

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:

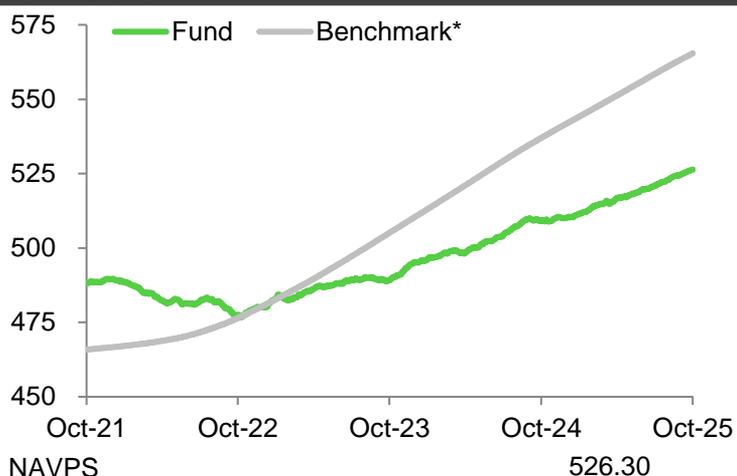
- Are at least classified as **moderately aggressive** based on their risk profile.
- Have an investment horizon of up **at least three (3) years**.

FUND FACTS

Classification:	Medium-Term Bond Fund
Launch Date:	February 5, 2002
Dealing Day:	Daily up to 2:00 PM
Minimum Investment:	USD 600.00 ¹
Min. Subsequent Order:	Equivalent amount of 1 share
Minimum Holding Period:	180 calendar days
Redemption Settlement:	T+0 End-of-Day
Early Redemption Charge:	1.00%
Total Management Fee²:	1.25% per annum
Total Fund NAV (Mn) :	USD 195.72

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

NAVPS GRAPH



CUMULATIVE PERFORMANCE (%)³

	1 mo	6 mos	1 YR	3 YRS	5 YRS	S.I. ⁴
Fund	0.32	1.82	3.33	10.21	9.64	131.36
Benchmark	0.40	2.58	5.25	18.23	21.71	74.86

ANNUALIZED PERFORMANCE (%)³

	1 YR	2 YRS	3 YRS	4 YRS	5 YRS	S.I. ⁴
Fund	3.33	3.71	3.29	1.89	1.86	3.60
Benchmark	5.25	5.71	5.74	4.81	4.01	2.38

CALENDAR YEAR PERFORMANCE(%)³

	YTD	2024	2023	2022	2021	2020
Fund	3.18	3.01	3.17	-1.96	1.19	3.34
Benchmark	4.38	6.09	6.15	2.96	1.03	1.37

BENCHMARK

3-month US Treasury bill plus 1.00%

STATISTICS

Weighted Ave Duration (Yrs)	5.76
Volatility, Past 1 Year (%) ⁵	0.47
Sharpe Ratio ⁶	-1.97
Information Ratio ⁷	-3.89
Port. Weighted Yield to Maturity (%)	3.84
Number of Holdings	53

TOP HOLDINGS

Name	Maturity	%
Ayala Corporation	PERP	8.51
Aboitiz Equity Ventures, Inc.	2030	7.15
US Treasury Notes	2025	6.64
First Pacific	2027	6.05
Manila Water Company, Inc.	2030	5.72

PORTFOLIO COMPOSITION

Allocation	% of Fund
Government	31.50
Corporates	62.73
Fixed Income Funds	-
Cash & Cash Equivalents ⁸	5.77

Asset Valuation	
Marked-to-Market	28.52
Amortized Cost	71.48

Maturity Profile	
Less than 1 year	24.51
1 – 3 years	10.12
3 – 5 years	37.27
More than 5 years	28.10

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 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. Global fixed income market saw mixed performances in October, with the Bloomberg Barclays Global Aggregate Total Return Index down by 0.25%. This came amid easing trade tensions between the US and China and shifting monetary policy expectations.

In the US, softer inflation allowed the Federal Reserve to cut rates by 25 basis points during its October meeting. However, Fed Chair Jerome Powell signaled that further cuts are not guaranteed, leading markets to anticipate a possible pause in the easing cycle. US Treasury yields declined across the curve, with the 2-year at 3.58%, the 10-year at 4.10%, and the 30-year at 4.67%.

Globally, long-term government bond yields also fell. The 10-year German Bund dropped to 2.65%, while the UK 10-year Gilt fell 28 basis points to 4.41%, following dovish comments from the Bank of England amid softer inflation and slower growth.

Fund Performance. The Fund returned 0.32% for the month, underperforming its benchmark by 8 basis points. Year-to-date return amounted to 3.18%, underperforming its benchmark by 120 basis points.

Fund Strategy. The fund manager looks to maintain portfolio duration in consideration of continued volatility in the global space. Though policy rates are expected to come down, US President Trump's tariff policies may cause inflationary pressures to persist. Investors in a bond fund must be prepared to withstand short-term volatility as higher investment value is normally achieved over the medium to long term.