

FUND OVERVIEW

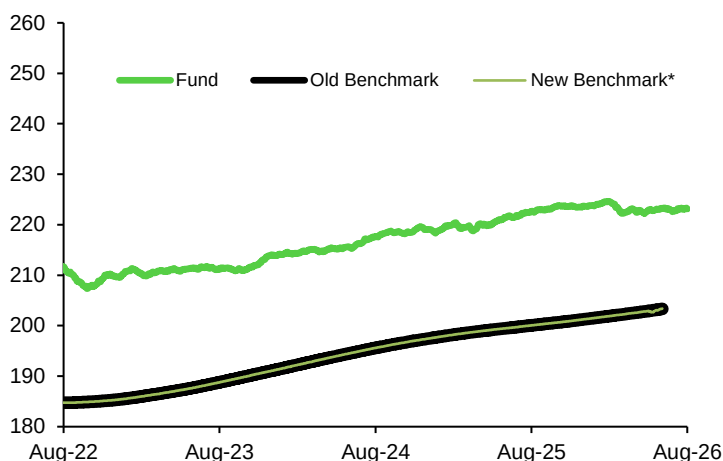
The Fund aims to achieve capital preservation through a steady stream of income by investing in a diversified portfolio of fixed income instruments issued by foreign and local entities, such as but not limited to, Euro-denominated government securities, corporate notes and bonds, and fixed income funds.

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 223.15

STATISTICS

Weighted Ave Duration (Yrs)	3.90
Volatility, Past 1 Year (%) ⁵	8.32
Sharpe Ratio ⁶	-0.22
Information Ratio ⁷	-0.18
Port. Weighted Yield to Maturity (%)	3.19
Number of Holdings	20

PORTFOLIO COMPOSITION

Allocation % of Fund

Government	60.33
Corporates	23.22
CIS	11.88
Cash and Money Market Instruments ⁸	4.57

Asset Valuation

Marked-to-Market	61.27
Amortized Cost	38.73

Maturity Profile

Less than 1 year	30.85
1 – 3 years	19.97
3 – 5 years	21.31
More than 5 years	27.87

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 10.05

CUMULATIVE PERFORMANCE (%) ³

	1 mo	6 mos	1 YR	3 YRS	5 YRS	S.I. ⁴
Fund	0.16	-0.63	0.21	5.54	1.09	47.47
Benchmark	0.11	0.74	1.66	7.71	9.41	17.30

ANNUALIZED PERFORMANCE (%) ³

	1 YR	2 YRS	3 YRS	4 YRS	5 YRS	S.I. ⁴
Fund	0.21	1.25	1.81	1.38	0.22	1.90
Benchmark	1.66	1.96	2.51	2.44	1.82	0.78

CALENDAR YEAR PERFORMANCE(%) ³

	YTD	2025	2024	2023	2022	2021
Fund	-0.23	2.14	2.34	2.07	-4.71	0.38
Benchmark	1.05	1.96	3.31	3.11	-0.04	-0.71

BENCHMARK

60% 3-Month German Treasury Bills + 40% Bloomberg Euro Aggregate 1–5 Year Index⁹

TOP HOLDINGS

Name	Maturity	%
Republic of the Philippines Bonds	2029	12.92
Republic of the Philippines Bonds	2027	9.95
McDonald's Corp.	2029	9.38
Republic of the Philippines Bonds	2032	6.87
Standard Chartered	2033	5.92

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

⁹Effective June 1, 2026, the benchmark was changed from the 3-month German Treasury bill rate to a composite benchmark comprising 60% of the 3-month German Treasury bill rate and 40% of the Bloomberg Euro Aggregate 1–5 Year Index to better align with the Fund's investment strategy and risk profile.

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 bond markets posted modest gains in August, with the Bloomberg Global Aggregate Bond Index (unhedged USD) returning 0.56%. Investors continued to weigh persistent inflation, higher energy prices, and the possibility that major central banks may keep interest rates elevated for longer. Government bond performance varied across regions: German and Japanese bonds outperformed, while US Treasuries were nearly flat as heavy supply and inflation concerns pushed longer-term yields higher. On the policy front, the US Federal Reserve kept rates unchanged but maintained a cautious stance on inflation, while expectations of further tightening by the European Central Bank and the Bank of Japan also influenced markets. By month-end, markets had fully priced in a Fed rate hike by December. Meanwhile, Treasury Secretary Bessent announced a "Treasury twist," increasing buybacks of long-dated debt while issuing more short-dated securities to contain long-term yields.

Across credit markets, investment grade bonds delivered modest and uneven returns, supported by regular interest income but held back by higher government bond yields and a heavy wave of new AI-related corporate issuance. Emerging market debt performed relatively well, led by local currency bonds, while hard currency bonds declined during the month, as spreads widened, consistent with the broader risk-off tone from elevated oil prices and hawkish DM central bank signals. High yield bonds were the strongest credit segment, benefiting from their shorter interest-rate sensitivity and attractive income, while generally stable credit spreads pointed to still-supportive corporate fundamentals despite the uncertain economic environment.

Fund Performance. The Fund returned 0.16% for the month, outperforming with its benchmark by 5 basis points. Year-to-date, return amounted to -0.23%, underperforming its benchmark by 128 basis points.

Fund Strategy. The Fund looks to maintain a nimble portfolio position to take advantage of any opportunities as global inflation is seen to increase over the next few months as an effect of the ongoing geopolitical tensions in the Middle East. Volatility may persist in the near term driven by global factors, and the portfolio will be actively managed to take advantage of this. Investors in the bond fund must be prepared to withstand volatility as higher investment value is normally achieved over the medium to long term horizon.