

FUND OVERVIEW

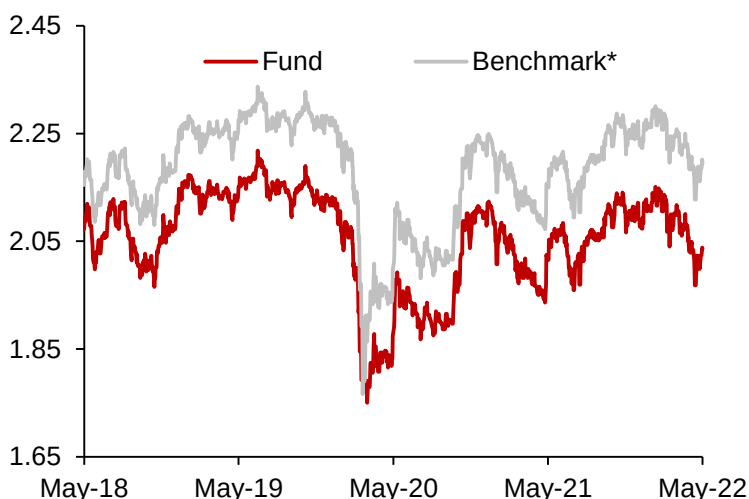
The Fund aims to achieve long-term capital appreciation by investing in a diversified portfolio of equities and fixed income instruments. The Fund shall invest at least 75% of its net assets in equity securities under normal market conditions.

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



STATISTICS

Portfolio Beta	1.01
Volatility, Past 1 Year (%) ⁵	10.99
Sharpe Ratio ⁶	0.01
Information Ratio ⁷	-0.15
Number of Holdings	35

PORTFOLIO COMPOSITION

Allocation	% of Fund
Equities	48.57
Government & Corporates	36.80
Fixed Income Funds	6.23
Cash, Cash Equivalents ⁸	2.83
Preferreds	5.57

Sector Holdings (Equity Portion)

Holding Firms	12.99
Property	9.09
Financials	11.77
Services	9.43
Industrials	5.29
Mining and Oil	0.00

FUND FACTS

Classification:	Balanced Fund
Launch Date:	July 30, 2009
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:	180 calendar days
Redemption Settlement:	T+3 End-of-Day
Early Redemption Charge:	1.00%
Total Management Fee: ²	2.00% per annum
Total Fund NAV (Mn) :	PHP 138.39

CUMULATIVE PERFORMANCE (%) ³

	1 mo	6 mos	1 YR	3 YRS	5 YRS	S.I. ⁴
Fund	0.24	-3.25	1.03	-5.36	-4.82	97.67
Benchmark	0.41	-2.53	2.04	-3.59	0.72	85.15

ANNUALIZED PERFORMANCE (%) ³

	1 YR	2 YRS	3 YRS	4 YRS	5 YRS	S.I. ⁴
Fund	1.03	4.22	-1.82	-0.48	-0.98	5.45
Benchmark	2.04	4.82	-1.21	0.41	0.14	4.91

CALENDAR YEAR PERFORMANCE(%) ³

	YTD	2021	2020	2019	2018	2017
Fund	-2.64	-0.13	-1.49	2.58	-7.70	12.56
Benchmark	-2.08	0.79	-2.29	4.38	-4.86	13.10

BENCHMARK

50% Philippine Stock Exchange Index (PSEi) and 50% return of the 91-day Philippine Treasury Bill.

TOP HOLDINGS

Name	Maturity	%
Retail Treasury Bond	2024	14.42
Petron Corp. Bond	2024	7.23
Rizal Commercial Banking Corp. Bond	2022	7.23
SM Investments Corporation		6.84
Fixed Income Fund		6.23

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 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 Philippine Stock Exchange (PSEi) posted a 0.65% gain in May to close at 6,774.68. This is despite the market dipping to a low of 6,379.17 mid-May, translating to a 5.23% decline, amidst a volatile trading month. Global economic factors, namely inflation concerns and rising interest rates, continued to negatively influence the local stock market. Meanwhile, the 2022 presidential election finally concluded with Ferdinand Marcos, Jr. winning in a landslide victory.

The Philippine economy expanded 8.3 % year-on-year in the first quarter of 2022, a significant reversal from the 3.8% contraction in the same period of 2021. This latest figure of economic development already surpassed pre-pandemic growth recorded in 2019, led by domestic consumption which grew by 10%, as mobility restrictions were relaxed.

April inflation spiked to 4.9%, going above expectations, as rising food and oil prices continued to put upward pressure on the overall inflation print. The BSP expects inflation to hover above 5% until the third quarter of 2022 amid high commodity prices and the unpredictability of the ongoing Russia-Ukraine war. As such, the Bangko Sentral ng Pilipinas raised its policy interest rate by 25bps to 2.25% and looks poised to do more rate hikes for the remainder of the year.

The BSP began its tightening cycle by raising policy rates by 25 basis points to 2.25% after a year of keeping rates steady, as inflation continues to rise alongside the economic recovery of the country. BSP Gov. Diokno also signaled that he was inclined to hike key rates by another 25 basis points at the next policy meeting on June 23. The BSP also revised its inflation forecast this year to 4.6% from 4.3% previously, above the 2-4% target band, after inflation reached a 3-year high of 4.9% in April amid food and utilities price increases. The central bank also hiked its 2023 inflation forecast to 3.9% from 3.6%. Month-on-month, yields of government securities rose across the board. The 1-year Philippine T-Bill yield rose by about 14 basis points to 2.08%, the 5-year Philippine FXTN rose by about 52 basis points to 5.78%, and the 10-year Philippine government bond yield rose by about 75 basis points to 6.72%.

For the month, the Philippine Peso slightly depreciated versus the US Dollar to P52.39, or P0.20 higher than last month's P52.19. Foreigners were sellers for a third consecutive month, with US\$350m exiting in May. Year-to-date, net foreign outflow stands at US\$569m

Top gainers for the month were MONDE (+14.02%), GLO (+8.29%), and MBT (+7.63%), while worst performers included SECB (-10.39%), AGI (-9.48%), and EMP (-8.41%).

The country's re-opening theme continues to play out as evidenced by the latest GDP print. Looser mobility restrictions should continue to provide healthy support for income generation for both consumers and corporates. However, economic uncertainty and market volatility are likely to remain elevated in the near-term due to concerns on inflation, with commodity prices persistently moving higher. Outside of inflation, investors will look to focus on key government appointments following the elections and what the plan is to jumpstart the economy coming out of the pandemic, as well as how the economic and business landscape is going to be like for the next six years.

Fund Performance. The Fund returned 0.24% for the month, underperforming its benchmark by 17 basis points. Year-to-date, return amounted to -2.64%, underperforming its benchmark by 56 basis points.

Fund Strategy. The Fund will look to adopt a more defensive stance during this volatile period, preferring stocks with decent dividend yields. The Fund will also look to continue accumulating select names that could benefit from a higher interest rate environment.