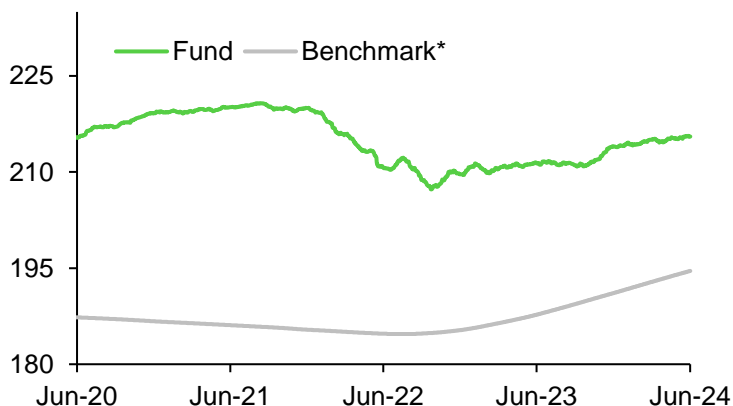


FUND OVERVIEW

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 215.55

STATISTICS

Weighted Ave Duration (Yrs)	3.73
Volatility, Past 1 Year (%) ⁵	0.69
Sharpe Ratio ⁶	-2.38
Information Ratio ⁷	-2.36
Port. Weighted Yield to Maturity (%)	2.13
Number of Holdings	18

PORTFOLIO COMPOSITION

Allocation	% of Fund
Government	59.21
Corporates	15.10
Fixed Income Funds	9.60
Cash & Cash Equivalents ⁸	16.09

Asset Valuation

Marked-to-Market	48.53
Amortized Cost	51.47

Maturity Profile

Less than 1 year	29.62
1 – 3 years	32.51
3 – 5 years	14.35
More than 5 years	23.53

FUND FACTS

Classification:	Medium Term Bond Fund
Launch Date:	January 19, 2006
Dealing Day:	Daily up to 2:00 PM
Minimum Investment: ¹	EUR 500.00
Min. Subsequent Order: ¹	EUR 500.00
Minimum Holding Period:	180 calendar days
Redemption Settlement:	T+0 End-of-Day
Early Redemption Charge:	1.00%
Total Management Fee: ²	0.375% per annum
Total Fund NAV (Mn) :	EUR 15.25

CUMULATIVE PERFORMANCE (%) ³

	1 mo	6 mos	1 YR	3 YRS	5 YRS	S.I. ⁴
Fund	0.19	0.73	1.99	-2.08	-0.86	42.45
Benchmark	0.26	1.80	3.62	4.53	3.18	12.19

ANNUALIZED PERFORMANCE (%) ³

	1 YR	2 YRS	3 YRS	4 YRS	5 YRS	S.I. ⁴
Fund	1.99	1.16	-0.70	0.03	-0.17	1.94
Benchmark	3.62	2.61	1.49	0.95	0.63	0.63

CALENDAR YEAR PERFORMANCE(%) ³

	YTD	2023	2022	2021	2020	2019
Fund	0.73	2.07	-4.71	0.38	-0.25	3.33
Benchmark	1.80	3.11	-0.04	-0.71	-0.64	-0.62

BENCHMARK

3-month German T-Bill

TOP HOLDINGS

Name	Maturity	%
Republic of the Philippines Bonds	2027	12.57
PIMCO GIS Income Fund		9.60
Republic of the Philippines Bonds	2029	8.51
Republic of the Philippines Bonds	2041	7.98
Time Deposit		6.56

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. Inflation in the Eurozone remained sticky with the June headline CPI figure coming in at 2.5% YoY vs the previous month's 2.6%. Nonetheless, this still marked a substantial improvement from the 5.5% recorded in June the year prior. The European Central Bank (ECB) thus became the latest developed market central bank to cut interest rates to 4.25% in its June meeting, after having heavily hinted at doing so a month earlier. Policy officials continued to stress that further rate cuts would remain heavily data dependent. European bonds initially rallied following the cut, however, the dismal outcome of the European Parliamentary elections and the snap French elections ended up driving yields back up slightly. Month-on-month, 10Y German bund yield fell 16.6 basis points to close the month at 2.497%.

On the domestic front, the BSP's Monetary Board met in June and also maintained their overnight policy rates as expected. However, BSP Governor Remolona has hinted at a potential policy rate cut in August.

One reason that the BSP kept rates steady is that inflation continues on its recent uptrend, rising from 3.8% in April to 3.9% in May. Another possible concern is the exchange rate with the peso weakening getting close to the 59 level. Given these 2 concerns, the market is at odds on whether the rate cut will push through or not.

Fund Performance. The Fund returned 0.19% for the month, underperforming its benchmark by 7 basis points. Year-to-date, return amounted to 0.73%, underperforming its benchmark by 107 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.