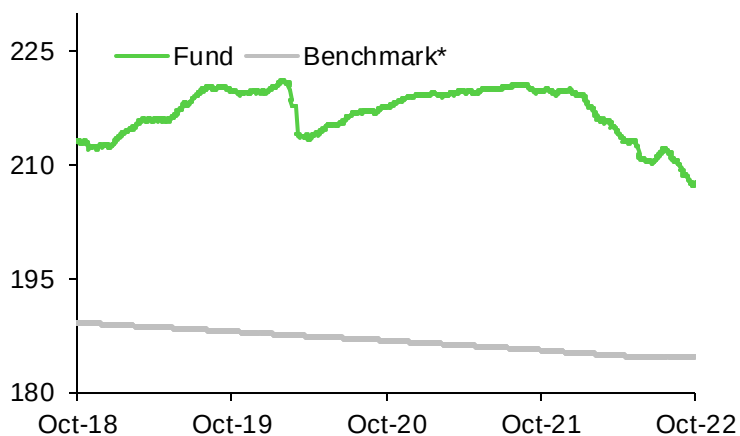


**FUND OVERVIEW**

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, such as but not limited to, Euro-denominated government securities, corporate notes and bonds, and fixed income funds.

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


NAVPS 207.87

**STATISTICS**

|                                          |       |
|------------------------------------------|-------|
| Weighted Ave Duration (Yrs)              | 3.71  |
| Volatility, Past 1 Year (%) <sup>5</sup> | 0.97  |
| Sharpe Ratio <sup>6</sup>                | -5.20 |
| Information Ratio <sup>7</sup>           | -5.19 |
| Port. Weighted Yield to Maturity (%)     | 2.02  |
| Number of Holdings                       | 23    |

**PORTFOLIO COMPOSITION**

| Allocation                           | % of Fund |
|--------------------------------------|-----------|
| Government                           | 54.57     |
| Corporates                           | 24.37     |
| Fixed Income Funds                   | 10.08     |
| Cash & Cash Equivalents <sup>8</sup> | 10.98     |

**Asset Valuation**

|                  |       |
|------------------|-------|
| Marked-to-Market | 30.57 |
| Amortized Cost   | 69.43 |

**Maturity Profile**

|                   |       |
|-------------------|-------|
| Less than 1 year  | 26.59 |
| 1 – 3 years       | 25.54 |
| 3 – 5 years       | 22.68 |
| More than 5 years | 25.19 |

**FUND FACTS**

|                                           |                       |
|-------------------------------------------|-----------------------|
| <b>Classification:</b>                    | Medium Term Bond Fund |
| <b>Launch Date:</b>                       | January 19, 2006      |
| <b>Dealing Day:</b>                       | Daily up to 1:30 PM   |
| <b>Minimum Investment:<sup>1</sup></b>    | EUR 500.00            |
| <b>Min. Subsequent Order:<sup>1</sup></b> | EUR 500.00            |
| <b>Minimum Holding Period:</b>            | 180 calendar days     |
| <b>Redemption Settlement:</b>             | T+0 End-of-Day        |
| <b>Early Redemption Charge:</b>           | 1.00%                 |
| <b>Total Management Fee:<sup>2</sup></b>  | 0.375% per annum      |
| <b>Total Fund NAV (Mn) :</b>              | EUR 15.40             |

**CUMULATIVE PERFORMANCE (%) <sup>3</sup>**

|                  | 1 mo  | 6 mos | 1 YR  | 3 YRS | 5 YRS | S.I. <sup>4</sup> |
|------------------|-------|-------|-------|-------|-------|-------------------|
| <b>Fund</b>      | -0.41 | -2.91 | -5.47 | -5.41 | -2.45 | 37.37             |
| <b>Benchmark</b> | 0.06  | -0.03 | -0.42 | -1.71 | -3.03 | 6.64              |

**ANNUALIZED PERFORMANCE (%) <sup>3</sup>**

|                  | 1 YR  | 2 YRS | 3 YRS | 4 YRS | 5 YRS | S.I. <sup>4</sup> |
|------------------|-------|-------|-------|-------|-------|-------------------|
| <b>Fund</b>      | -5.47 | -2.29 | -1.84 | -0.61 | -0.50 | 1.91              |
| <b>Benchmark</b> | -0.42 | -0.55 | -0.57 | -0.59 | -0.61 | 0.38              |

**CALENDAR YEAR PERFORMANCE(%) <sup>3</sup>**

|                  | YTD   | 2021  | 2020  | 2019  | 2018  | 2017  |
|------------------|-------|-------|-------|-------|-------|-------|
| <b>Fund</b>      | -5.52 | 0.38  | -0.25 | 3.33  | -0.50 | 1.97  |
| <b>Benchmark</b> | -0.26 | -0.71 | -0.64 | -0.62 | -0.69 | -0.86 |

**BENCHMARK**

3-month German T-Bill

**TOP HOLDINGS**

| Name                             | Maturity | %     |
|----------------------------------|----------|-------|
| Republic of the Philippines Bond | 2027     | 12.05 |
| Fixed Income Fund                |          | 10.08 |
| Republic of the Philippines Bond | 2029     | 8.42  |
| ING Bank NV                      | 2025     | 6.40  |
| Mexico Sovereign Bond            | 2026     | 6.34  |

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

<sup>2</sup>Management, Distribution & Transfer Agency Fees

<sup>3</sup>Returns are net of fees.

<sup>4</sup>Since Inception.

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

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

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

<sup>8</sup>Includes time deposits, other receivables (accrued income, investment securities purchased, accrued expenses, etc.) Net of Liabilities<sup>9</sup>

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 ECB raised policy rates by another 75 basis points during its October 27 policy meeting, bringing rates for marginal lending, main refinancing, and deposit to 2.25%, 2.00%, and 1.50%, respectively. Meanwhile, September inflation remains elevated due to soaring energy and food prices, supply bottlenecks and the post-pandemic recovery in demand. September inflation print came in at 9.9%, higher than 9.7% consensus estimate and August inflation print of 9.1%. Month-on-month, the 10-year Bund rose by about 57 basis points to 2.11% on September 30. Month-on-month, the 10-year Bund rose by about 4 basis points to 2.15% on October 31.

**Fund Performance.** The Fund returned -0.41% for the month, underperforming its benchmark by 47 basis points. Year-to-date, return amounted to -5.52%, underperforming its benchmark by 526 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.