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SEC Registration Number

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7 F B P I B U E N D I A C E N T E R

S E N G I L J P U Y A T A V E N U E

M A K A T I C I T Y 1 2 0 9

(Business Address: No., Street, City / Town/ Province)

Analyn N. Sta. Maria

Contact Person

(632) 8580-4956

Company Telephone Number

1 2

Month

3 1

Day

Fiscal Year

Definitive 20-IS

FORM TYPE

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Month

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Day

Annual Meeting

N / A

Secondary License Type, If Applicable

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Amended Articles/ Section

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Total No. of Stockholders

Total Amount of Borrowings

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Domestic

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Foreign

To be accomplished by SEC Personnel Concerned

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**SECURITIES AND EXCHANGE COMMISSION
SEC FORM 20-IS
INFORMATION STATEMENT PURSUANT TO SECTION 20
OF THE SECURITIES REGULATION CODE**

1. Check the appropriate box:
 Preliminary Information Statement
 Definitive Information Statement
2. Name of Registrant as specified in its charter **ALFM Dollar Bond Fund Inc. ("Fund")**
3. **Philippines**
Province, country or other jurisdiction of incorporation or organization
4. SEC Identification Number **AS093-008439**
5. BIR Tax Identification Number **003-977-203-000**
6. **7/F BPI Buendia Center, Sen. Gil Puyat Ave., Makati City, Metro Manila, Philippines** **1209**
Address of principal office Postal Code
7. Registrant's telephone number, including area code **(632) 8580-0900**
8. Date, time and place of the meeting of security holders
June 30, 2026 3:00 p.m. via Zoom
9. Approximate date on which the Information Statement is first to be sent or given to security holders
June 08, 2026
10. Proxy Solicitation

Name of Person filing the Statement/Solicitor:
ALFM Dollar Bond Fund, Inc., represented by Mr. Jose Teodoro K. Limcaoco

Address and Telephone No.:
7/F BPI Buendia Center, Sen. Gil Puyat Ave., Makati City, Metro Manila, Philippines 1209
+(632) 8580-0900
11. Securities registered pursuant to Sections 8 and 12 of the Code or Sections 4 and 8 of the RSA (information on number of shares and amount of debt is applicable only to corporate registrants):
- | Title of Each Class | Number of Shares of Common Stock
Outstanding or Amount of Debt Outstanding
(As of 30 April 2026) |
|-----------------------------|--|
| <u>Common Shares</u> | 357,236 |
12. Are any or all of registrant's securities listed in a Stock Exchange?
Yes _____ No **X**
- If yes, disclose the name of such Stock Exchange and the class of securities listed therein:

The Fund is not listed with Philippine Stock Exchange

NOTICE OF ANNUAL MEETING OF STOCKHOLDERS

Please be informed that the Annual Meeting of the Stockholders of ALFM DOLLAR BOND FUND, INC. (the "Company" or the "Fund") will be conducted virtually via **Zoom** on **June 30, 2026 at 3:00 p.m.** via **<https://bit.ly/ALFMASM2026>**.

The holding of the virtual meeting was duly approved by the Company's Board of Directors during its meeting held on April 14, 2026.

The agenda for the Annual Stockholders' Meeting shall be as follows:

1. Call to Order
2. Certification of Notice
3. Determination and Declaration of Quorum
4. Reading and approval of the minutes of the Annual Stockholders' Meeting held on June 20, 2025
5. Approval of the 2025 Annual Report and Audited Financial Statements
6. Report on the Funds' Operational Highlights
7. Approval and Confirmation of all acts during the past year of the Board of Directors and Officers, the Fund Manager, and the Service Administrator
8. Election of Directors
9. Confirmation of BPI Asset Management and Trust Corporation, doing business under the trade name and style of BPI Wealth – A Trust Corporation ("BPI Wealth") as Fund Manager, Investment Advisor, Service Administrator, Principal Distributor and Transfer Agent
10. Re-appointment of Isla Lipana and Co. as External Auditor
11. Amendments of the Articles of Incorporation
12. Amendments of By-Laws
13. Other Matters
14. Questions
15. Adjournment

The Board of Directors has fixed the 30 April 2026 (the "Record Date") as the record date for the determination of stockholders entitled to notice of and to vote at the Annual Meeting of the Stockholders. Only holders of shares of common stock as at the Record Date will be entitled to vote at the Annual Meeting of the Stockholders.

Stockholders may attend the meeting only by remote communication via Zoom Webinar format. Stockholders who intend to participate in the meeting through remote communication should notify the Company by sending an e-mail to alfm_asm@bpi.com.ph or registering via the provided Zoom link above on or before 25 June 2026. The procedures for joining the meeting through remote communication will be sent via e-mail to stockholders who would send an e-mail notification to the Company or register via the said link. Such procedures will also be set forth in the Information Statement.

Stockholders as of Record Date who wish to exercise their right to vote on the matters in the above agenda have the option of casting their votes through any of the following modes, subject to validation:

1. Electronic voting *in absentia*; or
2. By appointing Mr. Jose Teodoro K. Limcaoco or in case of his non-attendance, the Chairman of the meeting chosen in accordance with the Company's By-Laws, as their proxy.

To exercise either of the voting modes above, stockholders should accomplish the form accessible at **[https:// bit.ly/2026ALFM-ASM-DBF](https://bit.ly/2026ALFM-ASM-DBF)** and submit the same not later than 5:00PM on 19 June 2026.


Stockholders who wish to be represented at the meeting and exercise their right to vote through a proxy may also manually accomplish the Proxy Form enclosed herein and submit the same to the Office of the Company's Corporate Secretary not later than 5:00PM on 19 June 2026 via mail or e-mail:

Via Mail : 7/F, BPI Buendia Center, Sen. Gil J. Puyat Ave., Makati City
Via Email : alfm_asm@bpi.com.ph

If any stockholder casts vote electronically *in absentia* and also submitted a proxy form, either electronically or manually, the latest vote/s received by the Office of the Corporate Secretary shall be considered.

Other pertinent information regarding procedures for participation in the meeting through remote communication, electronic voting *in absentia* or through proxy, and the validation thereof are set forth in the Information Statement. Submitted proxies shall be validated on 25 June 2026.

Very truly yours,

Signed by:

786E5696F7D84E4
ATTY. SABINO B. PADILLA IV
Corporate Secretary

PART I.

INFORMATION REQUIRED IN INFORMATION STATEMENT

A. GENERAL INFORMATION**1. Date, time and place of meeting of security holders**

Date: **30 June 2026**
 Time: **3:00 PM**
 Place: **Virtual meeting via Zoom at <https://bit.ly/ALFMASM2026>**

Registrant's Mailing Address: **7/F, BPI Buendia Center, Sen. Gil J. Puyat Ave., Makati City, Metro Manila, Philippines 1209**

The date on which the Information Statement is first to be sent or given to stockholders is **08 June 2026**.

2. Dissenters' Right of Appraisal

As provided by Title X of the Revised Corporation Code of the Philippines (Republic Act No. 11232) ("Revised Corporation Code"), any stockholder of a corporation shall have the right to dissent and demand payment of the fair value of his or her shares in the following instances:

- 2.1 In case an amendment to the Articles of Incorporation has the effect of changing or restricting the rights of any stockholders or class of shares, or of authorizing preferences in any respect superior to those of outstanding shares of any class, or of extending or shortening the term of corporate existence;
- 2.2 In case of sale, lease, exchange, transfer, mortgage, pledge or other disposition of all or substantially all of the corporate property and assets as provided in the Revised Corporation Code;
- 2.3 In case of merger or consolidation; and
- 2.4 In case of investment of corporate funds for any purpose other than the primary purpose of the corporation.

In order for the stockholder to exercise the right, he or she must vote against any of the enumerated instances which the corporation will pursue. The procedures in the exercise of the right are the following:

- 2.5 Written demand on the corporation within thirty (30) days after the date that the vote was taken.
- 2.6 Submission of the shares of the dissenting stockholder to the corporation for notation within ten (10) days from the written demand. The corporation has to pay the stockholder with the fair value of the shares within thirty (30) days after demanding payment for his or her shares.
- 2.7 Failure to make the demand within thirty (30) days after the date on which the vote was taken shall be deemed a waiver of the appraisal right.

There will be no matters that will be taken up at the meeting which may warrant the exercise of this right.

3. Interest of Certain Persons in or Opposition to Matters to be Acted Upon

There is no person who has been a director or officer of ALFM Dollar Bond Fund, Inc. ("Fund" or "Company") at any time since the beginning of the last calendar year, or who is a nominee for election as director, who has a substantial interest in any matter to be acted upon at the Annual Stockholders' Meeting. No member of the Board of Directors (the "Board") has expressed intention to oppose any action to be taken by the Fund at the Annual Stockholders' Meeting.

B. CONTROL AND COMPENSATION INFORMATION**4. Voting Securities and Principal Holders Thereof**

(a) The total number of outstanding shares as of April 30, 2026 is 357,236, all of which are common and voting. Each share shall be entitled to one vote with respect to all matters to be taken up during the Annual Stockholders' Meeting.

A stockholder entitled to vote at the Annual Stockholders' Meeting may vote, via electronic voting *in absentia* or by proxy, the number of shares registered in his or her name in the stock and transfer book of the Fund as of the Record Date. With respect to the election of directors, said stockholder may vote such number of shares and give one candidate as many votes as the number of directors to be elected multiplied by the number of his or her shares shall equal, or s/he may distribute them on the same principle among as many candidates as s/he shall

see fit, provided, that the total number of votes cast by him or her shall not exceed the number of shares owned by him or her multiplied by the whole number of directors to be elected.

(b) All stockholders of record as of April 30, 2026 are entitled to receive this Information Statement, and to receive notice of, and vote during the Annual Stockholders' Meeting. Stockholders are entitled to cumulative voting in the election of the members of the Board of Directors, as provided in the Revised Corporation Code. More specifically, each stockholder shall be entitled to elect five (5) members to the Board of the Fund, and s/he may vote the number of shares standing in his or her name in the books of the Fund for each of the five persons whom s/he may choose from the list of nominees. Alternatively, s/he may cumulate said shares and give one candidate as many votes as the number of his or her shares multiplied by five shall equal, or s/he may distribute these votes on the same principle among as many candidates as s/he shall see fit, provided that the total number of votes cast by him or her shall not exceed the number of shares owned by him or her multiplied by 5.

Security Ownership of Certain Record and Beneficial Owners

On June 5, 2014, the SEC en banc approved the confidential treatment of the Fund's list of top 20 shareholders and/or beneficial owners of more than five percent (5%) of the Fund's outstanding securities, which is submitted separately to SEC. This is for the security of the shareholders and for the protection of their privacy.

(c)(i) **Security Ownership of Management as of 30 April 2026**

Title of Class	Name of Beneficial Owner	Amount and Nature of Beneficial Ownership	Citizenship	Percent of Class
Common	Jose Teodoro K. Limcaoco	1 (beneficial)	Filipino	0.00%
Common	Adelbert A. Legasto	34 (record, beneficial)	Filipino	0.01%
Common	Simon R. Paterno	1 (beneficial)	Filipino	0.00%
Common	David G. Sarmiento Jr.	1 (beneficial)	Filipino	0.00%
Common	Raymund Martin T. Miranda	1 (beneficial)	Filipino	0.00%
Common	Fernando Jose E. Sison III	572 (record)	Filipino	0.16%
Common	Atty. Sabino Padilla IV	0	Filipino	0.00%
Common	Hany Mae V. Dureza	0	Filipino	0.00%
TOTAL		610		0.17%

(c)(iii) Voting Trust Holders of 5% or more

As of 30 April 2026, there is no voting trust or similar arrangement for 5% or more of ALFM Dollar Bond Fund Inc. shares. There are no arrangements which may result in a change of control in ALFM Dollar Bond Fund, Inc.

(d) Change of Control

There was no change in control in the Fund that occurred since the beginning of the last calendar year.

5. Directors and Executive Officers

(a) The following are the current directors and officers of ALFM Dollar Bond Fund, Inc.:

Name	Age	Citizenship	Position	Term
Jose Teodoro K. Limcaoco	64	Filipino	Chairman / Director	1 year (2025-2026)
Simon R. Paterno	67	Filipino	President / Director	1 year (2025-2026)
Adelbert A. Legasto	78	Filipino	Director	1 year (2025-2026)
David G. Sarmiento Jr.	73	Filipino	Independent Director	1 year (2025-2026)
Raymund Martin T. Miranda	63	Filipino	Independent Director	1 year (2025-2026)
Fernando Jose E. Sison III	74	Filipino	Treasurer	1 year (2025-2026)
Atty. Sabino Padilla IV	65	Filipino	Corporate Secretary	1 year (2025-2026)
Hany Mae V. Dureza	36	Filipino	Compliance Officer / Data Protection Officer / AML Officer	1 year (2025-2026)

(b) Below are the nominees for directors for the 2026–2027 election. Also included are the background information on the proposed officer:

Name	Age	Citizenship	Position
Jose Teodoro K. Limcaoco	64	Filipino	Chairman and Director
Simon R. Paterno	67	Filipino	Director and President
Adelbert A. Legasto	78	Filipino	Director
Raymund Martin T. Miranda	63	Filipino	Independent Director
David G. Sarmiento Jr.	73	Filipino	Independent Director

BOARD OF DIRECTORS	AGE	CREDENTIALS
Jose Teodoro K. Limcaoco (Incumbent Chairman of the Board)	64	Mr. Jose Teodoro K. Limcaoco, Filipino, born in 1962, 64 years old. He was elected as Chairman of the Fund's Board beginning September 25, 2023. He is also currently the Chairman of the Board of Directors and Executive Committee of BPI Wealth – A Trust Corporation, since April 2021. Mr. Limcaoco is the current President and Chief Executive Officer of the Bank of the Philippine Islands (BPI). He also serves as chairman of BPI Capital Corporation, BPI/MS Insurance Corporation, Philippine Payments Management, Inc., and BPI Europe PLC; president and vice chairman of The Bank of the Philippine Islands Foundation, Inc., vice chairman of BPI Century Tokyo Lease & Finance Corporation and BPI Century Tokyo Rental Corporation, and director of BPI AIA Life Assurance Corporation. Previously, he served as president of BPI Family Savings Bank from 2010-2015 and president of BPI Capital Corporation from 2007-2010. He was also director/treasurer of Ayala Life Assurance, Inc. in 2009, director/chairman of Ayala Plans, Inc. in 2010-2015, and director of Globe Fintech Innovations, Inc. in 2017-2022 and AC Energy International Inc. in 2019-2022. He also worked at BPI from 1989 to 1992 and at BPI Capital from 1995 to 1997. From 2015 to 2021, he was a Senior Managing Director and the Chief Finance Officer, Chief Risk Officer, Chief Sustainability Officer and Finance Group Head of Ayala Corporation. He served as a director of publicly listed companies, namely: Globe Telecom, Inc., Integrated Micro-Electronics, Inc. and as a director of SSI Group, Inc. He also served as a director of a number of Ayala group companies including those involved in healthcare, infrastructure, education, energy, and industrial technologies. Mr. Limcaoco joined Ayala Corporation as a managing director in 1998. His responsibilities prior to his secondment to BPI in 2007 included assistant treasurer of Ayala Corporation, trustee and treasurer of Ayala Foundation, Inc., president of myAyala.com, and director/treasurer of Azalea Technology Investments, Inc. from 2001-2006. He served as the president of the Chamber of Thrift Banks from 2013-2015. He was named as the ING-Finex CFO of the Year in 2018. He has held prior positions with JP Morgan & Co. and with BZW Asia. He is a director and treasurer of Just For Kids, Inc., a family-owned company. He graduated from Stanford University with a BS Mathematical Sciences (Honors Program) in 1984 and from the Wharton School of the University of Pennsylvania with an MBA (Finance and Investment Management) in 1988.
Simon R. Paterno (Incumbent Director and President)	67	Mr. Simon R. Paterno, Filipino, born in 1959, 67 years old, served as Head of the Financial Products and Services Group of the Bank of the Philippine Islands. He was responsible for managing the product businesses of the Bank, including Investment Banking, Corporate Loans, Transaction Banking, Retail Lending, Cards and Payments, Asset Management and Trust, Electronic Channels, and Deposits. He also supervised subsidiaries and affiliates in insurance, leasing, and merchant acquiring. He was a member of the Management Committee of BPI. Mr. Paterno is the former President and CEO of the Development Bank of the Philippines, serving from 2002-2004. He worked for 18 years at the New York, Hong Kong, and Manila offices of J.P. Morgan, serving finally as Managing Director in charge of sovereign clients during the Asian Financial Crisis of 1997-98, and as Country

		<p>Manager for the Philippines until 2002. He also worked for 8 years at Credit Suisse as Managing Director and Country Manager for the Philippines. Mr. Paterno obtained his MBA from Stanford University in 1984. He was awarded his A.B., cum laude, Honors Program in Economics from Ateneo de Manila University in 1980. In 2005, he was elected President of the Management Association of the Philippines. He serves on the boards of the Foundation for Economic Freedom and Ateneo Scholarship Foundation. He was named a TOYM awardee for Investment Banking in 1999. He has been a Director of ALFM Funds since 2007.</p>
<p>Raymund Martin T. Miranda (Incumbent Independent Director)</p>	63	<p>Mr. Raymund Martin T. Miranda, Filipino, born in 1962, 63 years old and has been an Asia-Pacific media executive and strategist for more than 37 years. He is currently a management consultant for ABS-CBN Corporation. He served as the Chief Strategy Officer, Chief Risk Management Officer and Compliance Officer of ABS-CBN Corporation, from 2012 to 2022. Before his appointment with ABS-CBN, Mr. Miranda formed a consulting firm and served as co-founder of the Dolphin Fire Group Asia. Previously, he was the Managing Director, Global Networks Asia-Pacific of NBCUniversal from 2007 to 2011, based in Singapore, heading the entertainment channels division of NBCUniversal across 33 countries. Before that, Mr. Miranda spent a year in Manila as the President/CEO of Nation Broadcasting Corporation (92.3x FM) and Head of Strategy and Content for Mediaquest Holdings, Inc. From 1998 to 2006, he was with The Walt Disney Company in Singapore and Manila as Managing Director South East Asia for Walt Disney International, Managing Director for South East Asia/Korea for Walt Disney Television International, and the Head of Radio Disney Asia. He started his career in FM radio before joining the GMA Network group in 1987. He was named Vice-President, Creative Services of GMA Network, Inc. in 1992. He currently sits as Independent Director of BPI Wealth and BPI Wealth Builder Multi-Asset Mutual Fund, Inc. Mr. Miranda attended college at the University of the Philippines, Diliman, and is a grade school and high school alumni of the Ateneo de Manila. He started as a Director for ALFM Funds since June 2021.</p>
<p>Adelbert A. Legasto (Incumbent Director)</p>	78	<p>Mr. Adelbert A. Legasto, Filipino, born in 1947, 78 years old, is a director of ALFM Peso Bond Fund, Inc., ALFM Dollar Bond Fund, Inc., ALFM Euro Bond Fund, Inc., ALFM Money Market Fund, Inc., ALFM Growth Fund, Inc., the Philippine Stock Index Fund, Corp., ALFM Global Multi-Asset Income Fund, Inc., ALFM Real Estate Income Fund, Inc., ALFM Retail Corporate Fixed Income Fund, Inc., ALFM Principal Preservation Fund, Inc., He is currently a Board member of BPI Investments, Inc. and BPI Capital Corp. He has served as Governor of the Philippine Stock Exchange 1994-96, Governor of the Makati Stock Exchange 1994-97, was an incorporator of the Philippine Central Depository (PCD) and served as President of the Trust Officers Association of the Philippines in 1998-99. He graduated from the Ateneo de Manila University with an A.B. Economics degree and completed his M.B.A. academics at the Ateneo Graduate School of Business. He completed the Pension Funds and Money Management from the Wharton School of the University of Pennsylvania, and Investment Management at the CFA Institute at the Harvard Business School in Boston, Massachusetts.</p>
<p>David G. Sarmiento Jr. (Incumbent Independent Director)</p>	73	<p>Mr. David G. Sarmiento Jr., Filipino, born in 1953, 73 years old and has extensive experience in consumer banking, especially in the areas of marketing, sales, and credit. He served as President of Luzon Development Bank (2016 – 2019), SB Cards Corporation (2013 – 2015) and was Senior Vice-President of BPI Family Savings Bank until 2013. He is currently an Independent Director of BPI Investments Inc., BPI Securities Corp., BPI Tokyo Century Rental Corp., BPI/MS Insurance Corp. and BPI Century Tokyo Lease & Finance Corp. Mr. Sarmiento holds a degree in Business Management from the Ateneo de Manila University. He has been a director of ALFM Funds since April 2024 up to present.</p>

The Nomination Committee is in charge of reviewing and evaluating the qualifications of all persons nominated to the Board as well as those nominated to other positions requiring appointment by the Board. The

Nomination Committee shall also provide assessment on the Board's effectiveness in directing the process of renewing and replacing Board members.

The Head of the Nomination Committee is Mr. Jose Teodoro K. Limcaoco, with Mr. Simon R. Paterno and Mr. Raymund Martin T. Miranda as members. Mr. Jose Teodoro K. Limcaoco, as Director, nominated Mr. Miranda & Mr. Sarmiento as Independent Directors.

There is no person who is not an officer and is expected by the Fund to make significant contribution to it.

The Nomination Committee pre-screened candidates and came up with a shortlist of nominees to be presented to the shareholders. Candidates must have the following qualifications to become a member of the Board:

- Holds at least 1 share of stock of the Fund;
- At least twenty-five (25) years old;
- At least a college graduate or its equivalent or adequate competence and understanding of the fundamentals of doing business or membership in good standing in relevant industry, and membership in business or professional organizations or sufficient experience and competence in managing a business to substitute for such formal education;
- Possesses integrity, probity and shall be diligent and assiduous in the performance of his functions;
- Has adequate physical health and mental stamina to withstand the rigors of his responsibilities;
- Has no potential conflict of time and attention due to competing Officerships, Directorships, or memberships in other companies/Funds;
- Has attended or will attend an accredited corporate governance seminar, as required by the SEC;
- Possesses no disqualifications as provided for in the RCC, Bangko Sentral ng Pilipinas ("BSP") Circulars, and SEC rules and regulations;
- Has practical understanding of the business of the Fund;
- A member in good standing in relevant industry, business, or professional organizations;
- Has previous business experience; and
- A Filipino Citizen

The Nomination Committee selected the independent directors in accordance with Rule 38 of the Securities Regulation Code ("SRC") and the SEC Memorandum Circular No. 24, Series of 2019 Code of Corporate Governance for Public Companies and Registered Issuers.

- Shall possess integrity/probity;
- Shall be assiduous; and
- is not, and has not been in the two (2) years immediately preceding the election, a director of the covered company; a director, officer, employee of the covered company's subsidiaries, associates, affiliates or related companies; or a director, officer, employee of the covered company's substantial shareholders and its related companies;

(c) Family Relationships

The incumbent directors, officers, and nominees for director are not related to each other up to the fourth civil degree either by consanguinity or affinity.

(d) Involvement in Certain Legal Proceedings

There are no material legal proceedings, bankruptcy petition, conviction by final judgment, order, judgment, or decree, or a violation of securities or commodities law for the past five years to which the Fund or any of its directors or officers is a party or of which any of its material properties is subject, in any court or administrative agency.

(e) Certain Relationships and Related Party Transactions

In the ordinary course of business, the Fund enters into transactions with related parties. These transactions are conducted on an arm's length basis and under terms comparable to those offered to non-related parties.

BPI Wealth and BPI Investment Inc. are wholly owned subsidiaries of the Bank of the Philippine Islands (BPI). BPI Wealth serves as the Fund Manager, Principal Distributor, and Transfer Agent of the Fund, effective April 1, 2023, March 2025 and, January 16, 2026, respectively. BPI is one of the accredited Fund's sub-distributors.

The Fund also maintains deposit investments with BPI.

In consideration of the services rendered, the Fund pays to BPI Wealth and BPI fees in accordance with the terms of the relevant agreements.

The table below summarizes the Fund's transactions and balances with its related parties:

	Transactions (Charges to profit or loss)	Outstanding balance	Terms and conditions
BPI Wealth			
Management and Distribution fees			
December 31, 2025	2,416,784	175,749	The outstanding balance is unsecured, unguaranteed, non-interest bearing and payable in cash at gross amount a month after the management and distribution fees are incurred. The amounts have been paid in the subsequent month after the reporting date.
December 31, 2024	2,525,534	171,488	
December 31, 2023	2,033,474	188,481	
BII			
Management and Distribution fees			
December 31, 2025	51,534	-	The outstanding balance is unsecured, unguaranteed, non-interest bearing and payable in cash at gross amount a month after the management and distribution fees are incurred. The amounts have been paid in the subsequent month after the reporting date.
December 31, 2024	226,911	15,679	
December 31, 2023	942,955	16,985	
BPI Capital			
Distribution fees			
December 31, 2025	83	-	The outstanding balance is unsecured, unguaranteed, non-interest bearing and payable in cash at gross amount a month after the management and distribution fees are incurred. The amounts have been paid in the subsequent month after the reporting date.
December 31, 2024	142	12	
December 31, 2023	-	-	
BPI			
Distribution fees			
December 31, 2025	4,531	-	The outstanding balance is unsecured, unguaranteed, non-interest bearing and payable in cash at gross amount a month after the management and distribution fees are incurred. The amounts have been paid in the subsequent month after the reporting date.
December 31, 2024	9,956	-	
December 31, 2023	-	-	

(f) Resignation of Directors

No director has resigned from, or declined to stand for election or re-election to the Board since the date of the last annual meeting of stockholders due to any disagreement with the Bank relative to its operations, policies and practices.

6. Compensation of Directors and Executive Officers

There is no existing Compensation Committee. The Fund does not maintain any employees nor does it maintain any payroll. It also does not expect in the foreseeable future to have any employees. Additionally, none of the directors or officers is given any compensation. However, the directors receive per diems and other reimbursements for their attendance at board meetings. There are no other arrangements, standard or otherwise, being paid to the directors. The directors are not compensated in any manner for committee participation, special assignments, or any other arrangements.

There are no compensatory plans or arrangements for any officer that will result in or will result from the resignation, retirement or any other termination of such officer in any amount.

Each director attending a board meeting receives a per diem of Php 100,000 every meeting, except for the Fund's President who receives Php 120,000 every meeting. The aggregate per diems paid to and received by the directors for the corresponding periods are as follows:

EXECUTIVE COMPENSATION

Payment Period	Aggregate Amount Received (in Php)
2024	231,463.20
2025	456,613.54
2026 (estimated)	354,285.73

The per diems paid to each director shall be deemed full compensation for such director's attendance in the meetings of all the ALFM Mutual Funds in which s/he holds a directorship. Accordingly, the Fund shares the per diem disbursement with the other ALFM Mutual Funds.

The Fund's executive officers and directors who are officers and/or employees of the BPI Group of Companies do not receive any form of compensation and / or per diem from the time of their appointments to present. Further, they are not expected to receive any form of compensation and / or per diem, whether now or in the future.

7. Independent Public Accountants

The Board of Directors has appointed Isla Lipana & Co. (formerly Joaquin Cunanan & Co.), a member firm of PricewaterhouseCoopers, as independent public accountant of the company with respect to its operations for the year 2026, subject to ratification by the majority holders of Common Stock of the Company. Isla Lipana & Co. has been the external auditor of the company since 2001. Representatives of the firm will be present at the Annual Meeting to make a statement of the desire to do so and to answer appropriate questions that may be asked by stockholders.

A proposal will be presented at the Annual Meeting for the ratification of this appointment, which the Board of Directors believe is advisable and in the best interests of the stockholders. If the appointment of Isla Lipana & Co. is not ratified, the matter of the appointment of the independent public accountants will be considered by the Board of Directors.

Ms. Blesilda A. Pestaño was the signing partner for the external auditor from fiscal year 2009 to 2013. For the Fund's Financial Statements as of December 31, 2014, December 31, 2015, December 31, 2016, December 31, 2017, December 31, 2018, December 31, 2019, and December 31, 2020 the signing partner was John-John Patrick V. Lim. For the fund's Financial Statement as of December 31, 2021, 2022, 2023, 2024 and 2025, the signing partner is Mr. Zaldy Aguirre.

The corporation is compliant with Revised SRC Rule 68 Part 1(3)(B)(ix) re: rotation of external auditors. In taking this action, the members of the Board of Directors considered carefully Isla Lipana & Co.'s performance, its independence with respect to the services to be performed and its general reputation for adherence to professional auditing standards

There is no disagreement in the past five (5) years on any matter of accounting principles and financial statement disclosures between the fund and the Accountant.

The Audit Committee which oversees the corporation's external audits is headed by Mr. David G. Sarmiento Jr. with Mr. Simon R. Paterno and Mr. Raymund Martin T. Miranda as members.

8. Compensation Plans

No action is to be taken with respect to Item 8 during the Annual Stockholders' Meeting.

C. ISSUANCE AND EXCHANGE OF SECURITIES

9. Authorization or Issuance of Securities Other than for Exchange

No action is to be taken with respect to Item 9 during the Annual Stockholders' Meeting.

10. Modification or Exchange of Securities

The Fund does not intend to modify any class of its securities, or issue or authorize the issuance of one class of securities in exchange for outstanding securities of another class.

11. Financial and Other Information

The Fund has incorporated by reference the following as contained in the Management Report (attached as Annex A): SEC Form 17-A (Annual Report) (attached as Annex B), and SEC Form 17-Q (Quarterly Report) for the period ended March 31, 2026 (Quarterly Report) (attached as Annex C).

12. Mergers, Consolidations, Acquisitions and Similar Matters

The Fund has no plans to merge or consolidate with any entity and plans to acquire the securities from another entity.

13. Acquisition or Disposition of Property

The Fund does not own any real property and does not intend to acquire any real property.

14. Restatement of Accounts

The Fund does not intend to restate any of its asset, capital or surplus accounts.

D. OTHER MATTERS

15. Action with Respect to Reports

The minutes of the previous Annual General Meeting of Stockholders held last 20 June 2025 shall be submitted to the stockholders for approval. Also to be submitted for approval and/or ratification is the Annual Report and the Audited Financial Statements for the year ended 31 December 2025, and confirmation of all acts of the Board of Directors and Fund Manager.

16. Matters Not Required to be Submitted

By way of update, the Fund has appointed BPI Wealth – A Trust Corporation (“BPI Wealth”) as the Fund’s Principal Distributor effective 01 March 2025, replacing the former Principal Distributor (BPI Investments Inc.). The Fund has likewise appointed BPI Wealth as the Fund’s Transfer Agent effective January 16, 2026. Pertinent disclosures or current reports on this have been duly filed and published.

Except for matters presented solely for purpose of providing updates to the stockholders such as the preceding paragraph, all other items or actions to be taken up in the Annual Stockholders’ Meeting require the vote of the stockholders.

17. Amendment of Charter, Articles of Incorporation, By-Laws or Other Documents

- a. The stockholders shall vote to amend the Fund’s Articles of Incorporation to reflect the following changes:

Item/Purpose	From	To
To explicitly include business of a Unitized Mutual Fund as one of the activities that the Corporation	SECOND: That the purposes for which the said Corporation is formed are: To invest and reinvest in, subscribe for, sell transfer, exchange or otherwise dispose so, all kinds of stocks, bonds, debentures, equity derivatives, certificates of participation in, or right to certificates, investments contracts, investment funds, pooled funds, voting trust certificates, whatsoever	SECOND: That the purposes for which the said Corporation is formed are: To invest and reinvest in, subscribe for, sell transfer, exchange or otherwise dispose so, all kinds of stocks, bonds, debentures, equity derivatives, certificates of participation in, or right to certificates, investments contracts, investment funds, pooled funds, voting trust certificates, whatsoever representing or constituting evidence of, or secured by, title to,

<p>may primarily engage in.</p>	<p>representing or constituting evidence of, or secured by, title to, or interest in, or any lien or charge upon, the capital or any property or assets, leases and/or holding of the issuer thereof; mortgagees, notes or other obligations, commercial papers, acceptances, scrip, any receipts, warrants, certificates, hedge funds, options or other instruments representing rights to receive, purchase or subscribe to interest stated therein, or in any property or assets created or issued by any and all persons, firms, corporations, associations, partnership, syndicates, entities, governments and their subdivisions, agencies or instrumentalities thereof, domestic or foreign, in any currency and generally to establish and carry on the business of an open-ended investment company ('mutual fund') insofar as may be permitted by and subjected to existing laws;</p>	<p>or interest in, or any lien or charge upon, the capital or any property or assets, leases and/or holding of the issuer thereof; mortgages, notes or other obligations, commercial papers, acceptances, scrip, any receipts, warrants, certificates, hedge funds, options or other instruments representing rights to receive, purchase or subscribe to interest stated therein, or in any property or assets created or issued by any and all persons, firms, corporations, associations, partnership, syndicates, entities, governments and their subdivisions, agencies or instrumentalities thereof, domestic or foreign, in any currency as may be allowed by the Investment Company Act and its Implementing Rules and Regulations or any amendments thereto and generally to establish and carry on the business of an open-ended investment company ('mutual fund') and/or a Unitized Mutual Fund ('UMF') insofar as may be permitted by and subjected to existing laws.</p>
<p>To update principal address of the Fund</p>	<p>BPI Head Office Building, Ayala Ave. cor. Paseo de Roxas, Makati City</p>	<p>7/F BPI Buendia Center, Sen. Gil Puyat Ave., Makati City</p>

b. The stockholders shall vote to amend the Fund's By-Laws to reflect the following changes/provisions:

Item/Purpose	Proposed Amendment
<p>To revise the clause on Notices under Article III, Section 4 to align with the procedures allowed under current laws and regulations</p>	<p>To amend the provision on Notice to reflect the new period below: <u>“Article III Section 4. Notice</u> Except as otherwise provided by law, written, or printed notice of all annual and special meetings of stockholders, stating the place and time of the meeting, and, if necessary, the general nature of the business to be considered, shall be transmitted by personal delivery, mail telegraph or cable to each stockholder of record entitled to vote thereat his address last known to the Secretary of the Corporation at least fifteen (15) banking days twenty-one (21) days prior to the meeting.</p>
<p>To allow participation of and right of stockholders to vote in the Stockholders' Meeting through remote communication or other alternative modes of communication as allowed under the Revised Corporation Code and SEC regulations</p>	<p>To add the following paragraphs under the provision on Annual Meetings: <u>“Article III. Section 2. Annual Meetings</u> [xxx] The Board shall take the appropriate steps to remove excessive or unnecessary costs and other administrative impediments to the Shareholders' meaningful participation in meetings, whether in person or by proxy. In furtherance thereof, poll voting shall be highly encouraged as opposed to the show of hands. Proxy voting may be considered, including the electronic distribution of proxy materials. The right to vote may also be exercised through remote communication or in absentia. In cases where the Shareholders cannot physically attend Shareholders' meetings, they may do so through remote communications or other alternative modes of communication. If</p>

	<p>the Shareholder intends to participate in a meeting through remote communication, he shall notify the Corporate Secretary.”</p>
<p>Establishment of various committees to promote corporate governance in accordance with SEC Memorandum Circular No. 21, Series of 2019</p>	<p>To add a new article with the following provisions:</p> <p><u>“Committees of the Corporation</u></p> <p>The Board may carry out its various responsibilities through Committees that shall be set up to support the effective performance of the Board’s functions. The Committees shall be composed only of Board members.</p> <p>A) Nomination Committee</p> <p>The Board shall create a Nomination Committee which shall consist of at least three (3) members of the Board, one of whom must be an Independent Director.</p> <p><i>Duties and Responsibilities of the Nomination Committee</i></p> <ol style="list-style-type: none"> 1. Determine the nomination and election process for the Directors and defines the general profile of Board members that the Fund may need, and ensures that appropriate knowledge, competencies and expertise that complement the existing skills of the Board are adopted as standards and criteria for nomination and election; 2. Establishes a formal and transparent procedure for determining the remuneration of Directors and Officers that is consistent with the Fund’s culture and business strategy as well as the business environment in which it operates. 3. Assess the effectiveness of the Board’s processes and procedures in the election or replacement of Directors; 4. In consultation with the Executive or Management Committees, re-define the role, duties and responsibilities of the CEO/President by integrating the dynamic requirements of the business as a going concern and future expansionary prospects within the realm of good corporate governance at all times. 5. Consider the following guidelines in the determination of Directorship in the Board: <ol style="list-style-type: none"> a. The nature of the business of the Fund; b. Age of the Director; c. Number of Directorships and active memberships and Officerships in other Funds or organizations; and d. Possible conflict of interest. <p>B) Audit Committee</p> <p>The Board should establish an Audit Committee to enhance its oversight capability over the Fund’s financial reporting, internal control system, internal and external audit processes, and compliance with applicable laws and regulations.</p> <p>The Committee shall be composed of at least three (3) appropriately qualified Non-Executive Directors (NEDs), the majority of whom, including the Chair, shall be Independent Directors. All of the members of the Committee must have relevant background, knowledge, skills, and/or experience in the areas of accounting, auditing, and finance. The Chair of the</p>

	<p>Committee shall not be the Chair of the Board or of any other committees.</p> <p>In order to ensure independence and prevent conflict of interest, the members of the Audit Committee shall not be allowed to hold interlocking directorships in other entities involved in the operation of the Fund such as the Fund Manager, Fund Distributor, Fund Advisor, Transfer Agent, and Custodian.</p> <p><i>Duties and Responsibilities of the Audit Committee</i></p> <ol style="list-style-type: none"> 1. Ensure a reliable and strong internal audit control system with the duly appointed / registered Investment Manager's own internal corporate set-up. A well-designed internal audit control system provides a system of checks and balances in order to: <ol style="list-style-type: none"> a. Safeguard the Fund's resources and ensure their effective utilization; b. Prevent occurrence of fraud and other irregularities; c. Protect the accuracy and reliability of the company's financial data; and d. Ensure compliance with applicable laws and regulations; 2. Monitor Management's responsiveness to the internal auditor's findings and recommendations; 3. Prior to the commencement of the audit, discuss with the External Auditor the nature, scope and expenses of the audit, and ensure the proper coordination if more than one (1) audit firm is involved in the activity to identify proper coverage and minimize duplication of efforts; 4. Evaluate and determine the non-audit work, if any, of the External Auditor, and periodically review the non-audit fees paid to the External Auditor in relation to the total fees paid and the corporation's overall consultancy expenses. The Audit Committee shall disallow any non-audit work that will conflict with the duties of an External Auditor or may pose a threat to his independence. The non-audit work, if allowed, shall be disclosed in the Fund's Annual Report and the Annual Corporate Governance Report (ACGR); 5. Review and approve the Interim and Annual Financial Statements before their submission to the Board, with particular focus on the following matters: <ol style="list-style-type: none"> a. Any change/s in accounting policies and practices; b. Areas where a significant amount of judgment has been exercised; c. Significant adjustments resulting from the audit; d. Going concern assumptions; e. Compliance with accounting standards; and f. Compliance with tax, legal and regulatory requirements; 6. Review the recommendations in the External Auditor's management letter; 7. Perform oversight functions over the Fund's Internal and External Auditors and ensures their independence and unrestricted access to all records, properties and personnel to enable them to perform their respective
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	<p>audit functions taking into consideration relevant Philippine professional and regulatory requirements;</p> <ol style="list-style-type: none"> 8. Coordinate, monitor and facilitate compliance with laws, rules and regulations; 9. Recommend to the Board the appointment, reappointment, removal and fees of the External Auditor, duly accredited by the SEC, who undertakes an independent audit of the corporation, and provides an objective assurance on the manner by which the financial statements should be prepared and presented to the Shareholders; 10. Evaluate on an ongoing basis existing relations between and among businesses and counterparties to ensure that all related parties are continuously identified, Related Party Transactions (RPTs) are monitored, the Related Party Registry is updated to capture subsequent changes in relationships with counterparties from non-related to related and vice versa; 11. Perform the functions of the Independent Oversight Entity (IOE) Committee, as provided under, in the absence thereof; 12. Perform the functions of the Corporate Governance Committee, as provided under, in the absence thereof; 13. Perform the functions of the Related Party Transactions (RPT) Committee, as provided under, in the absence thereof; 14. Perform the functions of the Board Risk Oversight (BRO) Committee, as provided under, in the absence thereof; and 15. Meets internally and with the Board at least once every quarter without the presence of the CEO/President or other Management team members, and periodically meets with the head of the Independent Audit. <p>C) Independent Oversight Committee</p> <p>The Fund shall perform oversight over its Fund Manager. Pursuant to this, the Audit Committee shall also function as an impartial Committee or Independent Oversight Entity (IOE), as recommended by SEC regulation, to monitor the transactions and functions carried out by the Fund Manager.</p> <p><i>Duties and Responsibilities of the Independent Oversight Committee</i></p> <ol style="list-style-type: none"> 1. Exercise care and diligence when monitoring the transactions and functions of the Fund Manager; 2. Oversee the transactions and functions of the Fund Manager to ensure compliance with the disclosures made in the Registration Statement, prospectus, the Investment Company Act (ICA), Securities Regulation Code (SRC), and their implementing rules and regulations. For cross-border offerings or transactions, in addition to the abovementioned, oversee the transactions of the Fund Manager in order to ensure that it also complies with the standards and requirements of
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	<p>bilateral or multilateral agreements allowing cross-border offerings and transactions that the Philippines is a party to;</p> <ol style="list-style-type: none"> 3. Oversee the subscription and redemption of shares or units facilitated by the Fund Manager and to approve the request of the Fund Manager in the case of suspension of redemption of shares or units whenever necessary for the protection of investors subject to the rules on Suspension of Redemption provided under Rule 10.4 of the ICA implementing rules and regulations; 4. Oversee the activities of the Fund Manager in order to ensure that it complies with the rules on investment restrictions and limitations, liquidity requirements, and other regulations involving the operationalization of the investment objectives, investment policy or strategy of the Fund; 5. Oversee the transactions of the Fund Manager to ensure that delegation will not result in unnecessary fees to be paid by the Fund and ensure that it will not delegate its function to the extent that it becomes a letter box such as when it no longer has the power to take decisions in the implementation of the investment policy and strategies nor retain the suitable process to monitor, control the activities and evaluate the performance of the delegatee; 6. If, in the reasonable opinion of the IOE, the Fund Manager has not complied with any of the laws, rules or regulations applicable to the Fund, and/or it failed to report to the SEC the said non-compliance, notify the SEC of its opinion, including particulars of the non-compliance, not later than five (5) business days after forming the opinion or upon knowledge of the non-compliance. The notification shall be done by filing an SEC Form 17-C. It shall notify, without delay, the members of the Board of its opinion so that the Board can apprise the Fund Manager of the said non-compliance and address any resulting breach; 7. Report to the SEC any act of the Fund Manager, which in its opinion may be detrimental to the interests of the shareholders even if the said act is not in violation of any law, rule or regulation, not later than five (5) business days from knowledge thereof; and 8. If necessary, recommend to the Board that the Fund Manager be removed due to its inability to fulfill its functions. <p>D) Corporate Governance Committee</p> <p>The Corporate Governance Committee is tasked with ensuring compliance with and proper observance of corporate governance principles and practices.</p> <p><i>Duties and Responsibilities of the Corporate Governance Committee</i></p> <ol style="list-style-type: none"> 1. Oversee the implementation of the corporate governance framework and periodically reviews the said framework to ensure that it remains appropriate in light of material changes to the Fund's size, complexity of operations and business strategy, as well as its business and regulatory environment;
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	<ol style="list-style-type: none"> 2. Oversee the periodic performance evaluation of the Board and its Committees as well as the executive management, and conducts an annual evaluation of the said performance; 3. Ensure that the results of the Board evaluation are discussed, and that concrete action plans are developed and implemented to address the identified areas for improvement; 4. Recommend the continuing education/training programs for Directors, assignment of tasks/projects to Committees, succession plan for the Board members and Senior Officers, and remuneration packages for and individual performance; 5. Adopt corporate governance policies and ensures that these are reviewed and updated regularly, and consistently implemented in form and substance; and 6. Propose and plan relevant trainings for the members of the Board. <p>E) Related Party Transactions Committee</p> <p><i>Duties and Responsibilities of the RPT Committee</i></p> <ol style="list-style-type: none"> 1. Evaluate all RPTs to ensure that these are not undertaken on more favorable economic terms (e.g., price, commissions, interest rates, fees, tenor, collateral requirement) to such related parties than similar transactions with non-related parties under similar circumstances and that no corporate or business resources of the company are misappropriated or misapplied; 2. Determine any potential reputational risk issues that may arise as a result of or in connection with RPTs. In evaluating RPTs, the Committee takes into account, among others, the following: <ol style="list-style-type: none"> a. The related party's relationship to the Fund and interest in the transaction; b. The material facts of the proposed RPT, including the proposed aggregate value of such transaction; c. The benefits to the Fund of the proposed RPT; d. The availability of other sources of comparable products or services; and e. An assessment of whether the proposed RPT is undertaken on terms and conditions that are comparable to the terms generally available to an unrelated party under similar circumstances. The Fund should have an effective price discovery system in place and exercise due diligence in determining a fair price for RPTs. 3. Ensures that appropriate disclosure is made, and/or information is provided to regulating and supervising authorities relating to the Fund's RPT exposures, and policies on potential and/or actual conflicts of interest. The disclosure should include information on the approach to managing material conflicts of interest that are inconsistent with such policies, and conflicts that
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	<p>could arise as a result of the company's affiliation or transactions with other related parties;</p> <ol style="list-style-type: none"> 4. Report to the Board on a regular basis, the status and aggregate exposures to each related party, as well as the total amount of exposures to all related parties; 5. Ensure that transactions with related parties, including write-off of exposures are subject to a periodic independent review or audit process; 6. Oversee the implementation of the system for identifying, monitoring, measuring, controlling, and reporting RPTs, including a periodic review of RPT policies and procedures. <p>F) Board Risk Oversight Committee</p> <p>The BRO Committee shall be responsible for the oversight of the Fund's Enterprise Risk Management (ERM) System to ensure its functionality and effectiveness. The BRO Committee should be composed of at least three (3) directors, the majority of whom should be IDs, including the Chairperson. At least one (1) member of the committee must have relevant thorough knowledge and experience on risk and risk management.</p> <p><i>Duties and Responsibilities of the BRO Committee</i></p> <ol style="list-style-type: none"> 1. Develop a formal ERM plan which contains the following: <ol style="list-style-type: none"> a. Common language or register of risks, b. Well-defined risk management goals and objectives, c. Uniform processes of assessing risks and developing strategies to manage prioritized risks, d. Designing and implementing risk management strategies, and e. Continuing assessments to improve risk strategies, processes and measures; f. Oversee the implementation of the ERM plan and conduct regular discussions on the Fund's prioritized and residual risk exposures based on regular risk management reports and assessing how these risks are addressed or managed; 2. Evaluate the risk management plan to ensure its continued relevance, comprehensiveness and effectiveness. The Committee shall revisit defined risk management strategies, looks for emerging or changing material exposures, and keeps abreast of significant developments that seriously impact the likelihood of harm or loss; 3. Advise the Board on its risk appetite levels and risk tolerance limits; 4. Review at least annually the Fund's risk appetite levels and risk tolerance limits based on changes and developments in the business, the regulatory framework, the external economic and business environment, and major events which may have occurred affecting the Fund;
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	<ol style="list-style-type: none"> 5. Assesses the probability of each identified risk becoming a reality and estimates its possible significant financial impact and likelihood of occurrence. Priority areas of concern are those risks that are the most likely to occur and to impact the performance and stability of the Funds and its Stakeholders; 6. Oversee the Management's activities in managing credit, market, liquidity, operational, legal and other risk exposures of the Fund. This function includes regularly receiving information on risk exposures and risk management activities from Management; and 7. Report to the Board on a regular basis, or as deemed necessary, the Fund's material risk exposures, the actions taken to reduce the risks, and recommends further action or plans, as necessary."
<p>To include appointment, duties, and obligations of a Compliance Officer to mirror requirements of current relevant laws and regulations</p>	<p>To add the following clause/s in the Article of the By-Laws entitled Officers of the Corporation</p> <p>“Officers of the Corporation</p> <p>[xxx]</p> <p>SECTION 14. COMPLIANCE OFFICER - The Compliance Officer is a member of the Fund's Management team in charge of the compliance function. Similar to the Corporate Secretary, he is primarily liable to the Fund and its shareholders and not to the Chair or President.</p> <ol style="list-style-type: none"> 1. Ensures proper onboarding of new Directors (i.e., orientation on the Fund's business, charter, Articles of Incorporation and By-Laws, among others); 2. Monitors, reviews, evaluates and ensures the compliance by the Fund, its Officers and Directors with the relevant laws, the Manual of Corporate Governance ("Manual"), rules and regulations and all governance issuances of regulatory agencies; 3. Reports to the Board if violations are found and recommends the imposition of appropriate disciplinary action; 4. Ensures the integrity and accuracy of all documentary and electronic submissions as may be allowed under SEC rules and regulations; 5. Appears before the SEC when summoned in relation to compliance with the Manual and other relevant rules and regulations; 6. Collaborates with other departments within the Fund to properly address compliance issues, which may be subject to investigation; 7. Identifies possible areas of compliance issues and works towards the resolution of the same; and 8. Ensures the attendance of Directors and key Officers to relevant trainings."
<p>To include the Fund's investment objectives for ready reference in the By-Laws</p>	<p>To amend the Article on Investment Policy:</p> <p>“Article IX. Investment Policy</p>

	<p>SECTION 1. INVESTMENT OBJECTIVES - The Corporation will be classified under the Investment Company Act as an open-end investment company.</p> <p><i>The primary objective of ALFM Dollar Bond Fund is capital preservation with returns and inflows derived out of investments in primarily foreign currency denominated investment instruments which can provide the Fund with a steady stream of fixed income</i></p> <p>The investment objectives of the Corporation shall appropriately be set forth in the Registration Statement which will subsequently be filed with the Securities and Exchange Commission. The Corporation reserves the freedom to act with respect to such matters as will specifically be reserved in such Registration Statement. Amendments thereto may be made pursuant to Section 12 and other applicable provisions of the Investment Company Act.”</p>
<p>To align definition of assets and liabilities with the language of the Investment Company Act Implementing Rules and Regulations</p>	<p>To amend the Article on Net Asset Value to reflect as follows:</p> <p>“Article X. Determination Of Net Asset Value</p> <p>SECTION 1. NET ASSET VALUE PER SHARE/UNIT - The net asset value of each share/unit of the Corporation, as of the close of business all determined and computed as follows:</p> <p>(a) The assets of the Corporation shall be deemed to include: (i) aggregate market value of the portfolio securities and other assets; (ii) cash on hand; (iii) any dividends on stock trading ex-dividend; and (iv) any accrued interest on portfolio securities;</p> <p>(b) The liabilities of the corporation shall be deemed to include: (i) taxes and other charges against the fund not previously deducted; (ii) liabilities; (iii) accrued expenses and fees; and (iv) cash held for distribution to investors of the fund on a prior date.”</p>

18. Other Proposed Action

None

19. Voting Procedures

Unless otherwise provided by law, each stockholder shall, at every meeting of the stockholders, be entitled to one vote, which they may exercise via electronic voting *in absentia* or through proxy, for each share with voting rights held by such stockholder.

All elections and all questions, except as otherwise provided by law, shall be decided, either by majority or 2/3 votes in accordance with the Revised Corporation Code, of the stockholders entitled to vote thereat, a quorum (majority of the issued and outstanding capital stock having voting powers) being present. Stockholders who have notified the Company via e-mail of their intention to participate in the Annual Stockholders’ Meeting by remote communication and voted electronically *in absentia* or by proxy will be included in the determination of the existence of a quorum.

Unless required by law, or demanded by a stockholder included in the determination of a quorum at any meeting and entitled to vote thereat, the vote on any question will not be by ballot. In case of a vote by ballot, each ballot shall be signed by the stockholder voting in his name or by his proxy if there be such proxy, and shall state the number of shares voted by him. The Corporate Secretary of the Fund will count and tabulate the votes.

UNDERTAKING

UPON WRITTEN REQUEST OF A STOCKHOLDER, THE COMPANY WILL PROVIDE, WITHOUT CHARGE, A COPY OF THE COMPANY'S ANNUAL REPORT ON SEC FORM 17-A DULY FILED WITH THE SECURITIES AND EXCHANGE COMMISSION. SUCH WRITTEN REQUEST SHOULD BE ADDRESSED TO:

BPI Wealth - A Trust Corporation
7/F, BPI Buendia Center, Sen. Gil J. Puyat Ave.
Makati City, Philippines

PART II.

INFORMATION REQUIRED IN A PROXY FORM**1. Identification**

The proxy solicitation is made by ALFM DOLLAR BOND FUND, INC. (the "Company"), represented by Jose Teodoro K. Limcaoco, Chairman of the Fund. The proxy solicitation is in favor of Jose Teodoro K. Limcaoco in case of his non-attendance, the Chairman of the Annual Stockholders' Meeting chosen in accordance with the Company's By-Laws.

All costs and expenses incidental to the proxy solicitation will be borne, directly or indirectly, by the Company.

2. Instructions

- (a) The security holder is instructed to complete and affix their signature on either of the attached proxy forms.
 - (i) If the securities are owned by two or more joint owners, the proxy form must be signed by all of the joint owners.
 - (ii) If the securities are owned in an "and/or" capacity, the proxy form must be signed by either one of the owners.
 - (iii) If the securities are owned by a corporation, association, partnership or unincorporated entity, the proxy form must be accompanied by a certification, signed by a duly authorized officer, partner or representative of such corporation, association, partnership or unincorporated entity, that designates and empowers an authorized signatory to sign the proxy form pursuant to the constitutive documents or duly approved policies of such corporation, association, partnership or unincorporated entity for this particular purpose.
- (b) The security holder appoints Jose Teodoro K. Limcaoco, or in case of his non-attendance, the Chairman of the Annual Stockholders' Meeting, to represent and vote all shares registered in his or her name as proxy of the undersigned security holder.
- (c) The security holder shall clearly indicate the date of execution of the proxy form. A proxy form which is undated, post-dated, or which provides that it shall be deemed to be dated as of any date subsequent to the date on which it is signed by the security holder, shall not be valid.
- (d) The security holder shall sign the proxy form either physically or electronically or have the form signed by a duly authorized representative and file the same with the Corporate Secretary not later than 5:00 p.m. on 19 June 2026.
- (e) Retrieval and validation of all the proxy forms shall be administered by the Corporate Secretary and persons designated by the Corporate Secretary who shall be under his supervision and control from 25 June 2026.
- (f) If any stockholder casts vote electronically in absentia and also accomplished and submitted a proxy form, the latest vote/s received by the Office of the Corporate Secretary shall be considered.

3. Revocability and Validity of Proxy

The proxy in favor of the Company shall be valid for all Annual and Special Stockholders Meetings held from the date of the proxy until the last calendar day of the fifth (5th) year thereafter, and any postponement or adjournment thereof. The proxy shall be valid for a maximum period of five (5) years from the date of the proxy, unless withdrawn by the stockholder by a written notice duly submitted to the Corporate Secretary. There is no formal procedure or limitation for the right of revocation of a proxy before it is exercised. Nonetheless, the proxy may not be withdrawn unilaterally by the stockholder if it is coupled with an interest.

4. Persons Making the Solicitation

The proxy solicitation is made by the Company, represented by Mr. Jose Teodoro K. Limcaoco, Chairman of the Fund. The Fund is not aware of any director who intends to oppose any action intended to be taken by the Fund.

5. Interest of Certain Persons in Matters to be Acted Upon

There is no person who has been a director, independent director, or nominee for election as director, or independent director, or officer of the Company and, to the best knowledge of the Company, no associate of a director or independent director, or officer, or nominee for election as a director or independent director, or officer of the Company, at any time since the beginning of the last calendar year, has any substantial interest in any matter to be acted upon at the Annual Stockholders' Meeting.

(Signature page follows)

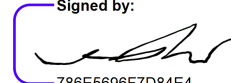
PART III.

SIGNATURE PAGE

After reasonable inquiry and to the best of my knowledge and belief, I certify that the information set forth in this report is true, complete, and correct. This report is signed in the City of Makati on June 08, 2026.

ALFM DOLLAR BOND FUND, INC.

Signed by:



By: Sabino B. Padilla IV
Corporate Secretary

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ELECTRONIC FORM FOR STOCKHOLDERS
 (Containing the *In Absentia* Voting Form and Proxy Form;
 accessible via [https:// bit.ly/2026ALFM-ASM-DBF](https://bit.ly/2026ALFM-ASM-DBF))

2026 ANNUAL GENERAL STOCKHOLDERS' MEETING
 (*In Absentia* Voting Form | Proxy Form Solicitation)

Section 1: Data Privacy Notice

This form contains information intended only for users authorized by ALFM Mutual Funds. Authorized users should not disclose, disseminate, distribute, or copy this form, in whole or in part, without permission.

In compliance with the Data Privacy Act (R.A. 10173), we strive to keep your information private and confidential. Your personal and financial information, including your name, investment account number (e.g. Investment Account Number, Folio Number, Segregated Account Number) and number of shares will be collected to record your votes or your designation of a proxy for the ALFM Mutual Funds Annual Stockholders' Meeting. We ensure protection of your information, and these will be retained for as long as necessary for the fulfillment of your objective of voting or designating a proxy for the current and succeeding ALFM Mutual Funds Stockholders' Meeting. To learn more about how we collect, protect, use, share and store your private information, please email bpiwealth@bpi.com.ph.

Please identify your investment account type:

Joint (or)

1. Primary Account Holder _____
2. Secondary Account Holders (1) _____
3. Secondary Account Holders (2) _____
4. Secondary Account Holders (3) _____
5. Secondary Account Holders (4) _____
6. Investment Account Number: _____
7. Number of Shares: _____
8. Email Address: _____

Joint (and)

1. Primary Account Holder _____
2. Secondary Account Holders (1) _____
3. Secondary Account Holders (2) _____
4. Secondary Account Holders (3) _____
5. Secondary Account Holders (4) _____
6. Investment Account Number: _____
7. Number of Shares: _____
8. Email Address: _____

Corporate / Institutional

1. Corporation Name: _____
2. Authorized Representative: _____
3. Investment Account Number: _____
4. Number of Shares: _____
5. Email Address: _____

Individual / Sole (Non-Corporate, Non-Institutional, Not Joint)

1. Last Name: _____
2. First Name: _____
3. Investment Account Number: _____
4. Number of Shares: _____
5. Email Address: _____

Section 2: Manner of Voting

Stockholders as of record date who wish to exercise their right to vote on the matters in the above agenda have the option of casting their votes through any of the following modes, subject to validation:

[] Electronic voting *in absentia*; or

This form shall be accomplished not later than 5:00PM on 19 June 2026.

This form, when properly executed, will be voted in the manner as directed herein by the stockholder. If no direction is made, this form will be voted "For" the approval of the matter stated below and for such other matters as may properly come before the meeting, including matters which the solicitors do not know a reasonable time before the solicitation are to be presented at the meeting, and those incidental to the conduct of the meeting, in the manner described in the information statement and/or as recommended by management or the board of directors.

[] Stockholder Proxy (This Proxy Solicitation is being made by and on behalf of **ALFM Dollar Bond Fund, Inc.**)

Should the stockholder wish to vote through this mode, this proxy form shall be accomplished not later than 5:00PM on 19 June 2026.

By accomplishing this form, the stockholder shall be appointing **Mr. Jose Teodoro K. Limcaoco**, with full power of substitution and delegation, or in case of his non-attendance, the **Chairman of the meeting** chosen in accordance with the Company's By-Laws, as his or her proxy to represent him or her and vote all shares registered in the stockholder's name in the books of the Company, at the Annual Meeting of the Stockholders to be conducted virtually via Zoom on 30 June 2026 at 3:00PM, and any adjournments and postponements thereof, as fully to all intents and purposes as the stockholder might or could do if present in person, hereby ratifying and confirming any and all actions to be taken during any said meetings and adjournments thereof.

This proxy revokes and supersedes any previously executed proxy or proxies. This proxy shall be valid for all Annual and Special Stockholders Meetings held from the date of the proxy until the last calendar day of the fifth (5th) year thereafter, and any postponement or adjournment thereof. It shall be for a maximum period of five (5) years from the date of the proxy, unless withdrawn by the stockholder by a written notice duly submitted to the Corporate Secretary.

This proxy, when properly executed, will be voted in the manner as directed herein by the stockholder. If no direction is made, this proxy will be voted "For" the approval of the matter stated in the agenda, and as are listed in the succeeding page of this form, and for such other matters as may properly come before the meeting, including matters which may not have reasonably come within the knowledge of the Company prior to the solicitation but which may be presented at the meeting, and those incidental to the conduct of the meeting, in the manner described in the information statement and/or as recommended by management or the board of directors.

1. Approval of the minutes of the Annual Stockholders' Meeting held on June 20, 2025
 - For
 - Against
 - Abstain
2. Approval of the 2025 Annual Report and Audited Financial Statements
 - For
 - Against
 - Abstain
3. Approval and Confirmation of all acts during the past year of the Board of Directors and Officers, the Fund Manager, and the Service Administrator
 - For
 - Against
 - Abstain
4. Election of Directors

Voting Instructions:

- 1) Multiply the number of your shares as of April 30, 2026 by five (5).
- 2) The result from number one (1) is the number of votes you may distribute among the five (5) nominees.

Example: If you have 100 shares, you may distribute 500 votes among the nominees in whichever way you choose. Kindly write the number of votes you wish to confer upon each nominee on the blank space provided beside their names. If you wish to withhold the authority to vote for any nominee, kindly indicate the nominee's name.

- Jose Teodoro K. Limcaoco
- Simon R. Paterno
- Raymund Martin T. Miranda*
- Adelbert A. Legasto
- David G. Sarmiento Jr.*

**Independent Director*

- Vote for ALL nominees listed above and allocate votes equally among them
- Withhold authority to vote for ALL nominees listed above
- Select specific nominees to elect or allocate votes unequally:
 - Jose Teodoro K. Limcaoco [Enter number of votes below]

 - Simon R. Paterno [Enter number of votes below]

 - Raymund Martin T. Miranda* [Enter number of votes below]

 - Adelbert A. Legasto [Enter number of votes below]

 - David G. Sarmiento Jr.* [Enter number of votes below]

5. Confirmation of BPI Wealth – A Trust Corporation (“BPI Wealth”) as Fund Manager, Investment Advisor, Service Administrator, Principal Distributor and Transfer Agent

- For
- Against
- Abstain

6. Re-appointment of Isla Lipana and Co. as external auditor

- For
- Against
- Abstain

7. Amendments of the Articles of Incorporation

a. To include Unitized Mutual Fund in the primary purpose.

*To invest and reinvest in, subscribe for, sell, transfer, exchange or otherwise dispose so, all kinds of stocks, bonds, debentures, equity derivatives, certificates of participation in, or right to certificates, investments contracts, investment funds, pooled funds, voting trust certificates, whatsoever representing or constituting evidence of, or secured by, title to, or interest in, or any lien or charge upon, the capital or any property or assets, leases and/or holding of the issuer thereof; mortgages, notes or other obligations, commercial papers, acceptances, scrip, any receipts, warrants, certificates, hedge funds, options or other instruments representing rights to receive, purchase or subscribe to interest stated therein, or in any property or assets created or issued by any and all persons, firms, corporations, associations, partnership, syndicates, entities, governments and their subdivisions, agencies or instrumentalities thereof, domestic or foreign, in any **currency as may be allowed by the Investment Company Act and its Implementing Rules and Regulations or any amendments thereto** and generally to establish and carry on the business of an open-ended investment company ('mutual fund') **and/or a Unitized Mutual Fund ('UMF')** insofar as may be permitted by and subjected to existing laws.*

b. To update principal address of the Fund from BPI Head Office Building, Ayala Ave. cor. Paseo de Roxas, Makati City to 7/F BPI Buendia Center, Sen. Gil Puyat Ave., Makati City

- For
- Against
- Abstain

8. Amendment of the Fund's By-Laws to reflect the following changes/provisions:

a. **Revision of notice period for Meeting of the Stockholders**

To amend the provision on Notice to reflect the new period below:

“Article III. Section 4. Notice

Stockholders' meeting shall be called by written or printed notice, in paper, digital or compact disc form or electronic medium, delivered personally or electronically, or deposited in the post office, addressed to each stockholder at his last known place of residence or office or at his e-mail or electronic address of record, at least ~~fifteen (15) banking days~~ **twenty-one (21)** days prior to the date of the meeting.”

b. **Participation of and right of stockholders to vote in the Stockholders' Meeting through remote communication**

To add the following paragraphs under the provision on Annual Meetings:

“Article III. Section 2. Annual Meetings

[xxx]

The Board shall take the appropriate steps to remove excessive or unnecessary costs and other administrative impediments to the Shareholders' meaningful participation in meetings, whether in person or by proxy. In furtherance thereof, poll voting shall be highly encouraged as opposed to the show of hands. Proxy voting may be considered, including the electronic distribution of proxy materials. The right to vote may also be exercised through remote communication or in absentia.

In cases where the Shareholders cannot physically attend Shareholders' meetings, they may do so through remote communications or other alternative modes of communication. If the Shareholder intends to participate in a meeting through remote communication, he shall notify the Corporate Secretary.”

c. **Establishment of various committees to promote corporate governance**

To add a new article with the following provisions:

“Committees of the Corporation

The Board may carry out its various responsibilities through Committees that shall be set up to support the effective performance of the Board's functions. The Committees shall be composed only of Board members.

A) Nomination Committee

The Board shall create a Nomination Committee which shall consist of at least three (3) members of the Board, one of whom must be an Independent Director.

Duties and Responsibilities of the Nomination Committee

1. Determine the nomination and election process for the Directors and defines the general profile of Board members that the Fund may need, and ensures that appropriate knowledge, competencies and expertise that complement the existing skills of the Board are adopted as standards and criteria for nomination and election;
2. Establishes a formal and transparent procedure for determining the remuneration of Directors and Officers that is consistent with the Fund's culture and business strategy as well as the business environment in which it operates.
3. Assess the effectiveness of the Board's processes and procedures in the election or replacement of Directors;

4. In consultation with the Executive or Management Committees, re-define the role, duties and responsibilities of the CEO/President by integrating the dynamic requirements of the business as a going concern and future expansionary prospects within the realm of good corporate governance at all times.
5. Consider the following guidelines in the determination of Directorship in the Board:
 - a. The nature of the business of the Fund;
 - b. Age of the Director;
 - c. Number of Directorships and active memberships and Officerships in other Funds or organizations; and
 - d. Possible conflict of interest.

B) Audit Committee

The Board should establish an Audit Committee to enhance its oversight capability over the Fund's financial reporting, internal control system, internal and external audit processes, and compliance with applicable laws and regulations.

The Committee shall be composed of at least three (3) appropriately qualified Non-Executive Directors (NEDs), the majority of whom, including the Chair, shall be IDs. All of the members of the Committee must have relevant background, knowledge, skills, and/or experience in the areas of accounting, auditing, and finance. The Chair of the Committee shall not be the Chair of the Board or of any other committees.

In order to ensure independence and prevent conflict of interest, the members of the Audit Committee shall not be allowed to hold interlocking directorships in other entities involved in the operation of the Fund such as the Fund Manager, Fund Distributor, Fund Advisor, Transfer Agent, and Custodian.

Duties and Responsibilities of the Audit Committee

1. Ensure a reliable and strong internal audit control system with the duly appointed / registered Investment Manager's own internal corporate set-up. A well-designed internal audit control system provides a system of checks and balances in order to:
 - a. Safeguard the Fund's resources and ensure their effective utilization;
 - b. Prevent occurrence of fraud and other irregularities;
 - c. Protect the accuracy and reliability of the company's financial data; and
 - d. Ensure compliance with applicable laws and regulations;
2. Monitor Management's responsiveness to the internal auditor's findings and recommendations;
3. Prior to the commencement of the audit, discuss with the External Auditor the nature, scope and expenses of the audit, and ensures the proper coordination if more than one (1) audit firm is involved in the activity to identify proper coverage and minimize duplication of efforts;
4. Evaluate and determine the non-audit work, if any, of the External Auditor, and periodically reviews the non-audit fees paid to the External Auditor in relation to the total fees paid and the corporation's overall consultancy expenses. The Audit Committee shall disallow any non-audit work that will conflict with the duties of an External Auditor or may pose a threat to his independence. The non-audit work, if allowed, shall be disclosed in the Fund's Annual Report and the Annual Corporate Governance Report ACGR;
5. Review and approve the Interim and Annual Financial Statements before their submission to the Board, with particular focus on the following matters:
 - a. Any change/s in accounting policies and practices;
 - b. Areas where a significant amount of judgment has been exercised;
 - c. Significant adjustments resulting from the audit;
 - d. Going concern assumptions;
 - e. Compliance with accounting standards; and
 - f. Compliance with tax, legal and regulatory requirements;
6. Review the recommendations in the External Auditor's management letter;

7. Perform oversight functions over the Fund's Internal and External Auditors and ensures their independence and unrestricted access to all records, properties and personnel to enable them to perform their respective audit functions taking into consideration relevant Philippine professional and regulatory requirements;
8. Coordinate, monitor and facilitate compliance with laws, rules and regulations;
9. Recommend to the Board the appointment, reappointment, removal and fees of the External Auditor, duly accredited by the SEC, who undertakes an independent audit of the corporation, and provides an objective assurance on the manner by which the financial statements should be prepared and presented to the Shareholders;
10. Evaluate on an ongoing basis existing relations between and among businesses and counterparties to ensure that all related parties are continuously identified, Related Party Transactions (RPTs) are monitored, the Related Party Registry is updated to capture subsequent changes in relationships with counterparties from non-related to related and vice versa;
11. Perform the functions of the Independent Oversight Entity (IOE) Committee, as provided under, in the absence thereof;
12. Perform the functions of the Corporate Governance Committee, as provided under, in the absence thereof;
13. Perform the functions of the Related Party Transaction (RPT) Committee, as provided under, in the absence thereof;
14. Perform the functions of the Board Risk Oversight (BRO) Committee, as provided under, in the absence thereof; and
15. Meets internally and with the Board at least once every quarter without the presence of the CEO/President or other Management team members, and periodically meets with the head of the Independent Audit.

C) Independent Oversight Committee

The Fund shall perform oversight over its Fund Manager. Pursuant to this, the Audit Committee shall also function as an impartial Committee or Independent Oversight Entity (IOE), as recommended by SEC regulation, to monitor the transactions and functions carried out by the Fund Manager.

Duties and Responsibilities of the Independent Oversight Committee

1. Exercise care and diligence when monitoring the transactions and functions of the Fund Manager;
2. Oversee the transactions and functions of the Fund Manager to ensure compliance with the disclosures made in the Registration Statement, prospectus, the Investment Company Act (ICA), Securities Regulation Code (SRC), and their implementing rules and regulations. For cross-border offerings or transactions, in addition to the abovementioned, oversee the transactions of the Fund Manager in order to ensure that it also complies with the standards and requirements of bilateral or multilateral agreements allowing cross-border offerings and transactions that the Philippines is a party to;
3. Oversee the subscription and redemption of shares or units facilitated by the Fund Manager and to approve the request of the Fund Manager in the case of suspension of redemption of shares or units whenever necessary for the protection of investors subject to the rules on Suspension of Redemption provided under Rule 10.4 of the Investment Company Act (ICA) implementing rules and regulations;
4. Oversee the activities of the Fund Manager in order to ensure that it complies with the rules on investment restrictions and limitations, liquidity requirements, and other regulations involving the operationalization of the investment objectives, investment policy or strategy of the Fund;
5. Oversee the transactions of the Fund Manager to ensure that delegation will not result in unnecessary fees to be paid by the Fund and ensure that it will not delegate its function to the extent that it becomes a letter box such as when it no longer has the power to take decisions in the implementation of the investment policy and strategies nor retain the suitable process to monitor, control the activities and evaluate the performance of the delegatee;

6. If, in the reasonable opinion of the Independent Oversight Entity (IOE), the Fund Manager has not complied with any of the laws, rules or regulations applicable to the Fund, and/or it failed to report to the SEC the said non-compliance, notify the SEC of its opinion, including particulars of the non-compliance, not later than five (5) business days after forming the opinion or upon knowledge of the non-compliance. The notification shall be done by filing an SEC Form 17-C. It shall notify, without delay, the members of the Board of its opinion so that the Board can apprise the Fund Manager of the said non-compliance and address any resulting breach;
7. Report to the SEC any act of the Fund Manager, which in its opinion may be detrimental to the interests of the shareholders even if the said act is not in violation of any law, rule or regulation, not later than five (5) business days from knowledge thereof; and
8. If necessary, recommend to the Board that the Fund Manager be removed due to its inability to fulfill its functions.

D) Corporate Governance Committee

The Corporate Governance Committee is tasked with ensuring compliance with and proper observance of corporate governance principles and practices.

Duties and Responsibilities of the Corporate Governance Committee

1. Oversee the implementation of the corporate governance framework and periodically reviews the said framework to ensure that it remains appropriate in light of material changes to the Fund's size, complexity of operations and business strategy, as well as its business and regulatory environment;
2. Oversee the periodic performance evaluation of the Board and its Committees as well as the executive management, and conducts an annual evaluation of the said performance;
3. Ensure that the results of the Board evaluation are discussed, and that concrete action plans are developed and implemented to address the identified areas for improvement;
4. Recommend the continuing education/training programs for Directors, assignment of tasks/projects to Committees, succession plan for the Board members and Senior Officers, and remuneration packages for and individual performance;
5. Adopt corporate governance policies and ensures that these are reviewed and updated regularly, and consistently implemented in form and substance; and
6. Propose and plan relevant trainings for the members of the Board.

E) Related Party Transactions Committee

Duties and Responsibilities of the RPT Committee

1. Evaluate all RPTs to ensure that these are not undertaken on more favorable economic terms (e.g., price, commissions, interest rates, fees, tenor, collateral requirement) to such related parties than similar transactions with non-related parties under similar circumstances and that no corporate or business resources of the company are misappropriated or misapplied;
2. Determine any potential reputational risk issues that may arise as a result of or in connection with RPTs. In evaluating RPTs, the Committee takes into account, among others, the following:
 - a. The related party's relationship to the Fund and interest in the transaction;
 - b. The material facts of the proposed RPT, including the proposed aggregate value of such transaction;
 - c. The benefits to the Fund of the proposed RPT;
 - d. The availability of other sources of comparable products or services; and
 - e. An assessment of whether the proposed RPT is undertaken on terms and conditions that are comparable to the terms generally available to an unrelated party under similar circumstances. The Fund should have an effective price discovery system in place and exercise due diligence in determining a fair price for RPTs.
3. Ensures that appropriate disclosure is made, and/or information is provided to regulating and supervising authorities relating to the Fund's RPT exposures, and policies on potential and/or

actual conflicts of interest. The disclosure should include information on the approach to managing material conflicts of interest that are inconsistent with such policies, and conflicts that could arise as a result of the company's affiliation or transactions with other related parties;

4. Report to the Board on a regular basis, the status and aggregate exposures to each related party, as well as the total amount of exposures to all related parties;
5. Ensure that transactions with related parties, including write-off of exposures are subject to a periodic independent review or audit process;
6. Oversee the implementation of the system for identifying, monitoring, measuring, controlling, and reporting RPTs, including a periodic review of RPT policies and procedures.

F) Board Risk Oversight Committee

The BRO Committee shall be responsible for the oversight of the Fund's Enterprise Risk Management (ERM) System to ensure its functionality and effectiveness. The Board Risk Oversight (BRO) Committee should be composed of at least three (3) directors, the majority of whom should be IDs, including the Chairperson. At least one (1) member of the committee must have relevant thorough knowledge and experience on risk and risk management.

Duties and Responsibilities of the BRO Committee

1. Develop a formal ERM plan which contains the following:
 - a. Common language or register of risks,
 - b. Well-defined risk management goals and objectives,
 - c. Uniform processes of assessing risks and developing strategies to manage prioritized risks,
 - d. Designing and implementing risk management strategies, and
 - e. Continuing assessments to improve risk strategies, processes and measures;
 - f. Oversee the implementation of the ERM plan and conduct regular discussions on the Fund's prioritized and residual risk exposures based on regular risk management reports and assessing how these risks are addressed or managed;
 2. Evaluate the risk management plan to ensure its continued relevance, comprehensiveness and effectiveness. The Committee shall revisit defined risk management strategies, looks for emerging or changing material exposures, and keeps abreast of significant developments that seriously impact the likelihood of harm or loss;
 3. Advise the Board on its risk appetite levels and risk tolerance limits;
 4. Review at least annually the Fund's risk appetite levels and risk tolerance limits based on changes and developments in the business, the regulatory framework, the external economic and business environment, and major events which may have occurred affecting the Fund;
 5. Assesses the probability of each identified risk becoming a reality and estimates its possible significant financial impact and likelihood of occurrence. Priority areas of concern are those risks that are the most likely to occur and to impact the performance and stability of the Funds and its Stakeholders;
 6. Oversee the Management's activities in managing credit, market, liquidity, operational, legal and other risk exposures of the Fund. This function includes regularly receiving information on risk exposures and risk management activities from Management; and
 7. Report to the Board on a regular basis, or as deemed necessary, the Fund's material risk exposures, the actions taken to reduce the risks, and recommends further action or plans, as necessary."
- d. **Inclusion of Compliance Officer**

To add the following clause/s in the Article of the By-Laws entitled Officers of the Corporation

"Officers of the Corporation

[xxx]

SECTION [*]. COMPLIANCE OFFICER - The Compliance Officer is a member of the Fund's Management team in charge of the compliance function. Similar to the Corporate Secretary, he is primarily liable to the Fund and its shareholders and not to the Chair or President.

1. Ensures proper onboarding of new Directors (i.e., orientation on the Fund's business, charter, Articles of Incorporation and By Laws, among others);
2. Monitors, reviews, evaluates and ensures the compliance by the Fund, its Officers and Directors the relevant laws, the Manual, rules and regulations and all governance issuances of regulatory agencies;
3. Reports to the Board if violations are found and recommends the imposition of appropriate disciplinary action;
4. Ensures the integrity and accuracy of all documentary and electronic submissions as may be allowed under SEC rules and regulations;
5. Appears before the SEC when summoned in relation to compliance with the Manual and other relevant rules and regulations;
6. Collaborates with other departments within the Fund to properly address compliance issues, which may be subject to investigation;
7. Identifies possible areas of compliance issues and works towards the resolution of the same; and
8. Ensures the attendance of Directors and key Officers to relevant trainings."

e. Inclusion of Investment Objectives

To amend the Article on Investment Policy:

"Article IX. Investment Policy

SECTION 1. INVESTMENT OBJECTIVES - The Corporation will be classified under the Investment Company Act as an open-end investment company.

The primary objective of ALFM Dollar Bond Fund is capital preservation with returns and inflows derived out of investments in primarily foreign currency denominated investment instruments which can provide the Fund with a steady stream of fixed income

The investment objectives of the Corporation shall appropriately be set forth in the Registration Statement which will subsequently be filed with the Securities and Exchange Commission. The Corporation reserves the freedom to act with respect to such matters as will specifically be reserved in such Registration Statement. Amendments thereto may be made pursuant to Section 12 and other applicable provisions of the Investment Company Act."

f. Alignment of Definition of Assets and Liabilities

To amend the Article on Net Asset Value to reflect as follows:

"Article X. Determination Of Net Asset Value

SECTION 1. NET ASSET VALUE PER SHARE/UNIT - The net asset value of each share/unit of the Corporation, as of the close of business all determined and computed as follows:

(a) The assets of the Corporation shall be deemed to include: (i) aggregate market value of the portfolio securities and other assets; (ii) cash on hand; (iii) any dividends on stock trading ex-dividend; and (iv) any accrued interest on portfolio securities;

(b) The liabilities of the corporation shall be deemed to include: (i) taxes and other charges against the fund not previously deducted; (ii) liabilities; (iii) accrued expenses and fees; and (iv) cash held for distribution to investors of the fund on a prior date."

- For
- Against
- Abstain

Section 3: Attestation

By actively and deliberately selecting the checkbox, I hereby fully understand and give my consent to the following:

1. My act of accomplishing and submitting this form is equivalent to affixing my signature herein and signifies my unequivocal approval of its contents, including all the responses provided herein;
2. This form shall be accorded all the privileges and benefits of an original document bearing a physical or wet signature, and shall be conclusive, valid, and enforceable on my person; and
3. Upon request of ALFM Mutual Funds, I undertake to submit a wet-signed form bearing the same details indicated in this electronic submission, including any additional supporting document as may be required. Nonetheless, my failure to comply with the original submission requirements for whatever reason shall not constitute a revocation, nor affect the validity, of this electronic submission.

I agree to the above statement

9. Date Signed
Please input date (m/d/yyyy)

10. Current Location (Municipality)

NON-ELECTRONIC PROXY FORM

PLEASE FILL UP AND SIGN THIS PROXY FORM AND RETURN IMMEDIATELY VIA MAIL OR EMAIL TO:

**BPI WEALTH – A TRUST CORPORATION
7/F, BPI Buendia Center, Sen. Gil J. Puyat Ave., Makati City
Email: alfm_asm@bpi.com.ph**

You may also opt to accomplish and submit this form electronically at and such electronic submission shall have the same effect as though it was returned via mail or email at the address and information stated above.

STOCKHOLDER PROXY

(This Proxy Solicitation is being made by and on behalf of **ALFM Dollar Bond Fund, Inc.**)

Section 1: Data Privacy Notice

This form contains information intended only for users authorized by ALFM Mutual Funds. Authorized users should not disclose, disseminate, distribute, or copy this form, in whole or in part, without permission.

In compliance with the Data Privacy Act (R.A. 10173), we strive to keep your information private and confidential. Your personal and financial information, including your name, investment account number (e.g. Investment Account Number, Folio Number, Segregated Account Number) and number of shares will be collected to record your votes or your designation of a proxy for the ALFM Mutual Funds Annual Stockholders' Meeting. We ensure protection of your information, and these will be retained for as long as necessary for the fulfillment of your objective of voting or designating a proxy for the current and succeeding ALFM Mutual Funds Stockholders' Meeting. To learn more about how we collect, protect, use, share and store your private information, please email bpiwealth@bpi.com.ph.

Please identify your investment account type:

Joint (or)

1. Primary Account Holder _____
2. Secondary Account Holders (1) _____
3. Secondary Account Holders (2) _____
4. Secondary Account Holders (3) _____
5. Secondary Account Holders (4) _____
6. Investment Account Number: _____
7. Number of Shares: _____
8. Email Address: _____

Joint (and)

1. Primary Account Holder _____
2. Secondary Account Holders (1) _____
3. Secondary Account Holders (2) _____
4. Secondary Account Holders (3) _____
5. Secondary Account Holders (4) _____
6. Investment Account Number: _____
7. Number of Shares: _____
8. Email Address: _____

Corporate / Institutional

1. Corporation Name: _____
2. Authorized Representative: _____
3. Investment Account Number: _____
4. Number of Shares: _____
5. Email Address: _____

Individual / Sole (Non-Corporate, Non-Institutional, Not Joint)

1. Last Name: _____
2. First Name: _____
3. Investment Account Number: _____
4. Number of Shares: _____
5. Email Address: _____

Section 2: Stockholder Proxy

The undersigned stockholder (the "Stockholder") of **ALFM DOLLAR BOND FUND, INC.** (the "Company"), hereby appoints **Jose Teodoro K. Limcaoco**, with full power of substitution and delegation, or, in case of his non-attendance, the Chairman of the Annual Stockholders' Meeting of the Company, chosen in accordance with the Company's By-Laws, as the Stockholder's proxy to represent the Stockholder and vote all shares registered in the Stockholder's name in the books of the Company, at the Annual Meeting of the Stockholders to be conducted virtually via Zoom on 30 June 2026 at 3:00 PM, and any adjournments and postponements thereof, as fully to all intents and purposes as the stockholder might or could do if present in person, hereby ratifying and confirming any and all actions to be taken during any said meetings and adjournments thereof.

This proxy shall be accomplished not later than 5:00PM on 19 June 2026. This proxy revokes and supersedes any previously executed proxy or proxies. This proxy shall be valid for all Annual and Special Stockholders Meetings held from the date of the proxy until the last calendar day of the fifth (5th) year thereafter, and any postponement or adjournment thereof. It shall be for a maximum period of five (5) years from the date of the proxy, unless withdrawn by the stockholder by a written notice duly submitted to the Corporate Secretary.

This proxy, when properly executed, will be voted in the manner as directed herein by the stockholder. If no direction is made, this proxy will be voted "For" the approval of the matter stated below and for such other matters as may properly come before the meeting, including matters which the solicitors do not know a reasonable time before the solicitation are to be presented at the meeting, and those incidental to the conduct of the meeting, in the manner described in the information statement and/or as recommended by management or the board of directors.

1. Approval of minutes of previous Annual Stockholders' Meeting held on June 20, 2025
 - For
 - Against
 - Abstain

2. Approval of the 2025 Annual Report and Audited Financial Statements
 - For
 - Against
 - Abstain

3. Approval and Confirmation of all acts during the past year of the Board of Directors and Officers, the Fund Manager, and the Service Administrator
 - For
 - Against
 - Abstain

4. Election of Directors

Voting Instructions:

- 1) Multiply the number of your shares as of April 30, 2026 by five (5).
- 2) The result from number one (1) is the number of votes you may distribute among the five (5) nominees.

Example:

If you have 100 shares, you may distribute 500 votes among the nominees in whichever way you choose. Kindly write the number of votes you wish to confer upon each nominee on the blank space provided beside their names. If you wish to withhold the authority to vote for any nominee, kindly indicate the nominee's name.

- Jose Teodoro K. Limcaoco
- Simon R. Paterno
- Raymund Martin T. Miranda*
- Adelbert A. Legasto
- David G. Sarmiento Jr.*

**Independent Director*

- Vote for ALL nominees listed above and allocate votes equally among them
- Withhold authority to vote for ALL nominees listed above
- Select specific nominees to elect or allocate votes unequally:
 - Jose Teodoro K. Limcaoco [Enter number of votes below]

 - Simon R. Paterno [Enter number of votes below]

 - Raymund Martin T. Miranda* [Enter number of votes below]

 - Adelbert A. Legasto [Enter number of votes below]

 - David G. Sarmiento Jr.* [Enter number of votes below]

5. Confirmation of BPI Wealth – A Trust Corporation (“BPI Wealth”) as Fund Manager, Investment Advisor, Service Administrator, Principal Distributor and Transfer Agent.

- For
- Against
- Abstain

6. Re-appointment of Isla Lipana and Co. as external auditor

- For
- Against
- Abstain

7. Amendments of the Articles of Incorporation

a. To include Unitized Mutual Fund in the primary purpose.

To invest and reinvest in, subscribe for, sell, transfer, exchange or otherwise dispose so, all kinds of stocks, bonds, debentures, equity derivatives, certificates of participation in, or right to certificates, investments contracts, investment funds, pooled funds, voting trust certificates, whatsoever representing or constituting evidence of, or secured by, title to, or interest in, or any lien or charge upon, the capital or any property or assets, leases and/or holding of the issuer thereof; mortgages, notes or other obligations, commercial papers, acceptances, scrip, any receipts, warrants, certificates, hedge funds, options or other instruments representing rights to receive, purchase or subscribe to interest stated therein, or in any property or assets created or issued by any and all persons, firms, corporations, associations, partnership, syndicates, entities, governments and their subdivisions, agencies or instrumentalities thereof, domestic or foreign, in any currency as may be allowed by the Investment Company Act and its Implementing Rules and Regulations or any amendments thereto and generally to establish and carry on the business of an open-ended investment company ('mutual fund') and/or a Unitized Mutual Fund ('UMF') insofar as may be permitted by and subjected to existing laws.

b. To update principal address of the Fund from BPI Head Office Building, Ayala Ave. cor. Paseo de Roxas, Makati City to 7/F BPI Buendia Center, Sen. Gil Puyat Ave., Makati City

- For
- Against
- Abstain

8. Amendment of the Fund's By-Laws to reflect the following changes/provisions:

a. Revision of notice period for Meeting of the Stockholders

To amend the provision on Notice to reflect the new period below:

“Article III. Section 4. Notice

Stockholders' meeting shall be called by written or printed notice, in paper, digital or compact disc form or electronic medium, delivered personally or electronically, or deposited in the post office, addressed to each stockholder at his last known place of residence or office or at his e-mail or electronic address of record, at least ~~fifteen (15) banking days~~ **twenty-one (21)** days prior to the date of the meeting.”

b. Participation of and right of stockholders to vote in the Stockholders' Meeting through remote communication

To add the following paragraphs under the provision on Annual Meetings:

“Article III. Section 2. Annual Meetings

[xxx]

The Board shall take the appropriate steps to remove excessive or unnecessary costs and other administrative impediments to the Shareholders' meaningful participation in meetings, whether in person or by proxy. In furtherance thereof, poll voting shall be highly encouraged as opposed to the show of hands. Proxy voting may be considered, including the electronic distribution of proxy materials. The right to vote may also be exercised through remote communication or in absentia.

In cases where the Shareholders cannot physically attend Shareholders' meetings, they may do so through remote communications or other alternative modes of communication. If the Shareholder intends to participate in a meeting through remote communication, he shall notify the Corporate Secretary.”

c. Establishment of various committees to promote corporate governance

To add a new article with the following provisions:

“Committees of the Corporation

The Board may carry out its various responsibilities through Committees that shall be set up to support the effective performance of the Board's functions. The Committees shall be composed only of Board members.

A) Nomination Committee

The Board shall create a Nomination Committee which shall consist of at least three (3) members of the Board, one of whom must be an Independent Director.

Duties and Responsibilities of the Nomination Committee

1. Determine the nomination and election process for the Directors and defines the general profile of Board members that the Fund may need, and ensures that appropriate knowledge, competencies and expertise that complement the existing skills of the Board are adopted as standards and criteria for nomination and election;
2. Establishes a formal and transparent procedure for determining the remuneration of Directors and Officers that is consistent with the Fund's culture and business strategy as well as the business environment in which it operates.
3. Assess the effectiveness of the Board's processes and procedures in the election or replacement of Directors;
4. In consultation with the Executive or Management Committees, re-define the role, duties and responsibilities of the CEO/President by integrating the dynamic requirements of the business

as a going concern and future expansionary prospects within the realm of good corporate governance at all times.

5. Consider the following guidelines in the determination of Directorship in the Board:
6. The nature of the business of the Fund;
7. Age of the Director;
8. Number of Directorships and active memberships and Officerships in other Funds or organizations; and
9. Possible conflict of interest.

B) Audit Committee

The Board should establish an Audit Committee to enhance its oversight capability over the Fund's financial reporting, internal control system, internal and external audit processes, and compliance with applicable laws and regulations.

The Committee shall be composed of at least three (3) appropriately qualified None-Executive Directors (NEDs), the majority of whom, including the Chair, shall be Independent Directors. All of the members of the Committee must have relevant background, knowledge, skills, and/or experience in the areas of accounting, auditing, and finance. The Chair of the Committee shall not be the Chair of the Board or of any other committees.

In order to ensure independence and prevent conflict of interest, the members of the Audit Committee shall not be allowed to hold interlocking directorships in other entities involved in the operation of the Fund such as the Fund Manager, Fund Distributor, Fund Advisor, Transfer Agent, and Custodian.

Duties and Responsibilities of the Audit Committee

1. Ensure a reliable and strong internal audit control system with the duly appointed / registered Investment Manager's own internal corporate set-up. A well-designed internal audit control system provides a system of checks and balances in order to:
 - a. Safeguard the Fund's resources and ensure their effective utilization;
 - b. Prevent occurrence of fraud and other irregularities;
 - c. Protect the accuracy and reliability of the company's financial data; and
 - d. Ensure compliance with applicable laws and regulations;
2. Monitor Management's responsiveness to the internal auditor's findings and recommendations;
3. Prior to the commencement of the audit, discuss with the External Auditor the nature, scope and expenses of the audit, and ensures the proper coordination if more than one (1) audit firm is involved in the activity to identify proper coverage and minimize duplication of efforts;
4. Evaluate and determine the non-audit work, if any, of the External Auditor, and periodically reviews the non-audit fees paid to the External Auditor in relation to the total fees paid and the corporation's overall consultancy expenses. The Audit Committee shall disallow any non-audit work that will conflict with the duties of an External Auditor or may pose a threat to his independence. The non-audit work, if allowed, shall be disclosed in the Fund's Annual Report and Annual Corporate Governance Report (ACGR);
5. Review and approve the Interim and Annual Financial Statements before their submission to the Board, with particular focus on the following matters:
 - a. Any change/s in accounting policies and practices;
 - b. Areas where a significant amount of judgment has been exercised;
 - c. Significant adjustments resulting from the audit;
 - d. Going concern assumptions;
 - e. Compliance with accounting standards; and
 - f. Compliance with tax, legal and regulatory requirements;
6. Review the recommendations in the External Auditor's management letter;

7. Perform oversight functions over the Fund's Internal and External Auditors and ensures their independence and unrestricted access to all records, properties and personnel to enable them to perform their respective audit functions taking into consideration relevant Philippine professional and regulatory requirements;
8. Coordinate, monitor and facilitate compliance with laws, rules and regulations;
9. Recommend to the Board the appointment, reappointment, removal and fees of the External Auditor, duly accredited by the SEC, who undertakes an independent audit of the corporation, and provides an objective assurance on the manner by which the financial statements should be prepared and presented to the Shareholders;
10. Evaluate on an ongoing basis existing relations between and among businesses and counterparties to ensure that all related parties are continuously identified, RPTs are monitored, the Related Party Registry is updated to capture subsequent changes in relationships with counterparties from non-related to related and vice versa;
11. Perform the functions of the Independent Oversight Entity (IOE) Committee, as provided under, in the absence thereof;
12. Perform the functions of the Corporate Governance Committee, as provided under, in the absence thereof;
13. Perform the functions of the Related Party Transaction (RPT) Committee, as provided under, in the absence thereof;
14. Perform the functions of the Board Risk Oversight (BRO) Committee, as provided under, in the absence thereof; and
15. Meets internally and with the Board at least once every quarter without the presence of the CEO/President or other Management team members, and periodically meets with the head of the Independent Audit.

C) Independent Oversight Committee

The Fund shall perform oversight over its Fund Manager. Pursuant to this, the Audit Committee shall also function as an impartial Committee or Independent Oversight Entity (IOE), as recommended by SEC regulation, to monitor the transactions and functions carried out by the Fund Manager.

Duties and Responsibilities of the Independent Oversight Committee

1. Exercise care and diligence when monitoring the transactions and functions of the Fund Manager;
2. Oversee the transactions and functions of the Fund Manager to ensure compliance with the disclosures made in the Registration Statement, prospectus, the Investment Company Act (ICA), Securities Regulation Code (SRC), and their implementing rules and regulations. For cross-border offerings or transactions, in addition to the abovementioned, oversee the transactions of the Fund Manager in order to ensure that it also complies with the standards and requirements of bilateral or multilateral agreements allowing cross-border offerings and transactions that the Philippines is a party to;
3. Oversee the subscription and redemption of shares or units facilitated by the Fund Manager and to approve the request of the Fund Manager in the case of suspension of redemption of shares or units whenever necessary for the protection of investors subject to the rules on Suspension of Redemption provided under Rule 10.4 of the Investment Company Act (ICA) implementing rules and regulations;
4. Oversee the activities of the Fund Manager in order to ensure that it complies with the rules on investment restrictions and limitations, liquidity requirements, and other regulations involving the operationalization of the investment objectives, investment policy or strategy of the Fund;
5. Oversee the transactions of the Fund Manager to ensure that delegation will not result in unnecessary fees to be paid by the Fund and ensure that it will not delegate its function to the extent that it becomes a letter box such as when it no longer has the power to take decisions in the implementation of the investment policy and strategies nor retain the suitable process to monitor, control the activities and evaluate the performance of the delegatee;

6. If, in the reasonable opinion of the Independent Oversight Entity (IOE), the Fund Manager has not complied with any of the laws, rules or regulations applicable to the Fund, and/or it failed to report to the SEC the said non-compliance, notify the SEC of its opinion, including particulars of the non-compliance, not later than five (5) business days after forming the opinion or upon knowledge of the non-compliance. The notification shall be done by filing an SEC Form 17-C. It shall notify, without delay, the members of the Board of its opinion so that the Board can apprise the Fund Manager of the said non-compliance and address any resulting breach;
7. Report to the SEC any act of the Fund Manager, which in its opinion may be detrimental to the interests of the shareholders even if the said act is not in violation of any law, rule or regulation, not later than five (5) business days from knowledge thereof; and
8. If necessary, recommend to the Board that the Fund Manager be removed due to its inability to fulfill its functions.

D) Corporate Governance Committee

The Corporate Governance Committee is tasked with ensuring compliance with and proper observance of corporate governance principles and practices.

Duties and Responsibilities of the Corporate Governance Committee

1. Oversee the implementation of the corporate governance framework and periodically reviews the said framework to ensure that it remains appropriate in light of material changes to the Fund's size, complexity of operations and business strategy, as well as its business and regulatory environment;
2. Oversee the periodic performance evaluation of the Board and its Committees as well as the executive management, and conducts an annual evaluation of the said performance;
3. Ensure that the results of the Board evaluation are discussed, and that concrete action plans are developed and implemented to address the identified areas for improvement;
4. Recommend the continuing education/training programs for Directors, assignment of tasks/projects to Committees, succession plan for the Board members and Senior Officers, and remuneration packages for and individual performance;
5. Adopt corporate governance policies and ensures that these are reviewed and updated regularly, and consistently implemented in form and substance; and
6. Propose and plan relevant trainings for the members of the Board.

E) Related Party Transactions Committee

Duties and Responsibilities of the RPT Committee

1. Evaluate all RPTs to ensure that these are not undertaken on more favorable economic terms (e.g., price, commissions, interest rates, fees, tenor, collateral requirement) to such related parties than similar transactions with non-related parties under similar circumstances and that no corporate or business resources of the company are misappropriated or misapplied;
2. Determine any potential reputational risk issues that may arise as a result of or in connection with RPTs. In evaluating RPTs, the Committee takes into account, among others, the following:
 - a. The related party's relationship to the Fund and interest in the transaction;
 - b. The material facts of the proposed RPT, including the proposed aggregate value of such transaction;
 - c. The benefits to the Fund of the proposed RPT;
 - d. The availability of other sources of comparable products or services; and
 - e. An assessment of whether the proposed RPT is undertaken on terms and conditions that are comparable to the terms generally available to an unrelated party under similar circumstances. The Fund should have an effective price discovery system in place and exercise due diligence in determining a fair price for RPTs.
3. Ensures that appropriate disclosure is made, and/or information is provided to regulating and supervising authorities relating to the Fund's RPT exposures, and policies on potential and/or

actual conflicts of interest. The disclosure should include information on the approach to managing material conflicts of interest that are inconsistent with such policies, and conflicts that could arise as a result of the company's affiliation or transactions with other related parties;

4. Report to the Board on a regular basis, the status and aggregate exposures to each related party, as well as the total amount of exposures to all related parties;
5. Ensure that transactions with related parties, including write-off of exposures are subject to a periodic independent review or audit process;
6. Oversee the implementation of the system for identifying, monitoring, measuring, controlling, and reporting RPTs, including a periodic review of RPT policies and procedures.

F) Board Risk Oversight Committee

The Board Risk Oversight (BRO) Committee shall be responsible for the oversight of the Fund's Enterprise Risk Management (ERM) System to ensure its functionality and effectiveness. The BRO Committee should be composed of at least three (3) directors, the majority of whom should be IDs, including the Chairperson. At least one (1) member of the committee must have relevant thorough knowledge and experience on risk and risk management.

Duties and Responsibilities of the BRO Committee

1. Develop a formal ERM plan which contains the following:
 - a. Common language or register of risks,
 - b. Well-defined risk management goals and objectives,
 - c. Uniform processes of assessing risks and developing strategies to manage prioritized risks,
 - d. Designing and implementing risk management strategies, and
 - e. Continuing assessments to improve risk strategies, processes and measures;
 - f. Oversee the implementation of the ERM plan and conduct regular discussions on the Fund's prioritized and residual risk exposures based on regular risk management reports and assessing how these risks are addressed or managed;
2. Evaluate the risk management plan to ensure its continued relevance, comprehensiveness and effectiveness. The Committee shall revisit defined risk management strategies, looks for emerging or changing material exposures, and keeps abreast of significant developments that seriously impact the likelihood of harm or loss;
3. Advise the Board on its risk appetite levels and risk tolerance limits;
4. Review at least annually the Fund's risk appetite levels and risk tolerance limits based on changes and developments in the business, the regulatory framework, the external economic and business environment, and major events which may have occurred affecting the Fund;
5. Assesses the probability of each identified risk becoming a reality and estimates its possible significant financial impact and likelihood of occurrence. Priority areas of concern are those risks that are the most likely to occur and to impact the performance and stability of the Funds and its Stakeholders;
6. Oversee the Management's activities in managing credit, market, liquidity, operational, legal and other risk exposures of the Fund. This function includes regularly receiving information on risk exposures and risk management activities from Management; and
7. Report to the Board on a regular basis, or as deemed necessary, the Fund's material risk exposures, the actions taken to reduce the risks, and recommends further action or plans, as necessary."

d. Inclusion of Compliance Officer

To add the following clause/s in the Article of the By-Laws entitled Officers of the Corporation

"Officers of the Corporation

[xxx]

SECTION 14. COMPLIANCE OFFICER - The Compliance Officer is a member of the Fund's Management team in charge of the compliance function. Similar to the Corporate Secretary, he is primarily liable to the Fund and its shareholders and not to the Chair or President.

1. Ensures proper onboarding of new Directors (i.e., orientation on the Fund's business, charter, Articles of Incorporation and By Laws, among others);
2. Monitors, reviews, evaluates and ensures the compliance by the Fund, its Officers and Directors the relevant laws, the Manual, rules and regulations and all governance issuances of regulatory agencies;
3. Reports to the Board if violations are found and recommends the imposition of appropriate disciplinary action;
4. Ensures the integrity and accuracy of all documentary and electronic submissions as may be allowed under SEC rules and regulations;
5. Appears before the SEC when summoned in relation to compliance with the Manual and other relevant rules and regulations;
6. Collaborates with other departments within the Fund to properly address compliance issues, which may be subject to investigation;
7. Identifies possible areas of compliance issues and works towards the resolution of the same; and
8. Ensures the attendance of Directors and key Officers to relevant trainings."

e. Inclusion of Investment Objectives

To amend the Article on Investment Policy:

"Article IX. Investment Policy

SECTION 1. INVESTMENT OBJECTIVES - The Corporation will be classified under the Investment Company Act as an open-end investment company.

The primary objective of ALFM Dollar Bond Fund is capital preservation with returns and inflows derived out of investments in primarily foreign currency denominated investment instruments which can provide the Fund with a steady stream of fixed income

The investment objectives of the Corporation shall appropriately be set forth in the Registration Statement which will subsequently be filed with the Securities and Exchange Commission. The Corporation reserves the freedom to act with respect to such matters as will specifically be reserved in such Registration Statement. Amendments thereto may be made pursuant to Section 12 and other applicable provisions of the Investment Company Act."

f. Alignment of Definition of Assets and Liabilities

To amend the Article on Net Asset Value to reflect as follows:

"Article X. Determination Of Net Asset Value

SECTION 1. NET ASSET VALUE PER SHARE/UNIT - The net asset value of each share/unit of the Corporation, as of the close of business all determined and computed as follows:

(a) The assets of the Corporation shall be deemed to include: (i) aggregate market value of the portfolio securities and other assets; (ii) cash on hand; (iii) any dividends on stock trading ex-dividend; and (iv) any accrued interest on portfolio securities;

(b) The liabilities of the corporation shall be deemed to include: (i) taxes and other charges against the fund not previously deducted; (ii) liabilities; (iii) accrued expenses and fees; and (iv) cash held for distribution to investors of the fund on a prior date."

- For
- Against
- Abstain

Signed on this _____ day of _____, _____ in _____.

Printed Name of Stockholder

Signature of Stockholder /
Authorized Signatory

Annex A. MANAGEMENT REPORT

Financial and Other Information

DESCRIPTION OF THE BUSINESS

1. Business Development

ALFM Dollar Bond Fund, Inc. ("ALFM Dollar" or the "Fund"), formerly Far East Dollar Bond Fund, Inc., was organized on October 23, 1993 to engage primarily in a business of investing, reinvesting and trading of securities and to operate as an open-end investment company established under the Philippine Investment Company Act of 1960 (R.A. 2629). The Securities and Exchange Commission authorized the Fund to operate as such and to sell its securities within the Philippines by virtue of SEC Order No. 012 and 013, respectively, issued on February 23, 1999. The Fund only started commercial operations on May 10, 1999. On August 18, 2000, ALFM Dollar's Board of Directors and Shareholders approved certain amendments to the Fund's Articles of Incorporation including which is the change in the par value of each common share from PhP1.00 to PhP100.00. Such an amendment effectively converted the Fund's Authorized Capital Stock of PhP200,000,000 into an equivalent of 2,000,000 common shares of PhP100.00 par each. Subsequently, on December 12, 2001, the Commission has likewise approved the amendment in the Fund's Articles of Incorporation effectively changing the corporate name from Far East Fund, Inc. to Far East Dollar Bond Fund, Inc. On October 29, 2003, the Board of Directors and Stockholders of the Fund approved the proposed restructuring of the Fund which included the change in corporate name from Far East Dollar Bond Fund, Inc. to ALFM Dollar Bond Fund, Inc., increase in authorized capital stock from PhP200,000,000 to PhP5,400,000,000, and change in par value from PhP100.00 to PhP10,000. The Commission approved such amendments on January 21, 2004. Similarly, the ALFM Dollar Bond Fund, Inc. increased authorized capital stock further to PhP 6,000,000,000 from PhP 5,400,000,000 with a par value of PhP 10,000. The Commission approved these amendments on February 27, 2006. Once again, the ALFM Dollar Bond Fund, Inc. increased authorized capital stock further to PhP 6,790,000,000 from PhP 6,000,000,000 with a par value of PhP 10,000. The Commission approved these amendments on June 5, 2013.

The investment objective of the Fund is capital preservation with returns and inflows derived out of investments in primarily foreign-currency denominated investment securities which can provide the Fund with a steady stream of fixed income. The Fund can be classified as a moderate risk investment and shall have a base currency in Dollar. The proceeds from the sales of the Fund's shares are invested into a diversified portfolio of prime-grade securities and instruments which can provide the Fund with a steady stream of fixed income such as but not limited to US dollar denominated securities issued by Philippine and Major Foreign Governments, Prime Philippine and Foreign Corporations, and Financial Institutions including, but not limited to Treasury Bills or Notes, Bonds, Debt, and Quasi-debt instruments, and other securities issued by or otherwise guaranteed by the Philippine or other Major Foreign Governments.

The Fund Manager, Fund Advisor, and Principal Distributor of the Fund is BPI Wealth – A Trust Corporation ("BPI Wealth").

BPI Wealth is a wholly owned subsidiary of Bank of the Philippine Islands and is a standalone trust corporation duly authorized and licensed by the BSP. BPI Wealth has been duly registered and licensed by SEC as Investment Company Adviser, with license number 01-2023-00297, with authority to act as fund manager of mutual funds, beginning 14 March 2023. Currently, BPI Wealth is the designated fund manager of the ALFM Mutual Funds, PAMI Mutual Funds, Solidaritas Fund, Ekklesia Mutual Fund, Affinity Global Multi-Asset Fund, BPI Wealth Builder and NCM Mutual Fund. As an SEC-licensed Investment Company Adviser, BPI Wealth is also authorized to distribute the mutual funds it manages.

As Fund Manager, BPI Wealth shall formulate and implement the investment strategy, provide and render management, technical, and administrative services, whereby authorizing BPI Wealth to purchase and sell investment securities for the account of the Fund.

As Fund Advisor, BPI Wealth is tasked to render services which include investment research and advice, preparation of economic, industry, market, corporate, and security analyses, and assistance and recommendations in the formulation of investment guidelines.

As the Fund's Principal Distributor, BPI Wealth shall perform principally all related daily functions in connection with the marketing and the growth of the level of assets of the Fund.

BPI Investments Inc. ("BII") is the Transfer Agent of the Fund. It is a wholly-owned subsidiary of the Bank of the Philippine Islands incorporated on July 30, 1974 as Ayala Investment Management, Inc. to principally engage in the business of managing an investment company. BII is licensed by the Securities and Exchange Commission as a Transfer Agent with C.R No. 01-2004-00151. Its 2024 Transfer Agent license was renewed on July 4, 2024, and subsequently reissued on February 18, 2025, to reflect the company's new corporate name.

As the Fund’s appointed Transfer Agent, BII shall provide transfer agency services including the maintenance of the official stock and transfer book of the Fund and the issuance of Shareholders’ Transaction Advice, among others.

The Fund has also appointed BPI Wealth as its Transfer Agent to apply prospectively upon issuance of BPI Wealth’s Transfer Agency license by the Securities and Exchange Commission. BPI Wealth was already issued a Transfer Agency license and became the Fund’s Transfer Agent effective January 16, 2026. The Fund’s Shares shall be made available to the public primarily through the following:

1. BPI Wealth, which has been appointed as the Fund’s Principal Distributor with authority to appoint sub-distributors on behalf of the Fund; and
2. Other SEC authorized and accredited distribution firms that the Fund may engage through BPI Wealth.

In all cases, the Fund’s distributors shall be limited only to holders of Mutual Fund Distributor license duly granted by the SEC.

ALFM Dollar, as an investment company, will be regularly dealing with the following principal parties, among others, as follows:

Fund Manager, Fund Advisor, and Principal Distributor	BPI Wealth
Transfer Agent	BII
Sub-distributors	AB Capital Securities, Inc. Affinity Capital Corp. Bank of the Philippine Islands BDO Securities Corp. BPI Capital Corp. BPI Investments Inc. COL Financial Group First Metro Securities Brokerage Corp. Investa Financial, Inc. Novel Securities, Inc. Rampver Financials, Inc. UniCapital Securities, Inc. UnionBank Financial Services and Insurance Brokerage, Inc. Wealth Securities, Inc.

Risk Factors and Investment Considerations

The NAV of the Fund may fluctuate due to changes in the market values of the Fund’s investments. Such changes in market value may be attributable to various factors such as:

A. Factors External to the Fund, listed in the order of importance:

1) **Market Risk** - the risk that movement in the financial markets will adversely affect the value of investments of the Fund. To properly manage market risk, various risk measurement methodologies are utilized to quantify the potential change in portfolio value resulting from changes in security prices. Measures of risk-adjusted performance are also utilized. Market risk is controlled through the establishment of investment limits and by managing the fund according to investment guidelines and parameters that are consistent with its return objective and risk profile.

2) **Interest Rate Risk** - the risk that the value of the portfolio will decline as interest rates rise. Bond prices are inversely related to interest rates (ie. as interest rates increase, bond prices decrease). Interest rate risk is measured using duration and controlled through duration limits. To mitigate this risk, the Fund Manager closely monitors movements in interest rates.

3) **Liquidity Risk** - the risk that the investments of the Fund cannot be sold or converted into cash within a reasonable time or in instances where sale or conversion is possible but not at a fair price. A liquidity contingency plan, which provides a framework for addressing liquidity crisis situations, is in place.

4) **Credit Risk** - the risk that the bond issuer may not be able to pay its debt when interest payments and maturity falls due. Credit risk is minimized through diversification. Investment and counterparty limits are also

established and monitored regularly. All investment outlets and counterparties go through accreditation prior to the execution of investment transactions.

5) Inflation Risk - the risk that the return of your investments will not keep in pace with the increase in consumer prices. To mitigate inflation risk, the Fund Manager closely monitors inflation.

6) Reinvestment Risk - the risk associated with the possibility of having lower return when maturing securities or the interest earnings of funds are re-invested. To mitigate reinvestment risk, the Fund Manager closely monitors interest rate trends so as to re-invest at higher interest rates.

7) Foreign Exchange Risk - this is the possibility for an investor to experience losses from a decline in fund value when the market value of fixed income securities, settled in any other currency, held by the fund are converted/translated to Philippine Peso. To mitigate foreign exchange risk, the fund manager closely monitors the movements in the spot market.

B. Risks Inherent to the Fund, listed in the order of importance:

1) Investors in an open-end fund are exposed to the risk of dilution since other investors are allowed to purchase shares and/or redeem their entire holdings any time. Given this inherent risk, the Fund Manager tries to lessen the frequency of withdrawals by imposing an early redemption fee for investors who redeem from the Fund during the stipulated minimum holding period. By doing this, investors are discouraged to redeem during the minimum holding period, thereby allowing the Fund Manager to maximize the investments during the said period.

2) Unlike closed-end funds, the investment potential and capability of the Fund is limited by liquidity constraints as the Fund Manager should always ensure that there are sufficient liquid assets to service redemptions at any given time.

3) Unlike bank accounts, investment companies / mutual funds are neither insured with the PDIC nor any other agency of the government, nor guaranteed by the Fund Manager. Before investing in the Fund, investors are expected to understand that the Fund is not a bank deposit product and any income, or loss, shall be for the account of the investor. Investors are advised to read the Prospectus of the Fund, which may be obtained from authorized distributors, before deciding to invest. The Fund is registered with the Securities and Exchange Commission.

4) Mutual funds are subject to "manager risk," which is the potential for a fund to fail to achieve its objectives due to investment decisions by the Fund Manager, caused by the Fund Manager's ability, or failure, to "read the market" accurately. To mitigate this risk, the Fund Manager employs a thorough investment process, considering macroeconomic factors and integrating them in asset allocation models to optimize the return of the portfolio. The Fund Manager likewise keeps abreast of current market conditions through various trainings and seminars on fund management techniques as well as close coordination with various counterparties and regulators.

2. Distribution methods of the products or services

The Fund is being distributed by the Principal Distributor through its SEC Certified Investment Solicitors (CISols) and its appointed sub-distributors. Effective March 2025, BPI Wealth assumed the function of Principal Distributor previously held by BPI Investments Inc. (BII).

3. Competition

The Fund operates within the mutual fund industry, a type of collective investment scheme and a sub-sector of the financial services industry. The mutual fund industry offers a broad range of products, covering various asset classes and feeder fund structures. Most providers utilize private networks alongside digital and mobile strategies for distribution. With retail investors as the dominant market segment, investor education remains crucial, alongside key industry trends such as digitalization, evolving investor demographics, regulatory reforms, and a shifting competitive landscape, all of which are influencing how mutual funds operate and attract investors.

The principal method of competition in this industry is the fund performance or fund return measured based on the NAVPS's appreciation over time. The Fund will rely on the active management of its appointed Fund Manager to outperform the Fund's competition while ensuring that the active risk (i.e. degree of deviation from the index or benchmark) taken by the Fund remains appropriate given the Fund's investment objective and policy.

The Fund's primary competitors are peer collective investment schemes such as other dollar fixed income mutual funds and unit investment trust funds available in the Philippines.

Market Information

ALFM Dollar Bond Fund, Inc. (the "Fund") is not listed in the Philippine Stock Exchange. The shares are being sold by SEC Certified Investment Solicitors (CISols) thru the fund's authorized distributors.

Holder

As of 30 April 2026, there were a total of 6,671 holders of redeemable common stock (one class of shares only).

On June 5, 2014, the SEC en banc approved the confidential treatment of the Fund's list of top 20 shareholders and/or beneficial owners of more than five percent (5%) of the Fund's outstanding securities, which is submitted separately to SEC. This is for the security of the shareholders and for the protection of their privacy.

Dividends

The Fund has not declared any cash dividends for the last three (3) years. The Fund's Board may decide to declare dividends, whether in the form of cash, property or stock, from the unrestricted retained earnings of the Fund at a time and percentage as the Board may deem proper and in accordance with the pertinent laws.

Under the Investment Company Act, the Fund shall not pay any dividend, or make any distribution in the nature of a dividend payment, wholly or partly from any source other than: (i) from the Fund's accumulated undistributed net income, determined in accordance with good accounting practices and including profits or losses realized upon the sale of securities or properties; or (ii) from the Fund's earned surplus so determined for the current or preceding fiscal year, unless such payment is accompanied by a written statement which adequately discloses the source or sources of such payment. The SEC may prescribe the form of such statement by rules or regulations or by order in the public interest and for the protection of investors. The Fund shall also not advertise such dividends in terms of centavos or pesos per share without also stating the percentage they bear to the par value per share.

Recent Sales of Unregistered or Exempt Securities including Recent Issuance of Securities Constituting an Exempt Transaction

There were no recent sales of unregistered or exempt securities of the Fund. There were also no recent issuance of the Fund's securities that may constitute as an exempt transaction.

MANAGEMENT DISCUSSION AND ANALYSIS OR PLAN OF OPERATIONS

AS OF MARCH 31, 2026

International fixed income posted negative returns, with the Bloomberg Barclays Global Aggregate Total Return Index down 1.25% year-to-date. Quarterly performance was driven largely by yield fluctuations, which reflected shifting global monetary policy expectations. Early in the year, optimism around potential US Federal Reserve rate cuts supported lower yields; however, stronger-than-expected US economic data and persistent inflation tempered expectations for near-term easing. Toward quarter-end, heightened geopolitical tensions between the US and Iran added to market uncertainty, prompting investors to reassess the Fed's policy outlook toward a possible pause or more restrictive stance.

The lingering geopolitical tensions are expected to result in persistent volatility across global bond markets. The ongoing Middle East conflict has driven oil prices higher, lifting global inflation expectations and causing investors to dial back their earlier bets of further rate cuts and expect rates to stay high for longer. In the US, Fed policymakers are monitoring the potential implications of the Middle East conflict. This comes as the Fed's latest economic projections point to firmer inflation and slower economic growth relative to earlier expectations. Moreover, the expected leadership transition when Jerome Powell's term ends in May adds another layer of uncertainty to the monetary policy outlook. Together, these risks point to a potential steepening of the US yield curve, as shifting policy expectations could cause the short end to fall faster than the long end. Amid the heightened uncertainty, we favor a short-duration strategy and prefer bonds from high-quality issuers offering attractive yields and having more stable earnings visibility. We remain selective, leaning towards high-quality credit and select emerging market debt to capture interest rate carry.

As of 31 March 2026, the Fund's net asset value (NAV) per share stood at US\$531.61, up by 0.50% year-to-date. The Fund's total assets amounted to US\$191.14 million compared to the US\$194.31 million at the beginning of the year. Majority of the Fund's investments are in various dollar denominated bonds and other fixed income instruments. The decrease in asset value was largely attributable to net redemptions from the fund.

The Fund reported loss on investments of US\$.85 million for the first quarter of 2026 as bond yields declined during the period. Interest income stood at US\$1.61 million for the first quarter of the year. Other income amounted to US\$9.36 thousand for the first quarter of 2026.

During the quarter, total expenses amounted to US\$631.72 thousand with bulk of the expenses represented as management fees amounting to US\$598.21 thousand. Provision for income tax amounting to US\$358.36 thousand.

Given all these, the Fund generated a net income of US\$.39 million for the first quarter of 2026.

Top 5 Performance Indicators

Performance vis-à-vis the Benchmark – As of end-March 2026, the Fund posted a year-to-date return of 0.50%, net of fees and taxes, lagging behind its benchmark of 3-month US Treasury bill plus 1% by 66 basis points.

Market Share in the Industry - The local US Dollar fixed income mutual bond fund industry is comprised primarily of three major players namely ALFM Dollar Bond Fund, Philam Dollar Bond Fund and Sunlife Prosperity Dollar Abundance Fund. ALFM Dollar Bond Fund kept its number one rank in terms of market share ending 1Q2026 at 82.94%.

NAV Growth vis-à-vis Industry Growth - The Fund's average daily NAV for the first quarter of 2026 was at USD 193.60 Million. The US Dollar fixed income mutual bond fund industry registered a decrease in net asset value of USD 9.53 Million or by 3.97% in the 4Q of 2026. The NAV of ALFM Dollar Bond Fund also decreased by USD 3.17M to USD 191.14M while the entire industry size stood at USD 230.46 Million.

Portfolio Quality – As of end-March 2025, the fund's portfolio had 29.65% invested in government bonds, 69.39% in corporate debts, 0.56% in fixed income funds, and 0.40% in cash and deposits.

Performance vis-à-vis Competition – The Fund was at the top of the pack at 1st place in ranking out of seven funds based on its year-to-date return.

Discussion and analysis of material events and/or uncertainties known to the management that would address the past and would have an impact on future operations.

Any known trends, demands, commitments, events or uncertainties that will have material impact on the issuer's liquidity:

Liquidity of the fund may be affected by the market's depth or the existence of readily available buyers and sellers in the market.

Any events that will trigger direct or contingent financial obligation that is material to the company, including any default or acceleration of an obligation:

None

All material off-balance sheet transactions, arrangements, obligations (including contingent obligations), and other relationships of the company with unconsolidated entities or other persons created during the reporting period:

None

Any material commitments for capital expenditures, general purpose of such commitments, expected sources of funds for such expenditures:

None

Any known trends, events or uncertainties that have had or that are reasonably expected to have a material favorable or unfavorable impact on net sales/revenues/income from continuing operations:

None

Any significant elements of income or loss that did not arise from the issuer's continuing operations:

The Fund Manager is not aware of any significant element of income or loss that did not arise from the Fund's continuing operations.

Net Asset Value Per Share (“NAVPS”) for the 1st Quarter of 2026:

QUARTER	DATE	NAVPS	
1st	2-Jan-26	528.99	LOW
	10-Mar-26	531.97	HIGH

AS OF DECEMBER 31, 2025

In 2025, the Bloomberg Global Aggregate Index Total Return, USD Unhedged (LEGATRUU) delivered an 8.16% gain, marking a year defined by the definitive end of synchronized global monetary policy and the emergence of pronounced economic divergence. Whereas the early part of the decade saw central banks united in their fight against inflation, 2025 ushered in a clear decoupling among the world’s three major economies.

The United States continued to display a sense of economic exceptionalism, supported by resilient consumer spending and a pro-growth fiscal agenda that introduced new complexities into Treasury market pricing. Meanwhile, the Eurozone and China faced cooling growth and structural trade pressures, prompting their central banks to adopt more aggressive easing stances. For institutional investors, this transition meant that carry and country-specific duration strategies replaced the broad-based rallies that had characterized the previous global cycle.

Central bank decisions remained to be dominant shapers of market dynamics. The Federal Reserve successfully engineered a soft landing, delivering three 25 basis point rate cuts and ending the year with a Fed Funds target range of 3.50%–3.75%. Despite this, long-term U.S. yields stayed elevated as markets priced in a persistent fiscal premium, reflecting concerns about deficit spending and potential inflationary effects from midyear tariff measures. The result was a bull steepening of the U.S. yield curve, bringing an end to the historic inversion that had persisted since 2022.

In contrast, the ECB and Bank of England were compelled to act as stabilizers amid weak domestic demand, setting the stage for widening transatlantic yield differentials. These dynamics created attractive relative value opportunities in European Investment Grade credit, particularly for strategies emphasizing rate-driven total return.

In February, the Philippine Bureau of Treasury issued a total of US\$3.25 billion worth of 7-, 10-, and 25-year fixed rate global bonds. The issuances were well-received, and saw record tight pricing levels, according to National Treasury’s Sharon Almanza. These issuances served as attractive investment outlets to extend the fund’s duration.

Top Five Key Performance Indicators

Performance vis-à-vis the Benchmark – As of December 2025, the Fund posted a full year return of 3.69%, net of fees and taxes, underperforming its benchmark of 3-month US Treasury bill plus 1% by 149 basis points.

Market Share in the Industry – There are two major players in the local US Dollar fixed income mutual bond fund industry. These are namely, the Fund and the PhilAm Dollar Bond Fund. The Fund maintained its dominant market share by the end of 2025 at 81.0 %.

NAV Growth vis-à-vis Industry Growth - The Fund's average daily NAV for 2025 was at USD 197.97 Million. The US Dollar fixed income mutual bond fund industry registered a decrease in net asset value by USD 12.76 Million or by 5.1% for the year. The NAV of the Fund likewise decreased by 4.4% caused by significant redemptions from the fund. The entire industry stood at USD 239.97 Million while the Fund’s AUM was at USD 194.29 Million.

Portfolio Quality – As of December 2025, the Fund’s portfolio was invested in 31.25% in sovereign bonds, 59.16% in corporate bonds and 4.44% in short-term investments, such as fixed income funds, cash and deposits. The duration of the Fund increased from 6.2 in December 2024 to 5.9 by December 2025.

Performance vis-à-vis Competition – The Fund ranked 6th out of seven mutual funds in the same category based on its full year ROI in 2025.

NAVPS per quarter for the year 2025:

QUARTER	DATE	NAVPS	
1st	6-Jan-25	LOW	LOW
	31-Mar-25	HIGH	HIGH

2nd	11-Apr-25	LOW	LOW
	30-Jun-25	HIGH	HIGH
3rd	4-Jul-25	LOW	LOW
	30-Sep-25	HIGH	HIGH
4th	1-Oct-25	LOW	LOW
	31-Dec-25	HIGH	HIGH

AS OF DECEMBER 31, 2024

As of December 2024, the Fund’s net asset value (NAV) per share stood at US\$510.50, up 3.07% compared to the end-December 2023 level of US\$495.31. The increase in NAV per share can be attributed to the rise in market value and interest income from investments held by the Fund.

Total assets of the Fund amounted to US\$204.88 million as of end-2024, a decrease of 11.30% compared to the US\$230.98 million as of end-2023. Net assets amounted to US\$203.40 million, from US\$495.31 million in 2023.

Income totaled US\$10.84 million in 2024, lower than the US\$13.01 million in 2023. Income on financial assets at fair value through profit or loss amounted to US\$3.08 million in 2023 from a net income of US\$3.67 million in 2023. Total expenses amounted to US\$2.88 million in 2024, compared to US\$3.17 million the previous year. Management fees of US\$2.78 million made up most of the expenses in 2024. This resulted to a net income of US\$6.44 million in 2024 compared to the net income of US\$7.37 Million in 2023.

Top 5 Performance Indicators

Performance vis-à-vis the Benchmark – As of December 2024, the Fund posted a full year return of 3.01%, net of fees and taxes, underperforming its benchmark of 3-month US Treasury bill plus 1% by 307 basis points.

Market Share in the Industry – There are two major players in the local US Dollar fixed income mutual bond fund industry. These are namely, and the Fund and the PhilAm Dollar Bond Fund. The Fund maintained its dominant market share by the end of 2024 at 80.5%.

NAV Growth vis-à-vis Industry Growth - The Fund's average daily NAV for 2024 was at USD 221.10Million. The US Dollar fixed income mutual bond fund industry registered a decrease in net asset value by USD 38.75 Million or by 13.2% for the year. The NAV of the Fund likewise decreased by 11.1% caused by significant redemptions from the fund. The entire industry stood at USD 252.73 Million while the Fund's AUM was at USD 204.9 Million.

Portfolio Quality – As of December 2024, the Fund’s portfolio was invested in 34.65% in sovereign bonds, 63.00% in corporate bonds and 2.35% in short-term investments, such as fixed income funds, cash and deposits. The duration of the Fund increased from 3.8 in December 2023 to 6.2 by December 2024.

Performance vis-à-vis Competition – The Fund ranked 1st out of seven mutual funds in the same category based on its full year ROI in 2024.

NAVPS per quarter for the year 2024:

QUARTER	DATE	NAVPS	
1st	5-Jan-24	495.05	LOW
	31-Mar-24	499.32	HIGH
2nd	26-Apr-24	498.17	LOW
	30-Jun-24	502.40	HIGH
3rd	2-Jul-24	502.18	LOW
	30-Sep-24	509.92	HIGH
4th	18-Nov-24	508.84	LOW
	31-Dec-24	510.50	HIGH

External Audit Fees

The following are the aggregate fees billed by the external auditors for each of the last two calendar years (in Php):

Year	Total
2024	Php439,800
2025	Estimated Php457,400.00

Note:

No tax fees were paid since there were no professional services rendered by Isla Lipana for tax accounting compliance, advice, planning and any other form of tax service.

Similarly, no other fees were paid for products and services provided by Isla Lipana other than the regular annual audit report.

The following are the Fund's Audit Committee's approval policies and procedures for the external auditor:

- Recommend to the Board the selection of the external auditor, who will be accountable to the Board and to the Audit Committee as representatives of the shareholders. The Board and the Audit Committee will consider the external auditor's independence, effectiveness, and the approval of the fees and other compensation to be paid to the external auditor. The Audit Committee should review and discuss with the accountants on an annual basis all significant relationships the accountants have with the Fund to determine the accountants' independence.
- Review the performance of the external auditor and approve any proposed discharge of the external auditor when circumstances warrant.
- Periodically consult with the external auditor regarding internal controls and the fullness and accuracy of the Fund's financial statements.
- The Audit Committee will actively engage the external auditor in dialogues regarding independence.
- Adhere to the following procedures for the approval of services by the external auditor:
 - The Audit Committee will annually approve the scope of, and fees payable for, the year-end audit to be performed by the Fund's external auditor for the next calendar year.
 - The Fund may not engage the external auditor for any services unless they are approved by the Audit Committee in advance of the engagement.
 - If the Fund wishes to engage the external auditor for any services, the Fund will define and present to the Audit Committee specific projects and categories of the services to be provided, and fee estimates, for which the advance approval of the Audit Committee is required. The Audit Committee will review these requests and determine whether to pre-approve the engagement of the external auditor for the specific projects and categories of service.
 - The Fund will report to the Audit Committee regarding the actual spending for these projects and services, compared to the approved amounts on a quarterly basis.
 - The Audit Committee Chairperson will report to the Audit Committee at each regularly scheduled meeting the nature and amount of any non-audit services that he has approved.

Corporate Governance

The evaluation system adopted by the Fund to determine the level of compliance of the Board and top-level management with its Manual of Corporate Governance is based primarily on the SEC Corporate Governance Self-Rating Form (CG-SRF).

The Fund has undertaken the following measures to fully comply with the adopted leading practices on good corporate governance:

- Consider changes, improvements, or additions to current corporate disclosure procedures
- Implement processes for identifying items where timely corporate disclosure is necessary

Except for the required changes mandated by SEC, the Fund has no material deviations from its Manual of Corporate Governance since it filed its CG-SRF with the SEC.

Apart from the foregoing changes or improvements being considered for corporate disclosures, there are no plans to improve the current corporate governance of the Fund.

Other Disclosures

- There were no disagreements with the former accountant, on any matter of accounting any financial disclosure.
- There were no known trends, events or uncertainties with material impact on liquidity and sales. Neither were there events that would trigger direct or contingent financial obligations that are material to the Fund, including any default or acceleration of an obligation.
- There were no material off-balance sheet transactions, arrangements or obligations (including contingent obligations) and other relationships of the Fund with unconsolidated entities or other persons created during the reporting period.
- There were no material commitments for capital expenditures. The realized and unrealized gains on stock and fixed income investments brought by market appreciation represent the significant element of income from continuing operations.