

FUND OVERVIEW

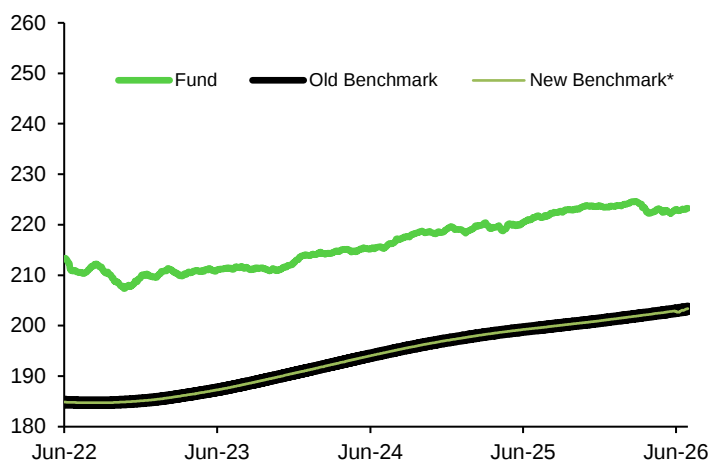
The Fund aims to achieve capital preservation through a steady stream of income by investing in a diversified portfolio of fixed income instruments issued by foreign and local entities, such as but not limited to, Euro-denominated government securities, corporate notes and bonds, and fixed income funds.

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 223.27

STATISTICS

Weighted Ave Duration (Yrs)	3.38
Volatility, Past 1 Year (%) ⁵	8.32
Sharpe Ratio ⁶	-0.13
Information Ratio ⁷	-0.13
Port. Weighted Yield to Maturity (%)	2.93
Number of Holdings	20

PORTFOLIO COMPOSITION

Allocation % of Fund

Government	58.21
Corporates	17.40
CIS	16.85
Cash & Money Market Instruments ⁸	7.54

Asset Valuation

Marked-to-Market	64.02
Amortized Cost	35.98

Maturity Profile

Less than 1 year	42.66
1 – 3 years	15.97
3 – 5 years	19.32
More than 5 years	22.06

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 10.11

CUMULATIVE PERFORMANCE (%) ³

	1 mo	6 mos	1 YR	3 YRS	5 YRS	S.I. ⁴
Fund	0.14	-0.18	0.83	5.64	1.43	47.55
Benchmark	0.22	1.04	1.94	8.32	9.27	17.28

ANNUALIZED PERFORMANCE (%) ³

	1 YR	2 YRS	3 YRS	4 YRS	5 YRS	S.I. ⁴
Fund	0.83	1.78	1.85	1.47	0.28	1.92
Benchmark	1.94	2.24	2.70	2.43	1.79	0.78

CALENDAR YEAR PERFORMANCE(%) ³

	YTD	2025	2024	2023	2022	2021
Fund	-0.18	2.14	2.34	2.07	-4.71	0.38
Benchmark	1.04	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	12.85
Republic of the Philippines Bonds	2027	9.89
McDonald's Corp.	2029	9.39
PIMCO GIS US Short-Term		7.94
Republic of the Philippines Bonds	2033	5.15

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 ECB raised its deposit rate by 25bps to 2.25% on June 11, its first increase since 2023, citing broadening inflationary pressures stemming from the US-Iran war and the closure of the Strait of Hormuz. As such, we saw yields rise sharply in the first half of June. However, yields reversed course by the second half of the month driven by the dominance of an interim peace deal between the US and Iran. Oil prices sharply fell back to pre-war levels and bonds rallied as markets dialed back ECB rate hike projections.

German Bunds rallied across the curve. The 10-year fell 14bps while the short-end yields fell faster. On the average, yields declined by 12.2bps. Italian BTPs followed the same movement, declined by 10bps. French Oats saw a lesser rally as it faced its own fiscal concerns and declined 3.3bps.

The Bloomberg European Aggregate Total Return Index returned 0.42% month-on-month with the short to medium parts of the curve benefitting the most from the repricing of the ECB policy expectation.

Fund Performance. The Fund returned 0.14% for the month, underperforming its benchmark by 8 basis points. Year-to-date, return amounted to -0.18%, underperforming its benchmark by 122 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.