

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:

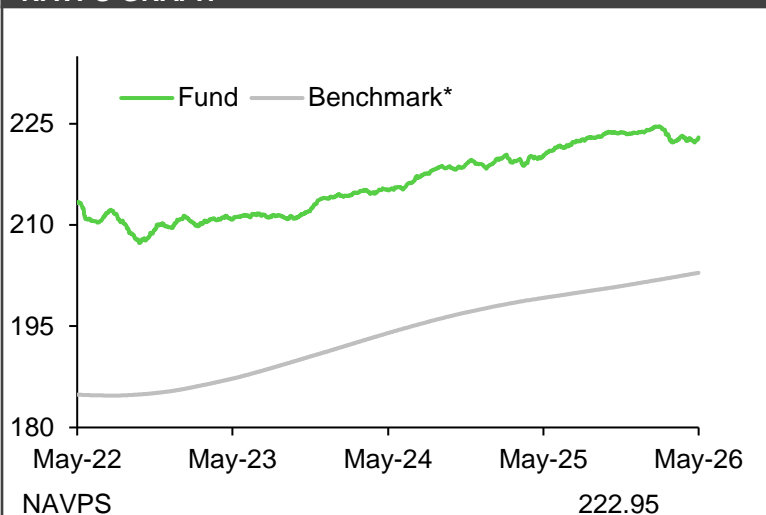
- Are at least classified as **moderately aggressive** based on their risk profile.
- have an investment horizon of up **at least three (3) years**.

FUND FACTS

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 10.02

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

NAVPS GRAPH



CUMULATIVE PERFORMANCE (%)³

	1 mo	6 mos	1 YR	3 YRS	5 YRS	S.I. ⁴
Fund	0.22	-0.35	1.14	5.69	1.49	47.34
Benchmark	0.16	0.98	1.86	8.36	8.97	17.02

ANNUALIZED PERFORMANCE (%)³

	1 YR	2 YRS	3 YRS	4 YRS	5 YRS	S.I. ⁴
Fund	1.14	1.80	1.86	1.10	0.30	1.92
Benchmark	1.86	2.27	2.71	2.36	1.73	0.77

CALENDAR YEAR PERFORMANCE(%)³

	YTD	2025	2024	2023	2022	2021
Fund	-0.32	2.14	2.34	2.07	-4.71	0.38
Benchmark	0.82	1.96	3.31	3.11	-0.04	-0.71

BENCHMARK

3-month German T-Bill

STATISTICS

Weighted Ave Duration (Yrs)	3.19
Volatility, Past 1 Year (%) ⁵	8.36
Sharpe Ratio ⁶	-0.09
Information Ratio ⁷	-0.09
Port. Weighted Yield to Maturity (%)	2.76
Number of Holdings	20

TOP HOLDINGS

Name	Maturity	%
Republic of the Philippines Bonds	2029	12.96
Republic of the Philippines Bonds	2027	9.98
McDonald's Corp.	2029	9.45
PIMCO GIS US Short-Term		7.99
Republic of the Philippines Bonds	2033	5.15

PORTFOLIO COMPOSITION

Allocation	% of Fund
Government	58.61
Corporates	19.50
Fixed Income Funds	12.94
Cash & Cash Equivalents ⁸	8.95

Asset Valuation	
Marked-to-Market	44.45
Amortized Cost	55.55

Maturity Profile	
Less than 1 year	42.30
1 – 3 years	16.12
3 – 5 years	19.45
More than 5 years	22.13

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

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 returned +1.06% in the month of May as EUR-denominated investment grade bonds rallied on a net basis despite a volatile mid-month sell off.

The sharp rise in yields mid-month were driven by inflation and energy fears. The EUR-denominated bond space experienced upward pressure driven by inflation risk premia as the Eurozone CPI accelerated to 3.0% in April, higher than the March print. Mid-month also had significant bond offerings as borrowers tap into Europe's bond market as issuers rushed to lock in funding ahead of potential ECB rate hikes.

The month-end saw rate hike expectations from the ECB partially unwound. Sovereign yield curves mostly shifted higher and flattened. The short end moved higher as markets price in a June rate hike from the ECB. The long end of the curve, on the other hand, returned positively as yields corrected downwards as market interpreted the tightening cycle to be shallower rather than prolonged.

Fund Performance. The Fund returned 0.22% for the month, outperforming its benchmark by 6 basis points. Year-to-date, return amounted to -0.32%, underperforming its benchmark by 114 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 higher oil prices and bottleneck in seaborne trades. 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.