# Market Overview and Investment Outlook

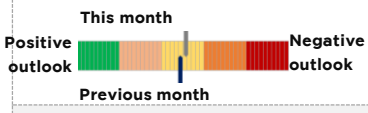
## May 2023

## Global economic conditions & investment outlook by fund managers

### US



Fund managers' outlook

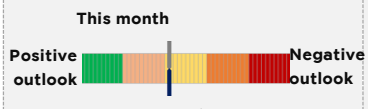



- The Fed lifted interest rates by 0.25% to a target range of 5.00%-5.25%. During his press conference, Fed Chairman Jerome Powell said that the central bank was prepared to lift rates higher if needed and rate cuts were unlikely this year.
- Headline inflation rose in March at a slower than expected rate. Meanwhile, unemployment rate declined to the lowest level since 1992 and personal income rose for the second consecutive month in March, beating expectations. However, personal spending was flat.
- Existing home sales dropped in March whereas new home sales and the median price of new homes moved up.

### Europe



Fund managers' outlook

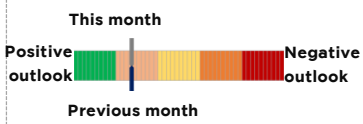



- The ECB raised key interest rates by 0.25% to 3.75% and said that it would take a data-dependent approach in determining the size of future hikes.
- Headline inflation of the Eurozone increased for the third consecutive month in April. Similarly, core inflation also rose in this month.
- Economic sentiment in Eurozone edged up in April but still missed expectations, due partially to a decrease in manufacturer confidence. Consumer confidence rose for the seventh consecutive month to the highest since February 2022.
- Q1 GDP grew 0.1% q-q after a flat reading in Q4/22. On an annual basis, GDP grew 1.3% y-y compared to 1.8% growth in the previous quarter.

### China



Fund managers' outlook

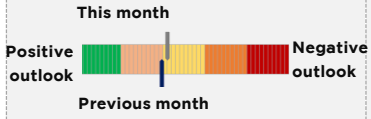



- Exports rose for a second straight month in April while imports declined for the seventh month in a row, reflecting weak domestic demand as well as lower commodity prices.
- Headline inflation decelerates to the lowest annual reading since September 2021, driven by the moderation in food prices. Meanwhile, retail sales in March jumped higher than expected.
- GDP expanded 2.2% q-q and 4.5% y-y in Q1 2023, improving from the 0.6% q-q and 2.9% y-y increase in the prior quarter.

### Japan



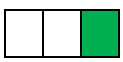
Fund managers' outlook

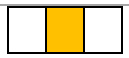
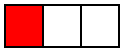
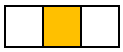
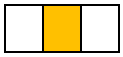
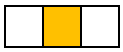
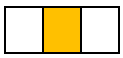
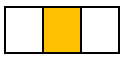
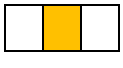
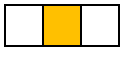



- The BOJ maintained its dovish monetary stance, keeping both short-term interest rate and yield curve control policy unchanged.
- Core inflation which excludes fresh food rose in March by the same rate as in February. Meanwhile, inflation excluding fresh food and energy prices rose to the highest level since December 1981.
- Retail sales rose for the fourth consecutive month in March whereas household spending fell. On the bright side, household confidence recovered in April, marking the highest level since January 2022.

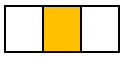
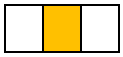
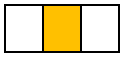
| Thai economic conditions | |
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| **Thailand**<br> | ■ The Fiscal Policy Office (FPO) cut its GDP forecast for this year due to weaker exports and also revised its inflation forecast down.<br>■ Exports fell for the sixth straight month while imports dropped for the first time since January this year. Industrial production also decreased in March, marking the sixth straight month of decline due to weak global demand.<br>■ Headline inflation rose in April but still marked the lowest reading in 16 months attributable to easing fuel and food prices. Meanwhile, core inflation increased at the slowest annual rate in 15 months.<br>■ Consumer confidence rose for the tenth consecutive month, reaching the highest level in three years. Sentiment has been boosted by a recovery in the tourism industry and government stimulus measures. |

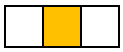
| Outlook by individual funds over the next three months | | |
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| **Funds** | **Recommendations** | **Rationale** |
| **Domestic funds** | | |
| **Short-term fixed income funds** | **OW** | The funds under this category focus investing in short-term good-quality government and private-sector debt instruments with excellent credit ratings and domestic and foreign deposits with financial institutions having solid financial health and high liquidity. Over the next one to three months, the yield of the short-term fixed-Income funds is expected to rise gradually in line with the gradual increase of policy interest rate by the Monetary Policy Committee (MPC), following the increase to 1.75% in March and the likelihood to increase again to 2.00% in May. The fund managers still recommend KFSMART as it continues to benefit from short-term and medium-term high-quality corporate debentures that generate attractive excess returns, in particular, those offered through an IPO. Nevertheless, the fund may be more volatile than usual and holding the fund for a period of at least three months may help mitigate the impact. Currently, the average duration of KFSPLUS is 0.1 – 0.3 years whereas that of KFSMART is 0.5 - 0.8 years. |
| **Medium to long-term fixed income funds** | **Neutral** | The medium to long-term fixed-income funds will continue to face high volatility and pressure for a certain period especially in the first half of 2023 due to both external and internal factors. Thailand's policy interest rate will gradually increase in line with the economic recovery to 2.00%-2.25% this year. At the same time, it is possible that the most recent rate hike to the target range of 5.00%-5.25% by the Fed will be the last rate hike as the statement delivered after the Federal Open Market Committee (FOMC) meeting on 3 May did not hint any further rate hike by the FOMC. However, the Fed still rejects market expectations that the policy rate may be cut in the latter half of 2023. In addressing these uncertainties, investments in private bonds can somewhat mitigate market volatility. The expected return on investment of the funds under such category remains attractive for long-term investments that do not require short-term liquidity, such as KFMTFI (minimum six-month holding period), KFAFIX (minimum one-year holding period), and KFENFIX (minimum two-year holding period). Currently, the average duration of KFMTFI, KFAFIX and KFENFIX is 1.70-2.2 years, 1.9-3.0 years, and 3-5 years, respectively. |
| **Thai equity funds** | **Neutral** | Funds investing mainly in growth stocks (KFSEQ-D or KFSEQ or KFGROWTH), including funds seeking the most suitable stocks for each market condition (KFDNM-D or KFDYNAMIC or KFTSTAR), tend to yield high returns in the medium to long term based on the favorable performance of individual stocks selected by |

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| | | these funds, Meanwhile, dividend value equity funds (KFSDIV or KFVALUE) could be a good choice for investors who prefer investing in high-performing companies with regular and high dividend payouts amid volatile market conditions. |
| **Mixed funds**<br><br>**(KFHAPPY, KFGOOD and KFSUPER)** | **OW**  | These funds focus investing in diverse asset classes and rebalance the investment portfolio to correspond with the market condition in each period. KFHAPPY maintains the investment ratio in corporate bonds at no more than 60% and a fund duration of no more than three years. KFGOOD and KFSUPER maintain the investment ratio of corporate bonds at no more than 70% of the total bond allocation. For domestic equity instruments, they mainly invest in large-cap stocks with strong financial positions and performance, leading to its high trading liquidity. As for property funds, REITs, and infra funds, they focus their investment on securities with high-quality underlying assets with proven track records of regular dividend payouts. Moreover, the funds have increased investment in mutual funds with the policy to focus investing in foreign equity securities. Over the next three months, the weight of investment in high-risk assets is expected to come close to the benchmark. |
| **KFYENJAI** | **OW**  | The fund maintains an investment ratio of Thai fixed income securities at no more than 90% and Thai stocks and REITs at about 10%. It mainly invests directly in Thai fixed income securities and investment units of fixed income funds which generate higher returns than deposits and have high liquidity. The fund rebalances its investment portfolio to best handle market conditions in each period. The investment in domestic equity securities concentrates on large-cap stocks with high trading liquidity. As for property funds, REITs and infra funds, the fund focuses investing in securities with high-quality underlying assets and proven track records of regular dividend payouts. The fund is expected to keep the weight of high-risk asset investment close to the benchmark. |
| **Krungsri The One (KF1MILD, KF1MEAN, KF1MAX)** | **OW**  | Currently, KF1MILD, which is a low-risk fund, invests principally in domestic fixed-income funds, while its investment in equity funds accounts for approximately 26%, focusing mainly on Thai equity funds. KF1MEAN, which is a moderate-risk fund, currently invests approximately 48% in fixed-income funds, focusing on Thai fixed-income funds, and invests approximately 46% in both Thai and foreign equity funds. As for KF1MAX, a high-risk fund, it focuses more on equity fund investment, accounting for 72% in Thai and foreign equity funds, whereas 20% of the fund is invested in in fixed-income funds, which helps reduce volatility for the fund. As the current market condition remains volatile due to interest rate hikes of central banks across the world and concerns over another economic recession, investing in mixed funds will help reduce the volatility as investments are diversified among various asset classes and the portfolios are rebalanced regularly in line with market conditions. |
| **Foreign fixed-income funds** | | |
| **KF-SINCOME**<br>**KF-CSINCOM** | **OW**  | As the yields of US short-term bonds have surged significantly in comparison with those of the long-term bonds, the funds therefore reap the benefits by focusing on shorter-term instruments. They also have the opportunity to enjoy capital gains if the yield curve of short-term bonds decreases in the wake of economic slowdown. |
| **KFTRB** | **OW**  | The fund has a lower average duration than the market as it maintains the short positions on Japanese fixed income instruments based on the opinion that inflation will continue to put pressure on the Bank of Japan into tightening the monetary policy and that Agency MBS is a good investment choice due to the potentially limited impact of the Fed's quantitative tightening. |
| **KFDIVERSE** | **Neutral** | The fund deems that high yield debt securities in developed markets are more attractive than those in other regions. Over the past month, it lowered the weight |

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| |  | of investments in the financial sector and switched to invest more in government-debt securities in the emerging markets. |
| **KFAHYBON** | **UW**  | The fund mitigates credit risk by purchasing credit default swaps (CDS). It has also invested more in cyclical, public utilities and financial sectors due to their attractive price level. |
| **Foreign equity funds** | | |
| **Developed markets** | | |
| **KF-EUROPE**<br>**KFHEUROP** | **Neutral**  | The European market improves after easing concerns about financial liquidity in the banking system. The economic situation in Europe has signaled a better-than-expected recovery. However, the ECB still moves forward to raise interest rates continuously which may put pressure on growth stocks. We still need to keep a close watch on energy prices which may climb up following OPEC's decision to cut oil production. |
| **KFJPINDX** | **Neutral**  | The Japanese market gains ground continuously following a gradual recovery of company revenues. Moreover, the BOJ's decision to maintain dovish monetary stance is expected to help foster economic recovery. However, the market sees the chance of the BOJ adjusting the yield curve control policy and increasing the policy rate late in the year if employment and wages go up significantly. |
| **KF-HJAPAND**<br>**KFJPSCAP**<br>**KF-JPSCAPD** | **Neutral**  | The Japanese market gains ground continuously following a gradual recovery of company revenues. Moreover, the BOJ's decision to maintain dovish monetary stance is expected to help foster economic recovery. In the long run, growth stocks and small-cap stocks are likely to grow favorably again after the trend of policy rate hike by central banks worldwide is subdued. |
| **KFUS**<br>**KFUSINDX** | **Neutral**  | The US market strengthens after the Fed increased the policy rate by another 0.25% at its May meeting and signaled a potential end to hikes for this year. This is a boon for growth stocks which have consistently been under the pressure of high interest rates. However, high volatility remains due to stress among small and medium-sized banks in the US. |
| **Emerging markets** | | |
| **KF-BIC** | **Neutral**  | The BIC markets regains strength gradually after the Fed signaled a potential pause of policy rate hikes for this year, which is tailwind for the emerging markets. The Chinese market improves as investors believe that the regulatory pressure faced by technology and internet stocks are likely to disappear gradually. Meanwhile, investors need to be cautious about the relatively high valuations in the Indian market. |
| **KF-EM** | **Neutral**  | The emerging markets recovers after investors reduced worries about the liquidity problems faced by US and European banks. In addition, the Fed has signaled a potential pause of policy rate hikes for this year following a 0.25% increase during the May meeting, which will benefit the emerging markets. |
| **KF-CHINA** | **Neutral**  | The Hong Kong market recovered after the market anxiety about the banking sector in US and Europe calmed down. Besides, the Hong Kong market gained a tailwind after the economic policy meeting of China as pressure from the Chinese government's control and regulation of internet and technology companies is expected to disappear gradually. |
| **KF-LATAM** | **Neutral**  | The Latin American market edges up as it is expected to gain a tailwind from the commodity prices which rise in line with oil prices after OPEC cuts oil output. The master fund believes that the Latin American market still has an opportunity to enjoy significant expansion. In particular, China's reopening is expected to increase demand for commodities and oil. |

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| **KF-HCHINAD**<br>**KFACHINA** | **OW** | The Chinese market has improved gradually. Investors have a positive view that the Chinese economy is able to recover solidly to reach the target of 5%. Meanwhile, pressures from the Chinese government's control and regulation of internet and technology companies are declining gradually. However, the Chinese market remains volatile and market recovery seems to be slower than expected, attributable partly to the view that the Chinese government may not need to implement massive economic stimulus policies this year. In addition, the real estate sector will continue to exert pressure on economic recovery. |
| **KFCMEGA** | **OW** | Chinese stocks in the consumer sector gained momentum from China's reopening, which will be a boon for funds focusing their investment in companies that benefit from the growing of megatrends in China, such as the growth of the consumer sector (e-commerce and delivery platforms), technologies, clean energy, healthcare spending, and electric vehicles. These megatrends will enjoy significant growth in the long term. |
| **KF-INDIA** | **Neutral** | The Indian market was able to grow favorably after the Fed signaled a potential pause of policy rate hikes this year which resulted in reducing pressure on the central bank of India. However, we have to be cautious about energy prices that may rise faster after OPEC decided to cut oil production and the relatively high valuation in Indian market compared with other markets in Asia. |
| **KFVIET** | **Neutral** | The Vietnamese market remained fluctuating because of pressure from the weakening real estate sector and concerns about the debt servicing capability of the real estate firms. However, the central bank of Vietnam has relaxed the monetary policy to provide liquidity support to the market. |
| **KFHASIA** | **Neutral** | The Asian market excluding Japan tends to rebound after investors reduced their worries about the US banking sector. The Fed has signaled a pause of policy rate hikes for this year which will benefit the Asian markets and help relieve the pressure faced by central banks in Asia. Besides, the Asian market tends to gain momentum form the recovery of Chinese market, particularly the improving consumption sector. |
| **Global investments** | | |
| **KF-GLS** | **Neutral** | The fund had a net long position at 16.5% (as of the end of March 2023) with mostly net long positions in the healthcare sector. |
| **KFGBRAND** | **OW** | The fund invests in high-quality stocks with consistent revenue and profit growth, making it less volatile and declining in value less than the market. Investing in the fund is suitable in a volatile market. |
| **KFGTECH**<br>**KFHTECH** | **Neutral** | Over the past month, the technology sector has been volatile on fluctuating US bond yields. However, the first- quarter operating results of technology stocks has turned out better than expected while the Fed is likely to pause any further hikes in interest-rate. These factors reflects an easing pressure on bond yields and will drive recovery for technology stocks. |
| **KFHEALTH**<br>**KFHHCARE** | **Neutral** | The healthcare sector has improved amid the volatile market condition, reflecting its unique nature of a defensive industry which help lessen volatility in the overall investment portfolio. |
| **KFGPROP** | **Neutral** | The REIT industry has been volatile due to the fluctuation of bond yields as well as concerns about the commercial property market. However, the Fed's potential rate hike pause will help relieve pressure on the REIT industry in the future. |
| **KF-SMCAPD** | **Neutral** | The medium to small stocks declined in the past month due to concerns over the liquidity problem in the commercial banking sector. Nevertheless, the high growth rates of medium to small stocks together with a more accommodative monetary policy stance of central banks across the world due to peak inflation and the |

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| | | liquidity pressure in the banking sector are expected to ease the pressure on the fund's performance in the future despite short-term high market volatility. |
| **KFGDIV** | **Neutral**  | The fund focuses investing in a mixed of high-dividend and high-quality stocks worldwide, including those in the sectors of financials, industrial, healthcare, and consumer staples; resulting in its strong performance amid market volatility caused by interest rate hikes and recession concerns. Besides, the fund yields a higher dividend than the overall index and tends to be less volatile than growth stocks. |
| **KFINFRA** | **Neutral**  | The value of infrastructure stock rose in the past month on recovery of the infrastructure sector and global tourism. For the months to come, the tightening banking sector will exert pressure on global central banks to relax their hawkish stance. In addition, the fund also invests in the alternative energy sector, which is expected to benefit from the clean energy policies of governments worldwide that continue to support the fund's performance. During the time of persistently high inflation, rent adjustments in the infrastructure sector will help mitigate the downside risk of the fund. |
| **KFCLIMA** | **Neutral**  | The fund invests mainly in stocks that benefit from the policy of energy transition from conventional energy, such as fossil fuel and coal, to clean energy. Recently, governments in many countries have adopted policies to promote investment in clean energy, such as import tax reductions and subsidies through tax incentives, etc. In the future, many countries have to invest much more to achieve the Paris Agreement 2050, which will provide an opportunity to generate excess returns for stocks in this sector in the long run. |
| **KFINNO** | **Neutral**  | The fund's NAV moved lower in the past month due to liquidity pressure in the banking sector which causes market anxiety about the possibility of a subsequent economic recession. However, the fund managers believe that the relevant regulators have sufficient tools to control the situation and confine the widespread impacts. Moreover, tensions in the banking sector are likely to put pressure on central banks worldwide to relax their hawkish stance. The high growth of innovation stocks and a much lower valuation will ease the pressure caused by market volatility on the fund's performance in the future. |
| **KFESG** | **Neutral**  | The fund focuses on sustainable investment theme. Even though the market experienced high volatility in the short term, the economic figures in the US and Europe came out stronger than expected, lessening market concerns about the economic recession. In the long term, the fund will benefit from continued growth from investment diversification in industries that address social and environmental issues, such as the solutions to climate change and health problems and the promotion of social roles and equality, etc. |
| **KFGG** | **Neutral**  | The fund invests mainly in worldwide growth stocks that are fundamentally strong and benefit from megatrends. Despite the short-term high market volatility, inflation that is likely to have passed its peak and the liquidity pressure in the banking sector will put pressure on central banks across the world into having a less hawkish stance. In addition, China's economic stimulus, accommodative monetary policies, and reopening can contribute to the upside potential of the stocks under the fund's investment and mitigate the downside risk in the future. |
| **KFGMIL** | **Neutral**  | The fund invests principally in companies that benefit from the millennial generation, which is the world's most powerful consumer segment because of its sizeable demographic base and strong purchasing power. Despite the short-term high market volatility, inflation that is likely to have passed its peak and the liquidity pressure in the banking system will relax the hawkish stance of central banks worldwide. Moreover, the fund tends to enjoy a long-term benefit from the growth of the digital world, such as 5 G, e-commerce, social media, fintech, and online entertainment media, etc., all of which are regarded as the current megatrends. |

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| **KFCYBER** | **Neutral**  | The fund focuses investing in stocks that benefit from the megatrends by concentrating on companies with direct income from cyber security. Despite the short-term high market volatility, inflation that is likely to have passed its peak and the liquidity pressure in the banking system will relax the hawkish stance of central banks worldwide. Additionally, the fund tends to enjoy a long-term benefit from the public and private sectors' enhanced investment in cyber security in order to prevent threats from using the Internet, smart devices, and cloud computing. |
| **Mixed funds** | | |
| **KF-INCOME**<br>**KFCINCOM**<br>**KFMINCOM**<br>**KFAINCOM** | **Neutral**  | The multi-asset income funds with a favorable rate of return on investment and a well-diversified portfolio will help mitigate risks in a volatile market. |
| **KFPREFER** | **Neutral**  | The fund moved within a narrow range last month on concerns over the banking crisis while the fund managers believe that central banks across the world are going to relax their hawkish stance. At present, the fund still benefits from the portfolio's high yield, which will minimize the impact of market volatility. The priority sectors invested by the master fund include power plants, insurance companies, finance and energy, etc. |
| **KFCORE** | **Neutral**  | The Fund applies a multi-asset strategy that invests in equities, fixed income, and other instruments under the ESG framework. Inflation that is likely to have passed its peak and the liquidity pressure in the banking sector will force central banks across the world to relax their tight monetary policy stance. Moreover, ESG investments potentially enjoy long-term sustainable growth due to investment diversification among industries addressing social and environmental issues, such as climate solutions and clean energy, which are supported by governments worldwide, etc. |
| **Commodity funds** | | |
| **KF-GOLD**<br>**KF-HGOLD** | **Neutral**  | Gold prices continued to rise in the past month on concerns over the banking sector that might lead to an economic crisis. However, the fund managers believe that the relevant regulators have sufficient tools to control the situation and confine the widespread impacts. In the short term, gold prices are likely to move in a narrow range amid the persistently high macroeconomic uncertainly. |
| **KF-OIL** | **Neutral**  | Crude oil prices declined over the past month caused by concerns over recession in the US whereas tailwinds from China's reopening tend to exert less positive impacts than expected. Nevertheless, OPEC+ announced oil output cuts which were believed to maintain oil prices at a certain level. As a result, oil prices are expected to move along a narrow range in the near future in light of more limited supply and weakening demand. |

**Fund Details**

| Funds | Risk Levels | Investment Policies |
|---|---|---|
| **Domestic fixed income funds** | | |
| KFSPLUS | 4 | The Fund invests in high quality fixed-income securities of public sector, financial institutions, and private companies generating good returns or bank deposits. It may partially invest in foreign fixed-income instruments and enter into derivatives contracts to hedge against foreign exchange risk. |
| KFSMART | 4 | The Fund focuses investing onshore and/or offshore in debt instruments and/or deposits or deposits equivalent instruments issued, certified, avaled, or repayment guaranteed by the government, state enterprises, financial institutions, and/or private entities, with an investment grade issue or issuer rating. |

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| KFMTFI | 4 | The Fund invests on average at least 50% of its NAV in an accounting period in government-sector debt securities. The remaining is invested in bank deposits or debt instruments of commercial banks, state-owned enterprises or private companies assigned an A- or above medium-term or long-term credit rating or an F2, T2 or above short-term credit rating. |
| KFAFIX | 4 | The Fund focuses investing onshore and/or offshore in debt instruments and/or deposits or deposits equivalent instruments issued, certified, avaled, or repayment-guaranteed by the government, state enterprises, financial institutions, and/or private entities, with an investment grade issue or issuer rating. It may also invest in non-investment grade or non-rated debt instruments. |
| KFENFIX | 4 | The Fund focuses investing onshore and/or offshore in debt instruments and/or deposits or deposits equivalent instruments issued, certified, avaled, or repayment-guaranteed by the government, state enterprises, financial institutions, and/or private entities, with an investment grade issue or issuer rating. It may also invest in non-investment grade or non-rated debt instruments. |
| **Foreign fixed income funds** | | |
| KFTRB | 4 | The Fund invests on average at least 80% of its NAV in an accounting period in PIMCO Total Return Bond Fund (Class E Acc) (the Master Fund). |
| KF-SINCOME<br>KF-CSINCOM | 5 | The Fund invests on average at least 80% of its NAV in an accounting period in PIMCO GIS Income Fund (Class I Acc) (the Master Fund). |
| KFDIVERSE | 5 | The Fund invests on average at least 80% of its NAV in an accounting period in PIMCO GIS Diversified Income Fund (Institutional – Income (USD)) (the Master Fund). |
| KFAHYBON | 6 | The Fund invests on average at least 80% of its NAV in an accounting period in BGF Asian High Yield Bond Fund, Class D2 USD (the Master Fund). |
| **Domestic equity funds** | | |
| KFSDIV<br>KFVALUE | 6 | The Fund invests on average at least 80% of its NAV in an accounting period domestically in shares of listed companies with consistent dividend paying potential. |
| KFSEQ<br>KFSEQ-D | 6 | The Fund invests on average at least 80% of its NAV in an accounting period by focusing on investing in securities issued by companies with high growth potential or strong fundamentals |
| KFDYNAMIC<br>KFDNM-D | 6 | The Fund invests on average at least 80% of its NAV in an accounting period by focusing on investing in fundamentally strong and high growth potential securities. |
| KFGROWTH | 6 | The Fund invests on average at least 80% of its NAV in an accounting period in domestic equity instruments. |
| KFTSTAR | 6 | The Fund invests on average at least 80% of its NAV in an accounting period in equity instruments by focusing on investing in stocks listed on the SET and/or MAI and/or derivatives of which the underlying assets are listed stocks or group of listed companies including IPO stocks pending listing on the stock exchange. |
| **Domestic mixed funds** | | |
| KFHAPPY<br>KFGOOD<br>KFSUPER | 5 | The Fund invests in any or several types of the following securities or assets: 1) Debt instruments, deposits or deposit-equivalent instruments domestically and abroad; 2) listed stocks including IPO stocks and may invest in property units or infra units; 3) investment units of funds under management of the Management Company in the proportion of not exceeding 100% of the fund's NAV in compliance with the rules and conditions of the SEC Office; 4) The fund may invest in non-investment grade securities or unrated bonds in an aggregate proportion of not exceeding 20% of its NAV and may invest in unlisted securities and structured notes in compliance with the criteria of the SEC Office. |
| KFYENJAI | 5 | The Fund invests in any or several types of the following securities or assets:<br>1) Debt instruments, deposits or deposit-equivalent instruments domestically and abroad including investment units of fixed income funds;<br>2) listed stocks, including IPO stocks, on average not exceeding 15% of its NAV in an accounting period;<br>3) investment units of REITs and/or property funds, on average not exceeding 15% of its NAV in an accounting period;<br>4) The fund may invest in investment units of funds under management of the Management Company in the proportion of on average not exceeding 79% of its NAV in an accounting period. |
| KF1MILD<br>KF1MEAN<br>KF1MAX | 5 | The Fund invests on average at least 80% of its NAV in an accounting period in the investment units of at least 2 mutual funds and/or domestic and/or foreign ETFs which have the policy to invest in any or several types of assets. However, investment in any single fund shall not exceed an average of 79% of NAV during the accounting year. The proportion of investment is at the discretion of the fund manager. |
| **Foreign investment funds** | | |
| **Developed market equity funds** | | |

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| KFUS | 6 | The Fund invests on average at least 80% of its NAV in an accounting period in Baillie Gifford World Wide US Equity Growth Fund (Class B Acc) (the Master Fund). |
| KFUSINDX | 6 | The Fund invests on average at least 80% of its NAV in an accounting period in iShares Core S&P 500 ETF (the Master Fund). |
| KF-EUROPE<br>KFHEUROP | 6 | The Fund invests on average at least 80% of its NAV in an accounting period in Allianz Europe Equity Growth Fund (Class AT) (the Master Fund). |
| KFJPINDX | 6 | The Fund invests on average at least 80% of its NAV in an accounting period in NEXT FUNDS Nikkei225 Exchange Traded Fund (the Master Fund). |
| KF-HJAPAND | 6 | The Fund invests on average at least 80% of its NAV in an accounting period in JPMorgan Japan (Yen) |
| KFJPSCAP<br>KF-JPSCAPD | 6 | The Fund invests on average at least 80% of its NAV in an accounting period in MUFG Japan Equity Small Cap Fund (Class I) (the Master Fund). |
| **Emerging market equity funds** | | |
| KF-EM | 6 | The Fund invests on average at least 80% of its NAV in an accounting period in Morgan Stanley Investment Funds Emerging Leaders Equity Fund – Z Shares (the Master Fund). |
| KF-BIC | 6 | The Fund invests on average at least 80% of its NAV in an accounting period in Schroder ISF BIC Fund (Class A Acc) (the Master Fund). |
| KF-CHINA | 6 | The Fund invests on average at least 80% of its NAV in an accounting period in Hang Seng China Enterprises Index ETF (the Master Fund). |
| KF-LATAM | 6 | The Fund invests on average at least 80% of its NAV in an accounting period Templeton Latin America Fund (Class A Acc) (the Master Fund). |
| KF-HCHINAD | 6 | The Fund invests on average at least 80% of its NAV in an accounting period in FSSA Greater China Growth Fund (Class I) (the Master Fund). |
| KFACHINA | 6 | The Fund invests on average at least 80% of its NAV in an accounting period in UBS (Lux) Investment SICAV - China A Opportunity Fund (Class P-Acc) (the Master Fund). |
| KFCMEGA | 6 | The Fund invests in the investment units of foreign equity funds and/or exchange traded funds (ETFs) which have the investment policy of investing in the securities of listed companies in China and/or companies having established a major presence or deriving a majority of their revenues from business operations in China. The Fund will invest on average no less than 80% of its NAV in an accounting year in at least 2 funds. |
| KF-INDIA | 6 | The Fund invests on average at least 80% of its NAV in an accounting period in FSSA Indian Subcontinent Fund (Class III USD) (the Master Fund). |
| KFVIET | 6 | The fund invests on average no less than 80% of its NAV in an accounting period in the investment units of foreign equity funds and/or exchange traded funds (ETFs) whose investment policy focuses on investing in listed securities in Vietnam and/or companies having established a major presence or benefited from business operations in Vietnam. |
| KFHASIA | 6 | The Fund invests on average at least 80% of its NAV in an accounting period in Baillie Gifford Pacific Fund (Class B Acc) (the Master Fund). |
| **Global equity funds** | | |
| KF-GLS | 6 | The Fund invests on average at least 80% of its NAV in an accounting period in UBS (Irl) Investor Selection – Equity Opportunity Long Short Fund (Class I (acc)) (the Master Fund). |
| KFGBRAND | 6 | The Fund invests on average at least 80% of its NAV in an accounting period in Morgan Stanley Investment Funds - Global Brands Fund (Class Z) (the Master Fund). |
| KFGTECH | 7 | The Fund invests on average at least 80% of its NAV in an accounting period in T. Rowe Price Funds SICAV – Global Technology Equity Fund (Class Q) (the Master Fund). |
| KFHTECH | 7 | The Fund invests on average at least 80% of its NAV in an accounting period in BGF World Technology Fund (Class D2 USD) (the Master Fund). |
| KFGPROP | 7 | The Fund invests on average at least 80% of its NAV in an accounting period in Janus Henderson - Global Real Estate Equity Income Fund (Class I1q USD) (the Master Fund). |
| KFHEALTH<br>KFHHCARE | 7 | The Fund invests on average at least 80% of its NAV in an accounting period in JPMorgan Funds - Global Healthcare Fund (Class: JPM Global Healthcare C (acc) - USD) (the Master Fund). |
| KF-SMCAPD | 6 | The Fund invests on average at least 80% of its NAV in an accounting period in Schroder International Selection Fund - Global Smaller Companies (Class A Acc) (the Master Fund). |

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| KFGDIV | 6 | The Fund invests on average at least 80% of its NAV in an accounting period in Fidelity Funds - Global Dividend Fund Y-QINCOME (G)-USD (the Master Fund). |
| KFINFRA | 6 | The Fund invests on average at least 80% of its NAV in an accounting period in Credit Suisse (Lux) Infrastructure Equity Fund, Class IB USD (the Master Fund). |
| KFCLIMA | 6 | The Fund invests on average at least 80% of its NAV in an accounting period in DWS Invest ESG Climate Tech, Class USD TFC (the Master Fund). |
| KFINNO | 6 | The Fund invests on average at least 80% of its NAV in an accounting period in Nikko AM ARK Disruptive Innovation Fund, Class A (USD) (the Master Fund). |
| KFESG | 6 | The Fund invests on average at least 80% of its NAV in an accounting period in AB Sustainable Global Thematic Portfolio, Class S1 USD (the Master Fund). |
| KFGG | 6 | The Fund invests on average at least 80% of its NAV in an accounting period in Baillie Gifford Worldwide Long Term Global Growth Fund, Class B USD Acc (the Master Fund). |
| KFGMIL | 6 | The Fund invests on average at least 80% of its NAV in an accounting period in Goldman Sachs Global Millennials Equity Portfolio, Class I Shares (Acc) (the Master Fund). |
| KFCYBER | 6 | The Fund invests on average at least 80% of its NAV in an accounting period in Allianz Global Investors Fund - Allianz Cyber Security, Class RT (USD) (the Master Fund). |
| **Multi-asset funds** | | |
| KF-INCOME<br>KFCINCOM | 5 | The Fund invests on average at least 80% of its NAV in an accounting period in JPMorgan Investment Funds - Global Income Fund (the Master Fund). (KF-INCOME invests in share class A (mth) – USD Hedged while KF-CINCOME invests in share class A (acc) – USD Hedged). |
| KFMINCOM | 5 | The Fund invests on average at least 80% of its NAV in an accounting period in Fidelity Funds- Global Multi Asset Income Fund (Class A-MINC (G)) (the Master Fund). |
| KFAINCOM | 5 | The Fund invests on average at least 80% of its NAV in an accounting period in Schroder Asian Income Fund (Class SGD X Dis) (the Master Fund). |
| KFPREFER | 5 | The Fund invests on average at least 80% of its NAV in an accounting period in Manulife Global Fund - Preferred Securities Income Fund (Class AA (USD)) (the Master Fund). |
| KFCORE | 5 | The Fund invests on average at least 80% of its NAV in an accounting period in BGF ESG Multi-Asset Fund (Class I2 Hedged (USD)) (the Master Fund). |
| **Commodity funds** | | |
| KF-GOLD<br>KF-HGOLD | 8 | The Fund invests on average at least 80% of its NAV in an accounting period in SPDR Gold Trust (the Master Fund). |
| KF-OIL | 8 | The Fund invests on average at least 80% of its NAV in an accounting period in Invesco DB Oil Fund (the Master Fund) |

**Remarks:**

(1) KFUS, KF-EUROPE, KF-EM, KF-BIC, KF-CHINA, KF-LATAM, KF-INDIA, KF-GLS, KFGBRAND, KFGTECH, KFGPROP, KFCLIMA, KF-SMCAPD, KFHEALTH, KF-INCOME, KFCINCOM, KFJPSCAP, KF-JPSCAPD, KFVIET, KFACHINA, KFCMEGA, KF-OIL, KFCORE, KF1MILD, KF1MEAN, KF1MAX are hedged against foreign exchange risk at fund managers' discretion.

(2) KFSPLUS, KFSMART, KFMTFI, KFAFIX, KFENFIX, KFHAPPY, KFGOOD, KFSUPER, KFYENJAI, KFTRB, KF-SINCOME, KF-CSINCOM, KFDIVERSE, KFAHYBON, KFMINCOM, KFAINCOM, KFPREFER, KF-HJAPAND, KF-HCHINAD, KFHEUROP, KFHTECH, KFHASIA, KFHHCARE, KFGDIV, KFINFRA, KFINNO, KFESG, KFGG, KFGMIL, KFCYBER, KF-HGOLD, KFUSINDX, KFJPINDX are fully hedged against foreign exchange risk (no less than 90% of the foreign investment amount).

(3) At present, KF-GOLD does not use any hedging instrument for foreign exchange risk management.

**Disclaimer: Investors should study fund features, conditions of return and risk before deciding to invest. Past performance of the mutual funds is not indicative of future performance. ◉ KFGTECH, KFHTECH, KFGPROP, KFHEALTH and KFHHCARE have concentrated investments in specific industries and accordingly investors are subject to the risk of losing a substantial amount of investment. Investors therefore should seek additional advice before investing. ◉ KF-GOLD, KF-HGOLD and KF-OIL are high-risk funds. Investors therefore should seek additional advice before investing. ◉ KFAHYBON is a high-risk or complicated fund.**

**Investors therefore should seek additional advice before investing.** ⦿ The funds with a policy to hedge against foreign exchange risk at the discretion of the fund manager are exposed to currency risk which may cause investors to lose or gain money from foreign exchange fluctuation or receive redemption proceeds less than the initial amount of investment. ⦿ The funds with a policy to fully hedge against foreign exchange risk may incur costs of such hedging transactions, reducing the total investment returns of the fund due to additional costs. ⦿ The funds with no policy to hedge against foreign exchange risk are subject to high foreign exchange risk, which may cause investors to lose or gain money from foreign exchange fluctuation or receive redemption proceeds less than the initial amount of investment. ⦿ The funds may invest in non-investment grade or unrated bonds and, as a result, investors may involve higher risk of default. ⦿ This document is prepared for the purpose of general dissemination of information and is based on the information compiled from various reliable 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 any prior notice. ⦿ To inquire further information or request a prospectus, please contact Krungsri Asset Management Company Limited at Tel. 0 2657 5757 or Bank of Ayudhya PCL / Selling or redemption supports.