic listed stocks in the SET and/or MAI, and /or derivatives which are in accordance with the returns of stocks or listed company groups. This includes stocks that are undergoing IPO to be listed in the stock exchange market as well.
<b>Foreign equity funds</b>		
KFJPINDEX-A	6	The Fund invests at least 80% of its NAV in foreign mutual fund, NEXT FUNDS Nikkei 225 Exchange Traded Fund (Master Fund)
KFUSINDEX-A	6	The Fund invests at least 80% of its NAV in foreign mutual fund, Shares Core S&P 500 ETF (Master Fund)
KFACHINA-A	6	The Fund invests at least 80% of its NAV in foreign mutual fund, UBS (Lux) Investment SICAV – China A Opportunity (USD) (Class P – acc) (Master Fund)
KF-INDIA	6	The Fund invests at least 80% of its NAV in foreign mutual fund, FSSA Indian Subcontinent Fund (Class III USD) (Master Fund)
KFVIET-A	6	The Fund invests at least 80% of its NAV in foreign equity mutual fund and/or foreign ETF which invest in securities listed in Vietnam and/or main businesses or benefits from business operations in Vietnam.
KFHHCARE-A	7	The Fund invests at least 80% of its NAV in foreign mutual fund, JPMorgan Funds - Global Healthcare Fund, Class: JPM Global Healthcare C (acc) – USD) (Master Fund)
<b>Commodity/ Alternative asset fund</b>		
KF-HGOLD	8	The Fund invests at least 80% of its NAV in foreign mutual fund, SPRDR Gold Trust (Master Fund)

- (1) KFACHINA-A, KF-INDIA, and KFVIET-A offer risk protection from foreign exchange risks at fund managers' discretion.  
 (2) KFJPINDEX-A , KFUSINDEX-A, KFHHCARE-A, and KF-HGOLD offer full foreign exchange risk protection.

**Disclaimers:** Investors should study fund features, conditions of return and risk before making investment decision. Past performance of the mutual funds is no guarantee of future results. © Since KFHHCARE-A focuses on investing in industrial sectors, investors may risk losing substantial amount of investment. Thus, investors should seek additional advice prior to making any investment. © For KF-HGOLD, investors should seek additional advice prior to making any investment. © Funds may enter into foreign exchange risk protection agreements at the discretion of the fund manager, and there may be cost incurred in such transactions. Overall, this may result in a reduced return on investment due to aforementioned additional hedging cost. In the case that funds do not enter into risk protection agreement, investors may suffer a loss or receive a gain on foreign exchanges, or may receive return that is lower than the initial investment principal. © Funds that adopt full foreign exchange risk protection policy may result in a reduced return on investment due to aforementioned additional hedging cost. © Funds may invest in non-investment grade or unrated bond in a higher proportion than mutual funds for general investors. As a result, these funds may face higher default risk, credit risk and liquidity risk than mutual funds for general investors. © This document is made for disseminating the information compiled from the credible sources as of the displaying date. However, Krungsri Asset Management cannot guarantee the accuracy, credibility and completion of all information. The Company reserves the right to change the information without prior notice. © For information inquiry or request for prospectus, please contact Krungsri Asset Management at tel. 0 2657 5757.

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