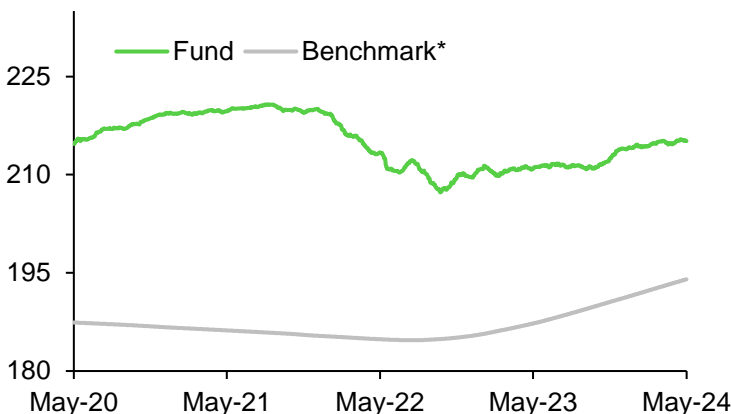


**FUND OVERVIEW**

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 215.15

**STATISTICS**

Weighted Ave Duration (Yrs)	3.15
Volatility, Past 1 Year (%) <sup>5</sup>	0.68
Sharpe Ratio <sup>6</sup>	-2.41
Information Ratio <sup>7</sup>	-2.40
Port. Weighted Yield to Maturity (%)	1.89
Number of Holdings	18

**PORTFOLIO COMPOSITION**

Allocation	% of Fund
Government	58.72
Corporates	12.44
Fixed Income Funds	9.53
Cash & Cash Equivalents <sup>8</sup>	19.31

**Asset Valuation**

Marked-to-Market	39.44
Amortized Cost	60.56

**Maturity Profile**

Less than 1 year	38.67
1 – 3 years	32.44
3 – 5 years	14.32
More than 5 years	14.56

**FUND FACTS**

<b>Classification:</b>	Medium Term Bond Fund
<b>Launch Date:</b>	January 19, 2006
<b>Dealing Day:</b>	Daily up to 2:00 PM
<b>Minimum Investment:</b> <sup>1</sup>	EUR 500.00
<b>Min. Subsequent Order:</b> <sup>1</sup>	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:</b> <sup>2</sup>	0.375% per annum
<b>Total Fund NAV (Mn) :</b>	EUR 15.27

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

	1 mo	6 mos	1 YR	3 YRS	5 YRS	S.I. <sup>4</sup>
<b>Fund</b>	<b>0.13</b>	<b>1.25</b>	<b>1.99</b>	<b>-2.06</b>	<b>-0.46</b>	<b>42.18</b>
<b>Benchmark</b>	<b>0.30</b>	<b>1.82</b>	<b>3.61</b>	<b>4.20</b>	<b>2.86</b>	<b>11.89</b>

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

	1 YR	2 YRS	3 YRS	4 YRS	5 YRS	S.I. <sup>4</sup>
<b>Fund</b>	<b>1.99</b>	<b>0.41</b>	<b>-0.69</b>	<b>0.04</b>	<b>-0.09</b>	<b>1.93</b>
<b>Benchmark</b>	<b>3.61</b>	<b>2.45</b>	<b>1.38</b>	<b>0.87</b>	<b>0.57</b>	<b>0.61</b>

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

	YTD	2023	2022	2021	2020	2019
<b>Fund</b>	<b>0.54</b>	<b>2.07</b>	<b>-4.71</b>	<b>0.38</b>	<b>-0.25</b>	<b>3.33</b>
<b>Benchmark</b>	<b>1.54</b>	<b>3.11</b>	<b>-0.04</b>	<b>-0.71</b>	<b>-0.64</b>	<b>-0.62</b>

**BENCHMARK**

3-month German T-Bill

**TOP HOLDINGS**

Name	Maturity	%
Republic of the Philippines Bonds	2027	12.53
PIMCO GIS Income Fund		9.53
Republic of the Philippines Bonds	2029	8.50
Time Deposit		6.55
ING Bank NV Bond	2025	6.51

<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>8</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 JP Morgan Asia Credit Index (JACI) Philippines rose 1.24% in May as Philippine dollar-denominated yields decreased, tracking the movements in US Treasuries.

Global bond yields fell as economic data releases fueled policy rate cut hopes. US CPI inflation slid from 3.5% in March to 3.4% in April. Moreover, it was reported that the US added 175k jobs in April, significantly below the 240k expectations. However, the yield declines were tempered by statements from US Federal Reserve officials about their growing concerns over the lack of progress on inflation. The US 10-year Treasury benchmark yield declined from 4.68% to 4.50% during the month.

On the domestic front, inflation continued its rebound, rising from 3.7% in March to 3.8% in April. On a month-on-month basis, price increases were recorded in transport due to higher diesel and gasoline prices. Meanwhile, food items like rice, fish, vegetables, and fruits reported month-on-month declines. Amidst lingering inflation risks from higher transport charges, electricity rates, global oil prices, and El Niño impact, the BSP kept policy rates steady. However, BSP Governor Remolona hinted at potential policy rate cut by August of this year.

**Fund Performance.** The Fund returned 0.13% for the month, underperforming its benchmark by 17 basis points. Year-to-date, return amounted to 0.54%, underperforming its benchmark by 100 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.