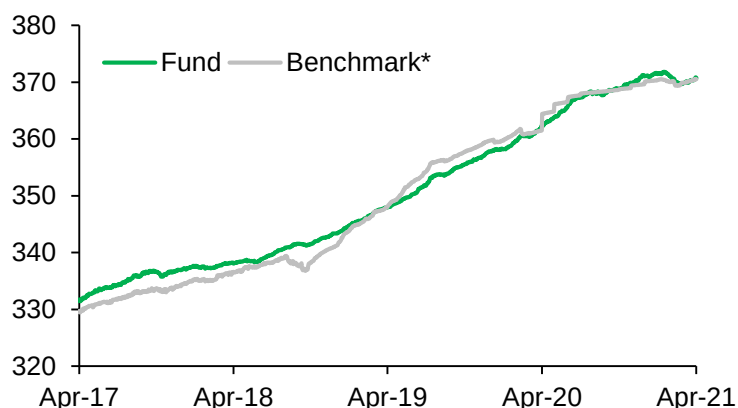


FUND OVERVIEW

The Fund aims to achieve a steady stream of income by investing in a diversified portfolio of Philippine Peso denominated high-grade fixed income instruments, such as, but not limited to, government securities, corporate notes and bonds, and fixed income funds.

The fund is suitable for investors who:

- Are at least classified as **moderately conservative** 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

STATISTICS

Weighted Ave Duration (Yrs)	2.37
Volatility, Past 1 Year (%) ⁵	0.55
Sharpe Ratio ⁶	2.19
Information Ratio ⁷	0.88
Port. Weighted Yield to Maturity (%)	4.16
Number of Holdings	101

PORTFOLIO COMPOSITION

Allocation	% of Fund
Government	14.98
Corporates	70.25
Fixed Income Funds	1.55
Cash & Cash Equivalents ⁸	6.24
Preferreds	6.98

Asset Valuation

Marked-to-Market	17.87
Amortized Cost	82.13

Maturity Profile

Less than 1 year	43.46
1 – 3 years	24.79
3 – 5 years	10.47
More than 5 years	21.28

FUND FACTS

Classification:	Medium Term Bond Fund
Launch Date:	July 18, 1997
Dealing Day:	Daily up to 11:30 AM
Minimum Investment: ¹	PHP 5,000.00
Min. Subsequent Order: ¹	PHP 1,000.00
Minimum Holding Period:	90 calendar days
Redemption Settlement:	T+0 End-of-Day
Early Redemption Charge:	1.00%
Total Management Fee: ²	1.00% per annum
Total Fund NAV (Mn) :	PHP 44,351.10

CUMULATIVE PERFORMANCE (%) ³

	1 mo	6 mos	1 YR	3 YRS	5 YRS	S.I. ⁴
Fund	0.23	0.50	2.31	9.67	13.33	270.75
Benchmark	0.17	0.47	1.67	10.08	14.01	198.75

ANNUALIZED PERFORMANCE (%) ³

	1 YR	2 YRS	3 YRS	4 YRS	5 YRS	S.I. ⁴
Fund	2.31	3.22	3.12	2.82	2.54	5.66
Benchmark	1.67	3.16	3.25	2.97	2.66	4.71

CALENDAR YEAR PERFORMANCE (%) ³

	YTD	2020	2019	2018	2017	2016
Fund	-0.09	3.71	4.20	1.87	2.20	2.17
Benchmark	0.10	2.90	5.43	2.04	2.04	1.66

BENCHMARK

75% of the 91-day Philippine Treasury Bill (net of tax) + 25% of the BPI Philippine Government 1-5 Year Index

TOP HOLDINGS

Name	Maturity	%
Time Deposit		4.06
SM Investments Corporation Bond	2023	3.04
Ayala Corporation Bond	2025	2.94
Metro Pacific Investments Corp. Bond	2021	2.75
Globe Telecom Inc. (Preferred)		2.75

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 BPI Investment Management Inc. (BIMI), 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. Inflation eased in March for the first time in six months, settling at 4.5% vs 4.7% in February as the rise in prices of food and non-alcoholic beverages slowed, but still in line with the view that inflation will exceed the Bangko Sentral's 2%-4% target range for 2021. The Philippine economy is seen to be on a sluggish path to recovery as the COVID-19 pandemic continues to take a toll on growth. Rising COVID cases caused the national government to place NCR and nearby provinces under stricter lockdown measures for the whole month of April. Various institutions have revised their 2021 growth forecasts for the Philippines lower; ADB expects GDP at 4.5% and the World Bank estimates a 5.5% growth, while the National Economic and Development Authority (NEDA) is keeping its growth target to 6.5%-7.5% this year.

BSP Governor Diokno continues to maintain his dovish stance, reiterating that the prevailing monetary settings still remain appropriate. He has also expressed a renewed openness to touching RRR, stating that manageable inflation provides room for further cut in lenders' reserve requirement ratio even as there's enough liquidity in the financial system.

Month-on-month, we saw a flatter local yield curve as market players saw inflation decelerate and expect another economic contraction for 1Q 2021. The 3 year securities were lower by about 18 bps to 2.594%, 5 and 7 year securities bouncing off the lows to 3.279% and 3.681% respectively, and 10 year securities outperforming, rallying 24 bps to 3.875%.

Market players continue to park excess cash in Philippine Treasury Bills, with yields at auctions rising about 10 bps for the 91-day and 182-day bills and falling about 5 bps for the 364-day bills as inflation continues to remain elevated. The Bureau of the Treasury also saw strong demand in the intermediate tenor securities it issued this month. It issued PHP 35 Bn of a new 5yr paper FXTN 5-77 with a coupon of 3.375% and PHP 35 Bn a new 7yr paper FXTN 7-64 with a coupon rate of 3.625%, even taking the opportunity to offer PHP 25 Bn more of the new 7 yr bond via tap facility.

Fund Performance. The Fund returned 0.23% for the month, beating its benchmark by 6 basis points. Year-to-date, return amounted to -0.09%, underperforming its benchmark by 19 basis points.

Fund Strategy. The fund will maintain its liquidity and 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.