

FUND OVERVIEW

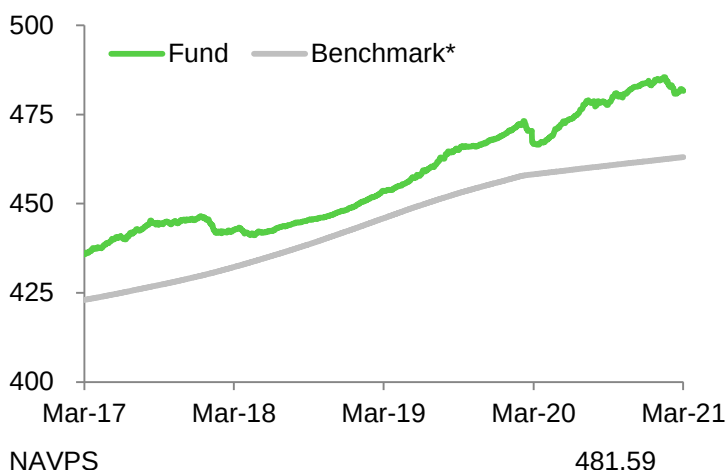
The Fund aims to achieve capital preservation through a steady stream of income by investing in a diversified portfolio of fixed income instruments issued by foreign and local entities.

The fund is suitable for investors who:

- Are at least classified as **moderately aggressive** based on their risk profile.
- Have an investment horizon of up **at least three (3) years**.

FUND FACTS

Classification:	Medium-Term Bond Fund
Launch Date:	February 5, 2002
Dealing Day:	Daily up to 01:00 PM
Minimum Investment:	USD 500.00 ¹
Min. Subsequent Order:	USD 100.00 ¹
Minimum Holding Period:	180 calendar days
Redemption Settlement:	T+1 End-of-Day
Early Redemption Charge:	1.00%
Total Management Fee²:	1.25% per annum
Total Fund NAV (Mn) :	USD 282.53

FUND PERFORMANCE AND STATISTICS *(Purely for reference purposes and is not a guarantee of future results)*
NAVPS GRAPH

CUMULATIVE PERFORMANCE (%) ³

	1 mo	3 mos	6 mos	1 YR	3 YRS	S.I. ⁴
Fund	-0.23	-0.47	0.66	3.18	8.81	111.69
Benchmark	0.08	0.26	0.53	1.09	7.07	46.79

ANNUALIZED PERFORMANCE (%) ³

	1 YR	2 YRS	3 YRS	4 YRS	5 YRS	S.I. ⁴
Fund	3.18	3.03	2.85	2.53	2.36	3.99
Benchmark	1.09	1.91	2.30	2.24	2.05	2.02

CALENDAR YEAR PERFORMANCE(%) ³

	YTD	2020	2019	2018	2017	2016
Fund	-0.47	3.34	4.45	0.55	3.15	3.29
Benchmark	0.26	1.37	3.09	2.94	1.93	1.30

BENCHMARK

3-month US Treasury bill plus 1.00%

STATISTICS

Weighted Ave Duration (Yrs)	5.22
Volatility, Past 1 Year (%) ⁵	0.86
Sharpe Ratio ⁶	3.58
Information Ratio ⁷	2.41
Port. Weighted Yield to Maturity (%)	2.83

PORTFOLIO COMPOSITION

Allocation	% of Fund
Government	31.23
Corporates	54.97
Fixed Income Funds	11.33
Cash & Cash Equivalents ⁸	2.47

Asset Valuation

Marked-to-Market	38.03
Amortized Cost	61.97

TOP THREE FIXED INCOME HOLDINGS

Name	Maturity	%
Aboitiz Equity Ventures, Inc. Bond	1/16/2030	7.06
Fixed Income Fund		5.97
AC Energy Bond	1/29/2024	5.36

¹Contribution rounded down/redemption rounded off to the nearest whole share. Mutual Fund shares do not issue fractional shares.

²Management, Distribution & Transfer Agency Fees

³Returns are net of fees.

⁴Since Inception.

⁵Measures the degree to which the Fund fluctuates vis-à-vis its average return over a period of time.

⁶Used to characterize how well the return of a Fund compensates the investor for the level of risk taken.

⁷Measures reward-to-risk efficiency of the portfolio relative to the benchmark. The higher the number, the higher the reward per unit of risk.

⁸Includes time deposits, other receivables (accrued income, investment securities purchased, accrued expenses, etc.) Net of Liabilities⁸

Fund prospectus is available upon request through BPI Investment Management Inc. (BIMI), authorized distributors and sales agents.

- THE MUTUAL FUND IS NOT A DEPOSIT AND IS NOT INSURED BY THE PHILIPPINE DEPOSIT INSURANCE CORP. (PDIC).
- RETURNS CANNOT BE GUARANTEED AND HISTORICAL NAVPS IS FOR ILLUSTRATION OF NAVPS MOVEMENTS/ FLUCTUATIONS ONLY.
- WHEN REDEEMING, THE PROCEEDS MAY BE WORTH LESS THAN THE ORIGINAL INVESTMENT AND ANY LOSSES WILL BE SOLELY FOR THE ACCOUNT OF THE CLIENT.
- THE FUND MANAGER IS NOT LIABLE FOR ANY LOSS UNLESS UPON WILLFUL DEFAULT, BAD FAITH OR GROSS NEGLIGENCE.

OUTLOOK AND STRATEGY

Market Review. The 10-year benchmark US Treasuries rose 34 bps in March to 1.74%.

Sustained market optimism and confidence in the growth outlook for 2021 caused safe haven USTs to inch back to pre-pandemic levels this month. US President Biden has signed the USD 1.9 Tn COVID-19 Relief Package into law and is considering another USD 3 Tn in new government spending. President Biden has also called for vaccine eligibility for all adults in the US by May 1, further boosting positive sentiment. The US economy continues to prove resilient. Inflation in the US rose 1.7% in February. Unemployment rate was 6.2% in February, down from 6.3% in January. Services PMI rose to 60 in March from 58.5 in February and Manufacturing PMI edged up to 59 in March from 58.6 in February, showing signs of continued expansion in economic activity.

In this month's FOMC Meeting, the US Fed Chair Powell continues to reiterate the Federal Reserve's dovish stance, stressing that the Fed won't raise rates until 2023 when they expect the US economy to have fully healed from the pandemic. The Fed expects the rise in inflation to be short-lived and GDP to expand to 6.5% (prev 4.2%) this year. Fed Powell encouraged investors to embrace the economic strength brought by Pres. Biden's stimulus package, assuring them that they will not act preemptively.

Fund Performance. The Fund returned -0.23% for the month, underperforming its benchmark by 31 basis points. Year-to-date, return amounted to -0.47%, underperforming its benchmark by 73 basis points.

Fund Strategy. The fund will maintain its current duration. Investors in the bond fund must be prepared to withstand short-term volatility as higher investment value is normally achieved over the medium- to long-term.