

## FUND OVERVIEW

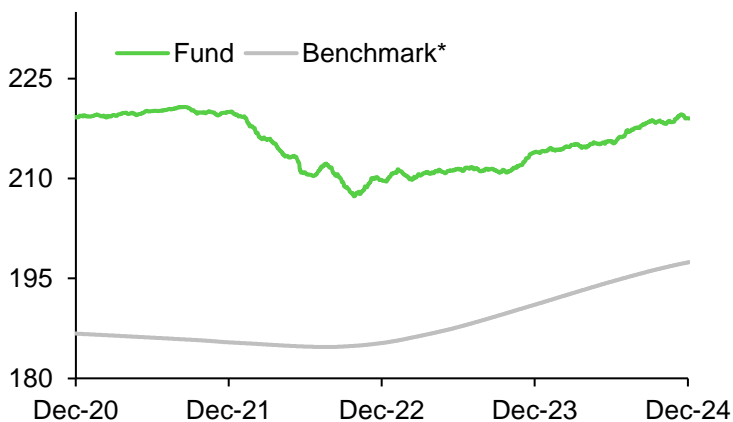
The Fund aims to achieve capital preservation through a steady stream of income by investing in a diversified portfolio of fixed income instruments issued by foreign and local entities, such as but not limited to, Euro-denominated government securities, corporate notes and bonds, and fixed income funds.

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 218.99

### STATISTICS

Weighted Ave Duration (Yrs)	4.22
Volatility, Past 1 Year (%) <sup>5</sup>	0.66
Sharpe Ratio <sup>6</sup>	-1.47
Information Ratio <sup>7</sup>	-1.44
Port. Weighted Yield to Maturity (%)	2.07
Number of Holdings	20

### PORTFOLIO COMPOSITION

Allocation	% of Fund
Government	66.54
Corporates	11.63
Fixed Income Funds	9.71
Cash & Cash Equivalents <sup>8</sup>	12.12

### Asset Valuation

Marked-to-Market	54.16
Amortized Cost	45.84

### Maturity Profile

Less than 1 year	26.20
1 – 3 years	22.92
3 – 5 years	27.13
More than 5 years	23.75

## 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 11.54

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

	1 mo	6 mos	1 YR	3 YRS	5 YRS	S.I. <sup>4</sup>
<b>Fund</b>	-0.02	1.60	2.34	-0.46	-0.34	44.72
<b>Benchmark</b>	0.19	1.48	3.31	6.48	5.05	13.85

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

	1 YR	2 YRS	3 YRS	4 YRS	5 YRS	S.I. <sup>4</sup>
<b>Fund</b>	2.34	2.20	-0.15	-0.02	-0.07	1.97
<b>Benchmark</b>	3.31	3.21	2.12	1.40	0.99	0.69

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

	YTD	2023	2022	2021	2020	2019
<b>Fund</b>	2.34	2.07	-4.71	0.38	-0.25	3.33
<b>Benchmark</b>	3.31	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	2029	11.24
Republic of the Philippines Bonds	2041	10.63
PIMCO GIS Income Fund		9.71
Time Deposit		8.66
Republic of the Philippines Bonds	2027	8.65

<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 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 10-year German Bund increased by 28 basis points for the month of December as the global bonds sold off on more hawkish central bank expectations.

European markets were volatile for the month amid political turmoil in France and Germany as well as some evidence of economic weakness in the region. Regardless, sentiment was largely driven by events in the US. After cutting policy rates by another 25 basis points during the final FOMC meeting for the year, the US Federal Reserve updated its dot plot to show 2 rate cuts for 2025 in lieu of the 4 cuts previously shown. This, along with higher inflation expectations caused investors to trim positions on their bond holdings for the month. Concerns over the inflation impact of incoming President Trump’s policies likewise dampened sentiment in the fixed income market.

For full-year 2024, the 10-year German Bund increased by 23 basis points.

**Fund Performance.** The Fund returned -0.02% for the month, underperforming its benchmark by 21 basis points. Year-to-date, return amounted to 2.34%, underperforming its benchmark by 97 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.