

## FUND OVERVIEW

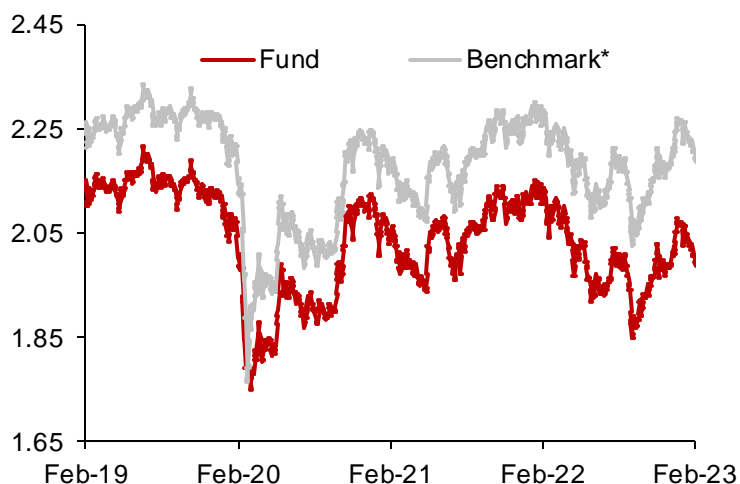
The Fund aims to achieve long-term capital appreciation by investing in a diversified portfolio of equities and fixed income instruments.

The fund 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	0.92
Volatility, Past 1 Year (%) <sup>5</sup>	12.06
Sharpe Ratio <sup>6</sup>	-0.73
Information Ratio <sup>7</sup>	-0.75
Number of Holdings	34

### PORTFOLIO COMPOSITION

Allocation	% of Fund
Equities	55.48
Government & Corporates	30.40
Fixed Income Funds	2.33
Cash, Cash Equivalents <sup>8</sup>	6.26
Preferreds	5.53

### Sector Holdings (Equity Portion)

Holding Firms	17.09
Property	9.98
Financials	12.28
Services	7.22
Industrials	8.91
Mining and Oil	0.00

## FUND FACTS

<b>Classification:</b>	Balanced Fund
<b>Launch Date:</b>	July 30, 2009
<b>Dealing Day:</b>	Daily up to 1:30 PM
<b>Minimum Investment:</b> <sup>1</sup>	PHP 5,000.00
<b>Min. Subsequent Order:</b> <sup>1</sup>	PHP 1,000.00
<b>Minimum Holding Period:</b>	180 calendar days
<b>Redemption Settlement:</b>	T+3 End-of-Day
<b>Early Redemption Charge:</b>	1.00%
<b>Total Management Fee:</b> <sup>2</sup>	1.50% per annum
<b>Total Fund NAV (Mn) :</b>	PHP 136.75

### CUMULATIVE PERFORMANCE (%) <sup>3</sup>

	1 mo	6 mos	1 YR	3 YRS	5 YRS	S.I. <sup>4</sup>
<b>Fund</b>	<b>-1.87</b>	<b>-0.04</b>	<b>-6.33</b>	<b>0.05</b>	<b>-10.48</b>	<b>92.81</b>
Benchmark	-1.60	0.79	-3.78	2.81	-4.30	84.54

### ANNUALIZED PERFORMANCE (%) <sup>3</sup>

	1 YR	2 YRS	3 YRS	4 YRS	5 YRS	S.I. <sup>4</sup>
<b>Fund</b>	<b>-6.33</b>	<b>-1.25</b>	<b>0.02</b>	<b>-1.51</b>	<b>-2.19</b>	<b>4.95</b>
Benchmark	-3.78	0.35	0.93	-0.42	-0.87	4.61

### CALENDAR YEAR PERFORMANCE(%) <sup>3</sup>

	YTD	2022	2021	2020	2019	2018
<b>Fund</b>	<b>-0.20</b>	<b>-4.85</b>	<b>-0.13</b>	<b>-1.49</b>	<b>2.58</b>	<b>-7.70</b>
Benchmark	0.28	-2.67	0.79	-2.29	4.38	-4.86

### 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	14.61
SM Investments Corporation		7.38
Petron Corp. Bond	2024	7.31
SM Prime Holdings, Inc.		6.19
Bank of the Philippine Islands		5.47

<sup>1</sup>Contribution rounded down/redemption rounded off to the nearest whole share. Mutual Fund shares do not issue fractional shares.

<sup>2</sup>Management, Distribution & Transfer Agency Fees

<sup>3</sup>Returns are net of fees.

<sup>4</sup>Since Inception.

<sup>5</sup>Measures the degree to which the Fund fluctuates vis-à-vis its average return over a period of time.

<sup>6</sup>Used to characterize how well the return of a Fund compensates the investor for the level of risk taken.

<sup>7</sup>Measures reward-to-risk efficiency of the portfolio relative to the benchmark. The higher the number, the higher the reward per unit of risk.

<sup>8</sup>Includes 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](mailto:bpi_investment@bpi.com.ph)

## OUTLOOK AND STRATEGY

**Market Review.** PSEi was down -3.49% month on month and closed at 6,556. YTD net foreign outflow stood at \$19.9M as renewed foreign selling accelerated during the 2nd half of the month, reversing our initial net foreign inflow as of January end. The peso closed at 55.33 against the USD.

Notable events that happened during the month of February were the surprise inflation print that exceeded most estimates as well as the MSCI Index rebalancing event that took out GLO and ACEN.

Top gainers for the month were SMC +15.12% and MER +13.26%, while the top losers were GLO -12.13%, AC -11.60% and ACEN -9.43%.

We expect global macroeconomic concerns to dictate the market's direction both globally and locally for earlier part of the year. We expect volatility to persist as numerous headwinds still remain.

The Philippine inflation continued to accelerate in January 2023, rising by 8.7% from the 8.1% recorded in December 2022, ahead of the 7.6% consensus estimate and the BSP's target range of 7.3% to 8.3% for the month. Main drivers to inflation are housing and food. Rental and utility rates both rose to drive housing prices (21.4% of inflation basket) up 8.5% from 7.0%. Despite falling onion prices, vegetable prices continue to rise, causing food inflation (37.5% of inflation basket) to rise 10.7% from 10.2%. Core inflation also continued to rise to 7.4% from 6.9%. Month-on-month, the PH BVAL rates climbed across the board. Yields on the 1-year rose by about 24 basis points to 5.58%, the 2- to 7-year by about 21 basis points on average, and the 10-year by about 22 basis points to 6.32% on February 28.

**Fund Performance.** The Fund returned -1.87% for the month, underperforming its benchmark by 27 basis points. Year-to-date, return amounted to -0.20%, underperforming its benchmark by 48 basis points.

**Fund Strategy.** Our strategy remains to be invested in quality names with strong fundamentals and superior growth prospects, while remaining cognizant of the risk of higher interest rates potentially persisting for longer in 2024.