

**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:

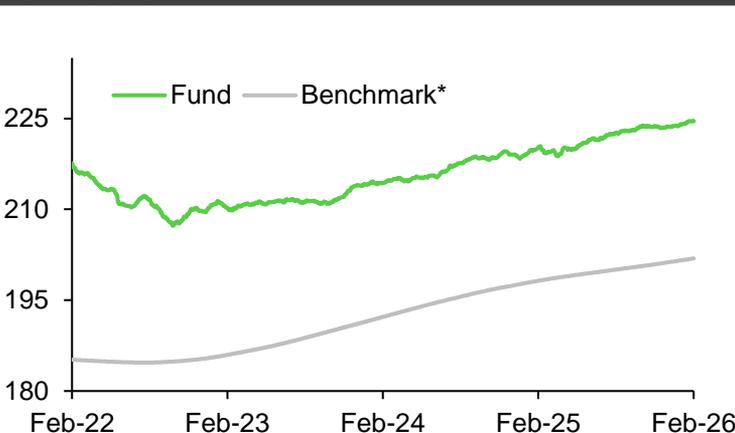
- Are at least classified as **moderately aggressive** based on their risk profile.
- have an investment horizon of up **at least three (3) years**.

**FUND 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:<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 10.19

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

**NAVPS GRAPH**



NAVPS 224.57

**STATISTICS**

Weighted Ave Duration (Yrs)	4.37
Volatility, Past 1 Year (%) <sup>5</sup>	8.35
Sharpe Ratio <sup>6</sup>	0.01
Information Ratio <sup>7</sup>	0.01
Port. Weighted Yield to Maturity (%)	2.69
Number of Holdings	17

**PORTFOLIO COMPOSITION**

Allocation	% of Fund
Government	66.04
Corporates	17.32
Fixed Income Funds	8.96
Cash & Cash Equivalents <sup>8</sup>	7.68

**Asset Valuation**

Marked-to-Market	54.32
Amortized Cost	45.68

**Maturity Profile**

Less than 1 year	23.00
1 – 3 years	31.31
3 – 5 years	14.34
More than 5 years	31.35

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

	1 mo	6 mos	1 YR	3 YRS	5 YRS	S.I. <sup>4</sup>
<b>Fund</b>	<b>0.28</b>	<b>0.86</b>	<b>1.95</b>	<b>6.84</b>	<b>2.39</b>	<b>48.41</b>
<b>Benchmark</b>	0.16	0.93	1.86	8.56	8.25	16.44

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

	1 YR	2 YRS	3 YRS	4 YRS	5 YRS	S.I. <sup>4</sup>
<b>Fund</b>	<b>1.95</b>	<b>2.36</b>	<b>2.23</b>	<b>0.79</b>	<b>0.47</b>	<b>1.98</b>
<b>Benchmark</b>	1.86	2.48	2.77	2.18	1.60	0.76

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

	YTD	2025	2024	2023	2022	2021
<b>Fund</b>	<b>0.40</b>	<b>2.14</b>	<b>2.34</b>	<b>2.07</b>	<b>-4.71</b>	<b>0.38</b>
<b>Benchmark</b>	0.32	1.96	3.31	3.11	-0.04	-0.71

**BENCHMARK**

3-month German T-Bill

**TOP HOLDINGS**

Name	Maturity	%
Republic of the Philippines Bonds	2029	12.75
Republic of the Philippines Bonds	2041	12.05
Republic of the Philippines Bonds	2027	9.81
McDonald's Corp.	2029	9.39
Republic of the Philippines Bonds	2033	9.33

<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.** EUR-denominated bond delivered positive returns for the month of February. Yields declined across the curve. Geopolitical risks and revaluation of AI fed themes of diversification and safe haven demand resulted to a flattening of the yield curve. The tepid inflation outlook in the euro area also supported the euro bond space.

The 3-month German Bunds declined to 1.90% from 1.98% and the 10-year fell to 2.64% from 2.87%. The 10-year French Oats also declined to 3.22% from 3.45%. Auctions for the long-end sovereign issued bond were also well participated during the month. Corporate bond saw tighter yields amidst demand. The Bloomberg Euro Aggregate Total Return returned 1.3% in February where price return was about 1%.

ECB President Christine Lagarde mentioned that the central bank must be agile in setting monetary policy despite being well positioned. We expect this guidance would mean cautious monitoring of risks to inflation.

**Fund Performance.** The Fund returned 0.28% for the month, outperforming its benchmark by 12 basis point. Year-to-date, return amounted to 0.40%, outperforming its benchmark by 8 basis point.

**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.