

**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:

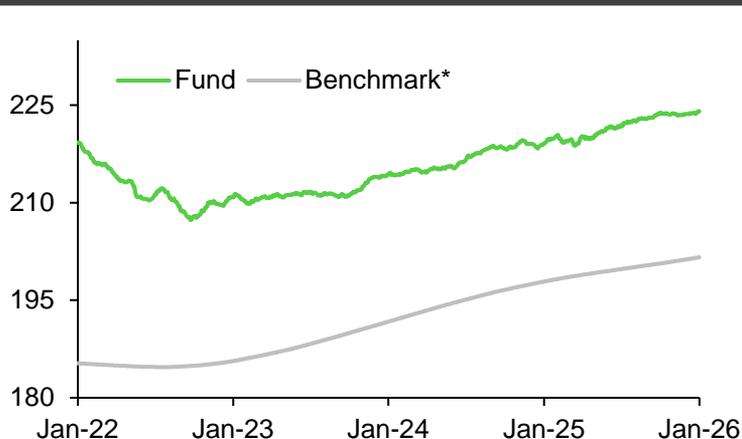
- Are at least classified as **moderately aggressive** based on their risk profile.
- have an investment horizon of up **at least three (3) years**.

**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 10.40

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

**NAVPS GRAPH**



NAVPS 224.07

**STATISTICS**

Weighted Ave Duration (Yrs)	4.31
Volatility, Past 1 Year (%) <sup>5</sup>	8.34
Sharpe Ratio <sup>6</sup>	0.04
Information Ratio <sup>7</sup>	0.04
Port. Weighted Yield to Maturity (%)	2.44
Number of Holdings	17

**PORTFOLIO COMPOSITION**

Allocation	% of Fund
Government	64.57
Corporates	16.98
Fixed Income Funds	8.71
Cash & Cash Equivalents <sup>8</sup>	9.74

Asset Valuation	
Marked-to-Market	55.03
Amortized Cost	46.97

Maturity Profile	
Less than 1 year	24.69
1 – 3 years	18.18
3 – 5 years	26.51
More than 5 years	30.62

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

	1 mo	6 mos	1 YR	3 YRS	5 YRS	S.I. <sup>4</sup>
<b>Fund</b>	<b>0.18</b>	<b>0.97</b>	<b>2.23</b>	<b>6.28</b>	<b>2.17</b>	<b>48.08</b>
<b>Benchmark</b>	0.17	0.91	1.88	8.59	8.04	16.27

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

	1 YR	2 YRS	3 YRS	4 YRS	5 YRS	S.I. <sup>4</sup>
<b>Fund</b>	<b>2.23</b>	<b>2.24</b>	<b>2.05</b>	<b>0.55</b>	<b>0.43</b>	<b>1.98</b>
<b>Benchmark</b>	1.88	2.55	2.79	2.13	1.56	0.75

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

	YTD	2025	2024	2023	2022	2021
<b>Fund</b>	<b>0.18</b>	<b>2.14</b>	<b>2.34</b>	<b>2.07</b>	<b>-4.71</b>	<b>0.38</b>
<b>Benchmark</b>	0.17	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	12.48
Republic of the Philippines Bonds	2041	11.78
Republic of the Philippines Bonds	2027	9.60
McDonald's Corp.	2029	9.20
Republic of the Philippines Bonds	2033	9.10

<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.** For the month of January, yields broadly fell for most European sovereign bonds. This was supported by a view of managed inflation specifically in major EU countries like Germany and France, and stabilized policy rates from the European Central Bank (ECB).

German Bunds saw some sell-off during the height of the EU-US tension over Greenland with the 10-year rising to 2.91%. Bunds recovered post the World Economic Forum in Davos where the US reversed rhetoric on additional tariff and use of military force over the matter. Bunds eased back to 2.85% near end of month. France experienced some volatility due to political concerns over its 2026 Budget. The 10-year French OATs carried a spread of 60-70 bps over Bunds for the period but quickly tightened with progress on the budget resolution in sight.

The ECB is still widely expected to keep policy rates unchanged at 2% in contrast to the Fed where timing of the next Fed rate cut continues to be a source of volatility. EUR bond exposure will continue to provide stability in a global portfolio.

**Fund Performance.** The Fund returned 0.18% for the month, outperforming its benchmark by 1 basis point.

**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.