

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.

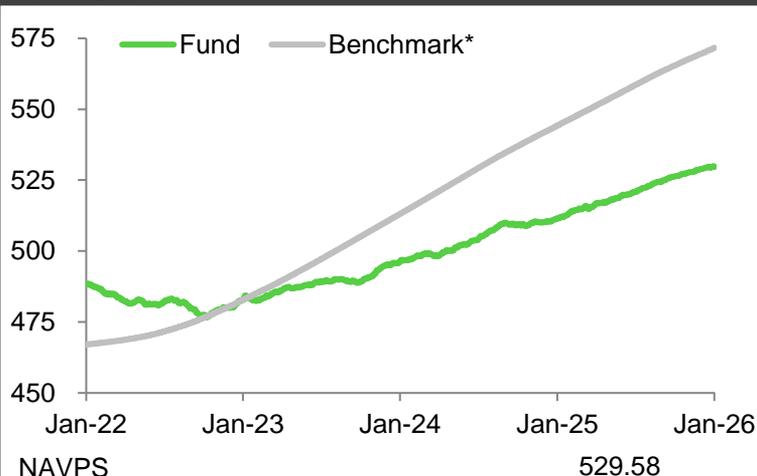
The fund is suitable for investors who:

- 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 193.77

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	0.12	1.66	3.50	9.55	9.24	132.78
Benchmark	0.40	2.42	5.08	18.01	22.77	76.62

ANNUALIZED PERFORMANCE (%)³

	1 YR	2 YRS	3 YRS	4 YRS	5 YRS	S.I. ⁴
Fund	3.50	3.27	3.09	2.05	1.78	3.58
Benchmark	5.08	5.50	5.68	5.04	4.19	2.40

CALENDAR YEAR PERFORMANCE(%)³

	YTD	2025	2024	2023	2022	2021
Fund	0.12	3.69	3.01	3.17	-1.96	1.19
Benchmark	0.40	5.18	6.09	6.15	2.96	1.03

BENCHMARK
 3-month US Treasury bill plus 1.00%

STATISTICS

Weighted Ave Duration (Yrs)	6.55
Volatility, Past 1 Year (%) ⁵	0.43
Sharpe Ratio ⁶	-1.33
Information Ratio ⁷	-3.46
Port. Weighted Yield to Maturity (%)	3.99
Number of Holdings	62

TOP HOLDINGS

Name	Maturity	%
Ayala Corporation	PERP	8.57
Aboitiz Equity Ventures, Inc.	2030	7.22
First Pacific	2027	6.09
Ayala Corporation	PERP	5.23
Globe Telecom, Inc.	2030	4.57

PORTFOLIO COMPOSITION

Allocation	% of Fund
Government	32.95
Corporates	55.33
Fixed Income Funds	5.92
Cash & Cash Equivalents ⁸	5.79
Asset Valuation	
Marked-to-Market	35.51
Amortized Cost	64.49
Maturity Profile	
Less than 1 year	15.92
1 – 3 years	8.34
3 – 5 years	37.33
More than 5 years	38.41

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 backdrop: The rally in US Treasuries from late-2025 took a pause in January. Inflation print showed signs of stabilization, however stayed above the Fed's target rate, and labor market continued to reflect a "low-hire low-fire" environment which pushed back Fed rate cut expectations from March to June. The Fed kept policy rates the same at the January meeting but continues to communicate data dependency.

Yields steepened by the end of the month with the announcement of President Trump's Fed chair nominee. Yields rose an average of 9 bps across the curve. The 5-year to 15-year rose 12-15 bps. Kevin Warsh is viewed to keep Fed independence and has been previously vocal in preferring a smaller Fed balance sheet.

The JP Morgan Asia Credit Index (JACI) Philippines declined month-on-month with a flux of competing supply like Indonesia and corporate credit. The Philippines had a triple-tranche issuance for 5.5-year, 10-year, and 25-year which were all well participated in. Steepening of US Treasuries consequently affected demand for spreads that affected price return.

Fund Performance. Year-to-date return amounted to 0.12%, underperforming its benchmark by 28 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, inflationary pressures are seen 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