

SOLIDARITAS FUND, INC.
FUND FACT SHEET
As of July 29, 2022

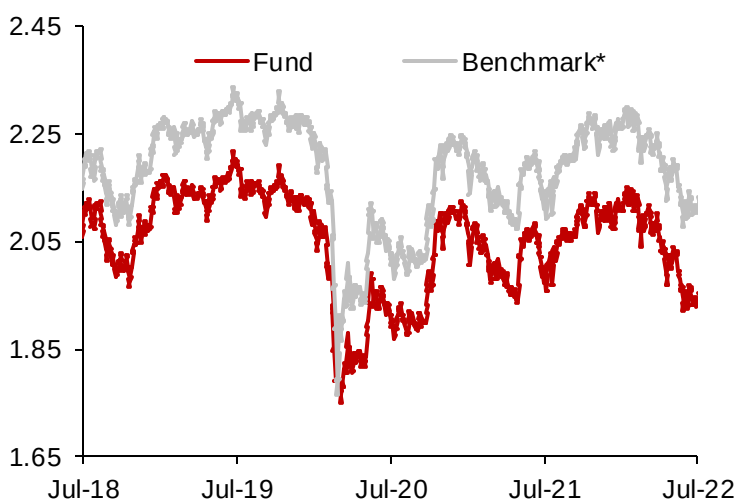
FUND OVERVIEW

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



NAVPS 1.9487

STATISTICS

Portfolio Beta	1.01
Volatility, Past 1 Year (%) ⁵	10.97
Sharpe Ratio ⁶	-0.14
Information Ratio ⁷	-0.26
Number of Holdings	35

PORTFOLIO COMPOSITION

Allocation	% of Fund
Equities	46.35
Government & Corporates	33.72
Fixed Income Funds	2.33
Cash, Cash Equivalents ⁸	11.94
Preferreds	5.66

Sector Holdings (Equity Portion)

Holding Firms	12.38
Property	9.04
Financials	10.31
Services	8.92
Industrials	5.70
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 135.32

CUMULATIVE PERFORMANCE (%) ³

	1 mo	6 mos	1 YR	3 YRS	5 YRS	S.I. ⁴
Fund	1.17	-8.17	-0.53	-10.32	-10.11	89.19
Benchmark	1.39	-6.87	1.34	-7.47	-3.83	79.13

ANNUALIZED PERFORMANCE (%) ³

	1 YR	2 YRS	3 YRS	4 YRS	5 YRS	S.I. ⁴
Fund	-0.53	1.25	-3.56	-1.83	-2.11	5.02
Benchmark	1.34	2.57	-2.56	-0.77	-0.78	4.58

CALENDAR YEAR PERFORMANCE(%) ³

	YTD	2021	2020	2019	2018	2017
Fund	-6.82	-0.13	-1.49	2.58	-7.70	12.56
Benchmark	-5.27	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	14.75
Petron Corp. Bond	2024	7.39
SM Investments Corporation		7.21
SM Prime Holdings, Inc.		5.50
Int'l Container Terminal Services, Inc.		5.40

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.

For more information, you can contact us at (02) 8580-0900, email us at bpi_investment@bpi.com.ph

OUTLOOK AND STRATEGY

Market Review. The PSEI was up 2.6% or 160.50 pts in the month of July to close at 6,315.93, and is down 11.33% YTD. The major drivers of the market remained to be inflation which hit 6.1% in June vs 5.4% in May. The Bangko Sentral ng Pilipinas (BSP) also had an off cycle 75 bps rate hike in July, ahead of its next scheduled meeting in August, to rein in inflation. The Peso breached the P56/USD in July but ended at P55.34/USD for the month in response to the more hawkish stance from the BSP.

On the local front, the country continued to see a surge in Covid19 cases with the positivity rate in the NCR hitting around 15% and the reproduction number at 1.33 as per Octa Research, but nevertheless remained in the low risk classification as the rise in infection rate has not led to a rise in critical cases. During President Marcos' first SONA, he announced that the government is targeting a 6.5% - 8% average GDP growth for 2023-2028 and a 3% national government debt to GDP ratio by 2025 by having a strong focus on infrastructure and the agricultural sector of the Philippines.

Average daily turnover reached only \$77M, down 21% month-on-month. Meanwhile, foreigners sold \$80M worth of Philippine stocks in July, compared to more than \$200M in June. This brought total net outflows for the year to \$855M.

Gainers for the month included: AEV +15.60%, WLCON +14.02% on strong earnings and AP +10.49%, while the losers for the month were: CNVRG -12.84%, GLO -9.56% and TEL -6.18% due to the increasing level of competition in the broadband space.

Second quarter earnings have started to come out and will likely be the main driver of market direction for the coming month.

The BSP unexpectedly raised its key interest rate by 75 basis points to 3.25% in an unscheduled move while noting that it would keep its doors open for further tightening as it rushes to contain broadening inflationary pressure. This came in after the Philippine inflation accelerated to 6.1% in June from the 5.4% recorded in May, marking the third consecutive month inflation breached the official 2-4% target band due to higher food prices, and transport and utilities costs. Month-on-month, yields ended mixed. The yield on the 1-year T-Bill rose by about 71 basis points to 3.28% while the 2- and 3-year yields rose by about 30 basis points on average. Meanwhile 4- to 7-year yields fell by an average of 24 basis points, with the yield on the 10-year falling by about 74 basis points to 6.29%.

Fund Performance. The Fund returned 1.17% for the month, underperforming its benchmark by 22 basis points. Year-to-date, return amounted to -6.82%, underperforming its benchmark by 155 basis points.

Fund Strategy. The Fund will remain defensive and continue to prioritize names that can offer decent dividend yields as well as those that would benefit in a higher interest rate environment.