

FUND OVERVIEW

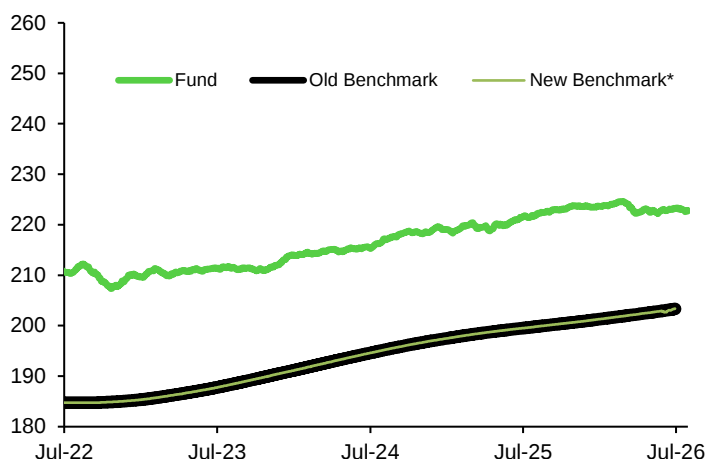
The Fund aims to achieve capital preservation through a steady stream of income by investing in a diversified portfolio of fixed income instruments issued by foreign and local entities, such as but not limited to, Euro-denominated government securities, corporate notes and bonds, and fixed income funds.

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 222.79

STATISTICS

Weighted Ave Duration (Yrs)	3.69
Volatility, Past 1 Year (%) ⁵	8.32
Sharpe Ratio ⁶	-0.19
Information Ratio ⁷	-0.16
Port. Weighted Yield to Maturity (%)	3.01
Number of Holdings	22

PORTFOLIO COMPOSITION

Allocation % of Fund

Government	64.32
Corporates	17.40
CIS	11.81
Cash & Money Market Instruments ⁸	6.47

Asset Valuation

Marked-to-Market	63.35
Amortized Cost	36.65

Maturity Profile

Less than 1 year	36.69
1 – 3 years	16.08
3 – 5 years	21.33
More than 5 years	25.90

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 10.03

CUMULATIVE PERFORMANCE (%) ³

	1 mo	6 mos	1 YR	3 YRS	5 YRS	S.I. ⁴
Fund	-0.21	-0.57	0.40	5.24	1.12	47.23
Benchmark	-0.10	0.77	1.69	7.91	9.23	17.17

ANNUALIZED PERFORMANCE (%) ³

	1 YR	2 YRS	3 YRS	4 YRS	5 YRS	S.I. ⁴
Fund	0.40	1.39	1.72	1.35	0.22	1.90
Benchmark	1.69	2.04	2.57	2.41	1.78	0.77

CALENDAR YEAR PERFORMANCE(%) ³

	YTD	2025	2024	2023	2022	2021
Fund	-0.39	2.14	2.34	2.07	-4.71	0.38
Benchmark	0.94	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	12.95
Republic of the Philippines Bonds	2027	9.96
McDonald's Corp.	2029	9.41
Republic of the Philippines Bonds	2032	6.86
Republic of the Philippines Bonds	2033	5.11

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. The Bloomberg European Aggregate Total Return Index declined by 1.47% in July 2026, as European government bonds sold off broadly during the month. Renewed market volatility similar to the pressure seen in March reemerged as tensions between the United States and Iran first escalated.

Geopolitical tensions in the Middle East intensified again in July, pushing oil prices back toward US\$100 per barrel. The spike in oil prices increased upside risks to inflation and contributed to a more cautious interest rate outlook.

Markets priced in a policy-rate hold by the European Central Bank in July but assigned a higher probability to a potential rate hike in September, reflecting concerns that renewed energy-price pressures could keep inflation elevated.

Sovereign bond yields rose across key European markets, particularly in Germany and France. The 10-year German Bund yield increased from 2.88% to 3.21%, reaching its highest level since 2011. The 2-year Bund yield also rose by approximately 30 basis points, reflecting more hawkish expectations for monetary policy.

Fund Performance. The Fund returned -0.21% for the month, underperforming with its benchmark by 11 basis points. Year-to-date, return amounted to -0.39%, underperforming its benchmark by 133 basis points.

Fund Strategy. The Fund looks to maintain a nimble portfolio position to take advantage of any opportunities arising from volatility in global bond markets. Near-term risks remain, particularly those associated with oil price fluctuations, disruptions in seaborne trade, and evolving central bank policy guidance. The portfolio will be actively managed to navigate these market conditions. 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.