

## FUND OVERVIEW

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

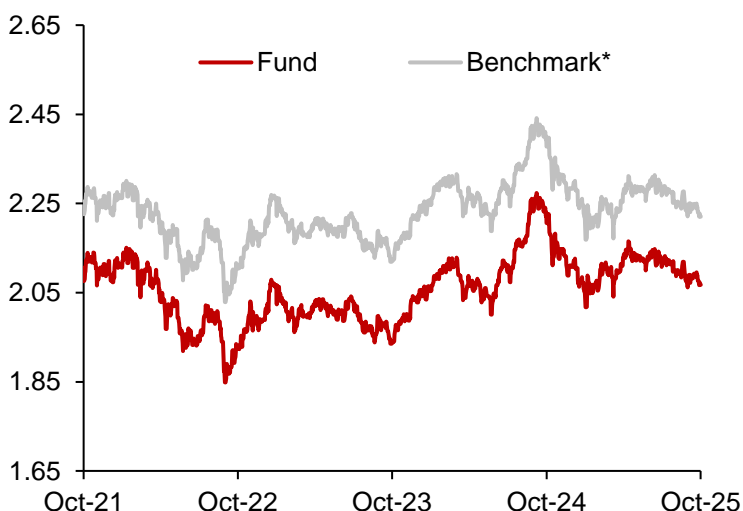
The fund is suitable for investors who:

- 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



NAVPS 2.07

### STATISTICS

Portfolio Beta	0.99
Volatility, Past 1 Year (%) <sup>5</sup>	8.64
Sharpe Ratio <sup>6</sup>	-1.22
Information Ratio <sup>7</sup>	0.05
Number of Holdings	33

### PORTFOLIO COMPOSITION

#### Allocation % of Fund

Equities	49.76
Government	35.64
Corporates	12.45
Cash, Cash Equivalents <sup>8</sup>	2.15

#### Sector Holdings (Equity Portion)

Financials	12.62
Services	12.09
Holding Firms	10.00
Industrials	8.27
Property	6.78
Mining and Oil	-

## FUND FACTS

<b>Classification:</b>	Balanced Fund
<b>Launch Date:</b>	July 30, 2009
<b>Dealing Day:</b>	Daily up to 2:00 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+2 End-of-Day
<b>Early Redemption Charge:</b>	1.00%
<b>Total Management Fee:</b> <sup>2</sup>	2.00% per annum
<b>Total Fund NAV (Mn) :</b>	PHP 113.92

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

	1 mo	6 mos	1 YR	3 YRS	5 YRS	S.I. <sup>4</sup>
<b>Fund</b>	<b>0.28</b>	<b>-2.82</b>	<b>-6.27</b>	<b>7.46</b>	<b>5.02</b>	<b>100.76</b>
Benchmark	-0.03	-2.29	-6.62	5.55	6.31	87.39

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

	1 YR	2 YRS	3 YRS	4 YRS	5 YRS	S.I. <sup>4</sup>
<b>Fund</b>	<b>-6.27</b>	<b>3.29</b>	<b>2.43</b>	<b>-0.10</b>	<b>0.98</b>	<b>4.38</b>
Benchmark	-6.62	2.30	1.82	-0.07	1.23	3.94

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

	YTD	2024	2023	2022	2021	2020
<b>Fund</b>	<b>-1.88</b>	<b>3.92</b>	<b>1.91</b>	<b>-4.85</b>	<b>-0.13</b>	<b>-1.49</b>
Benchmark	-2.74	3.15	1.49	-2.67	0.79	-2.29

### BENCHMARK\*

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

### TOP HOLDINGS

Name	Maturity	%
Retail Treasury Bond	2029	17.86
Int'l Container Terminal Services, Inc.		7.91
SM Investments Corporation		6.24
Fixed Rate Treasury Note	2044	4.58
BDO Unibank, Inc.		4.57

<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 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.** Local government bond yields declined by an average of nine basis points after the Bangko Sentral ng Pilipinas (BSP) surprised markets with a 25-basis point policy rate cut, lowering the benchmark interest rate from 5.00% to 4.75%. Beyond the rate decision, investors reacted positively to BSP's guidance, signaling further easing to support growth. The central bank highlighted economic growth risks amid dampened business sentiment due to public infrastructure issues. As bond yields fell and prices rose, the BPI Government Bond Index returned 0.79% for the month.

Headline inflation rose to 1.7% in September from 1.5% in August, driven by higher transport costs and faster food inflation due to surging vegetable prices. The figure was below market expectations of 1.9% and the BSP's 2–4% target range, reinforcing room for continued policy rate cuts.

The Bureau of the Treasury (BTr) issued Php70 billion worth of FXTNs across 3-, 7-, 10-, and 25-year tenors, notably lower than the previous monthly average of Php120 billion. Demand was strong for most maturities, with bids roughly double the offer size, except for the 25-year FXTN, which drew Php18.6 billion in tenders versus a Php15 billion offer.

The Philippine Stock Exchange Index (PSEi) fell for the fourth straight month in October as the local bourse continued to be hounded by foreign selling. Market sentiment was dragged by persisting domestic political issues and increasing concerns on its impact on economic growth. Moreover, the Philippine peso weakened to the Php59 to dollar mark intra-month which added further to the risk-off sentiment. The PSEi dived to sub-6,000 or -0.4% to 5,929.68.

Trading activity was more muted in October as the Average Value Turnover notching Php5.00 billion, lower than previous month's Php 5.71 billion. In terms of foreign activity, foreigners were heavy sellers at US\$100 million, expanding the Year-to-Date figure to US\$750 million.

On a per stock basis, the top three index gainers for the month include: ICT (+12.38%), SMC (+12.07%) and MER (+10.38%). Meanwhile, the bottom three performers were: ALI (-18.28%), CBC (-17.58%) and PLUS (-17.03%).

**Fund Performance.** The Fund returned 0.28% for the month, outperforming its benchmark by 31 basis points. Year-to-date, return amounted to -1.88%, outperforming its benchmark by 86 basis points.

**Fund Strategy.** The Fund will continue to adopt a defensive stance amidst volatility from uncertainties on Fed Rate Decisions, Trump tariffs, geopolitics, and heightened local political risks. The Fund's preference is for companies with leading market capitalization, good fundamentals, dividend-paying and high-yielding.

On the fixed income front, the fund aims to maintain its duration position as interest rates are expected to decline in the medium term. Inflation has significantly eased, mainly driven by a gradual reduction in rice prices. In response, the BSP has continued to reduce its policy rate, which now stands at 4.75%. The central bank has also indicated the possibility of further rate cuts, amid economic growth concerns. Market volatility may persist due to ongoing uncertainties in the global economic landscape. Investors in a bond fund must be prepared to withstand volatility as higher investment value is typically achieved over the medium to long term.