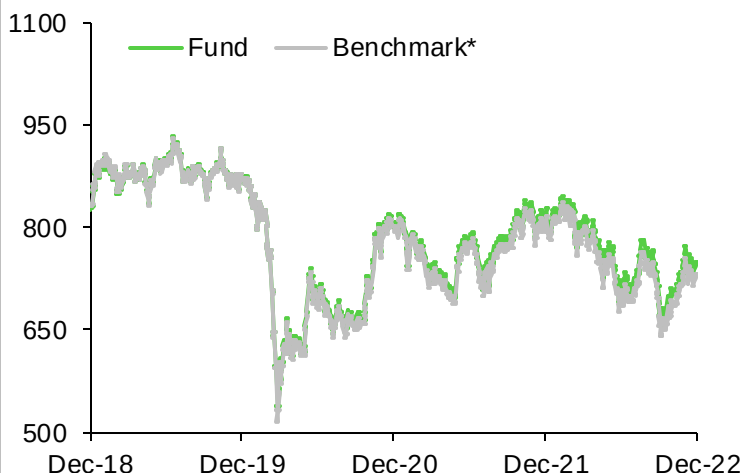


FUND OVERVIEW

The Fund aims to track the performance of the Philippine Stock Exchange Composite Index (PSEi). The Fund shall substantially invest in stocks comprising the PSEi using the same weights as in the index.

The fund is suitable for investors who:

- Are at least classified as **aggressive** based on their risk profile.
- have an investment horizon of up **at least five (5) years**.

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


NAVPS 748.97

BENCHMARK

Philippine Stock Exchange Index

STATISTICS

Portfolio Beta	1.00
Volatility, Past 1 Year (%) ⁶	20.85
Tracking Error ⁷	0.34
Number of Holdings	32

PORTFOLIO COMPOSITION
Allocation % of Fund

Equities	99.59
Cash & Cash Equivalents ⁸	0.41

Sector Holdings (Equity Portion)

Holding Firms	34.18
Property	18.62
Financials	16.35
Services	13.83
Industrials	15.63
Mining and Oil	0.98

FUND FACTS

Classification:	Equity Fund
Launch Date:	March 14, 2003
Dealing Day:	Daily up to 1:30 PM
Minimum Investment: ¹	PHP 5,000.00
Min. Subsequent Order: ¹	PHP 1,000.00
Minimum Holding Period:	90 calendar days
Redemption Settlement:	T+3 End-of-Day
Early Redemption Charge:	1.00%
Total Management Fee: ²	1.00% per annum
Total Fund NAV (Mn) :	PHP 9,094.51

CUMULATIVE PERFORMANCE (%) ³

	1 mo	3 mos	6 mos	1 YR	3 YR	S.I. ⁴
Fund	-3.15	14.36	6.78	-6.93	-14.12	512.40
Benchmark	-3.16	14.38	6.68	-7.81	-15.98	483.56
PSEi (Total Return)⁵	-3.08	14.79	7.48	-5.91	-11.01	867.58

ANNUALIZED PERFORMANCE (%) ³

	1 YR	2 YR	3 YR	4 YR	5 YR	S.I. ⁴
Fund	-6.93	-3.34	-4.95	-2.49	-4.56	9.63
Benchmark	-7.81	-4.10	-5.64	-3.16	-5.16	9.37
PSEi (Total Return)⁵	-5.91	-2.24	-3.81	-1.34	-3.42	12.21

CALENDAR YEAR PERFORMANCE (%) ³

	YTD	2021	2020	2019	2018	2017
Fund	-6.93	0.38	-8.08	5.26	-12.40	24.71
Benchmark	-7.81	-0.24	-8.64	4.68	-12.76	25.11
PSEi (Total Return)⁵	-5.91	1.58	-6.90	6.46	-11.32	27.15

TOP HOLDINGS

Name	%
SM Investments Corporation	14.71
SM Prime Holdings, Inc.	10.57
BDO Unibank, Inc.	6.82
Ayala Land, Inc.	6.71
Bank of the Philippine Islands	6.28

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 of the PSEi based on price appreciation and dividends issued by constituent stocks

⁶Measures the degree to which the Fund fluctuates vis-à-vis its average return over a period of time.

⁷Measure of deviation between the Fund's return and benchmark returns. A lower number means the Fund's return is closely aligned with the benchmark.

⁸Includes time deposits, other receivables (accrued income, investment securities purchased, accrued expenses, etc.) Net of Liabilities

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. The Philippines ended 2022 with a 3.16% drop in December to close at 6,566.39. Investors took the opportunity to take some profits after the market rallied by 18% in October and November. Investor focus again shifted back to global monetary policy, as central banks continued to hint on rising rates going forward.

For the year, the Philippine stock market recorded a 7.81% decline, and marked the third straight year of negative returns.

On the macro front, inflation accelerated to 8.0% year-on-year in November, higher than consensus estimate of 7.8%. Prices of food rose due to a severe tropical storm, while higher transport fares also contributed to the above-estimate inflation print. The latest monthly figure brought up 2022 average inflation to 5.6%.

The Bangko Sentral (BSP) raised its policy rate by 50bp, matching the rate hike announced by US Federal Reserve. The BSP policy rate is now 5.5%, the highest in 14 years. While the market expects the Fed to raise rates by another 50-75bp next year, BSP Governor Medalla pointed out he sees less “urgency” to match the Fed. This is likely influenced by the moves of the PHP which strengthened against the USD. The PHP rose 1.5% MoM against the US\$ in December.

TEL (-24.83%) was this month’s worst performer and was top foreign sold, with the stock seeing net outflows of US\$40m, after the company acknowledged that it had overspent as much as P48bn (~US\$900m) on its capex budget over the last four years. Other laggards for the month included MONDE (-12.34%) and MEG (-10.71%).

We expect the market to be buoyed by optimism coming into the new year, with expectations for a 16% earnings growth year-on-year. Valuations should provide support to the market, which is trading at 13.5x P/E based on 2023 earnings, well below historical averages.

Fund Performance. The Fund returned -3.15% for the month, underperforming its benchmark by 1 basis point. Year-to-date return amounted to -6.93%, beating its benchmark by 88 basis points.

Fund Strategy. The Fund will continue to track the Philippine Stock Exchange Index (PSEi).