

FUND OVERVIEW

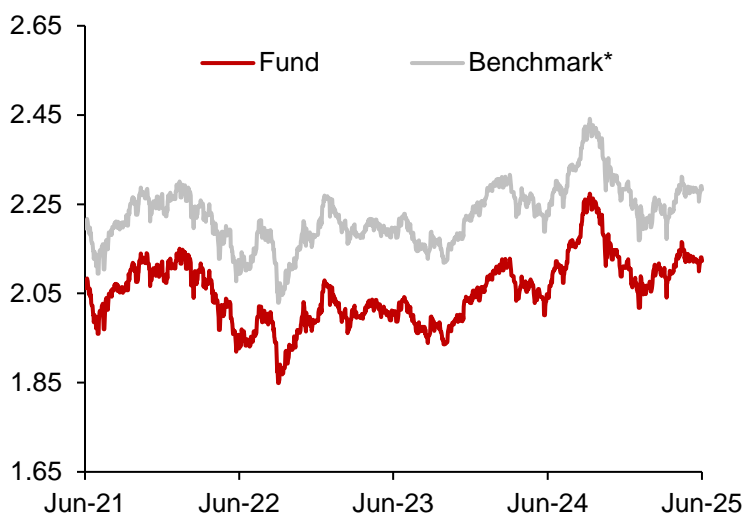
The Fund aims to achieve long-term capital appreciation by investing in a diversified portfolio of equities and fixed income instruments.

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 2.1200

STATISTICS

Portfolio Beta	0.99
Volatility, Past 1 Year (%) ⁵	12.81
Sharpe Ratio ⁶	-0.06
Information Ratio ⁷	0.12
Number of Holdings	34

PORTFOLIO COMPOSITION

Allocation % of Fund

Equities	49.76
Government	33.40
Corporates	12.35
Cash, Cash Equivalents ⁸	4.49

Sector Holdings (Equity Portion)

Financials	14.23
Holding Firms	10.88
Services	10.40
Industrials	7.73
Property	6.53
Mining and Oil	-

FUND FACTS

Classification:	Balanced Fund
Launch Date:	July 30, 2009
Dealing Day:	Daily up to 2:00 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+2 End-of-Day
Early Redemption Charge:	1.00%
Total Management Fee: ²	2.00% per annum
Total Fund NAV (Mn) :	PHP 120.62

CUMULATIVE PERFORMANCE (%) ³

	1 mo	6 mos	1 YR	3 YRS	5 YRS	S.I. ⁴
Fund	0.07	0.75	3.66	10.24	9.49	106.15
Benchmark	0.38	0.01	2.21	9.06	10.70	92.69

ANNUALIZED PERFORMANCE (%) ³

	1 YR	2 YRS	3 YRS	4 YRS	5 YRS	S.I. ⁴
Fund	3.66	2.96	3.30	0.74	1.83	4.65
Benchmark	2.21	2.13	2.93	0.99	2.05	4.20

CALENDAR YEAR PERFORMANCE(%) ³

	YTD	2024	2023	2022	2021	2020
Fund	0.75	3.92	1.91	-4.85	-0.13	-1.49
Benchmark	0.01	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	16.79
SM Investments Corporation		6.87
Int'l Container Terminal Services, Inc.		5.79
Time Deposit		5.41
BDO Unibank, Inc.		4.94

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 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 Philippine Stock Exchange index (PSEi) traded sideways most of the month as the market digested a mix bag of macro-economic developments. Investor optimism was evident on the release of May inflation print which turned out better than expected. This, in turn, fueled bets of another round of rate cuts by the Bangko Sentral ng Pilipinas (BSP). However, optimism soon turned into jitters on renewed geopolitical tensions in the Middle East leading to a spike in global oil prices and weakening of the Peso. Towards the latter part of the month, the market saw FTSE rebalancing where the country registered a down-weight en-route to a net foreign outflow. The PSEi rose modestly by 0.37% month-on-month to 6,364.94 in June.

In terms of trading activity, the PSEi recorded a healthy Average Daily Turnover of Php6.642 billion in June. Meanwhile, foreigners remained net sellers for the third straight month at US\$72 million, partly due to FTSE rebalancing.

On a per stock basis, the top three index gainers for the month include: BLOOM (+22.25%), ALI (+17.39%) and PGOLD (+16.13%). Meanwhile, the bottom three performers were: CBC (-10.12%), BPI (-6.54%) and BDO (-5.09%).

In June, the Philippine bond market saw significant ups and downs. This was mainly because of a brief conflict between Israel and Iran, which caused oil prices to jump and raised concerns about inflation. The 10-year Philippine bond yield rose by as much as 16 basis points before ending the month two basis points higher. As such, the BPI Philippine Government Bond Index returned 0.28%, bringing the first half of 2025 return to 2.47%. Meanwhile, the BPI Philippine Government Bond 1-5 Year Index returned 0.35%, with first half 2025 return at 3.04%.

Aside from the Israel-Iran war, investors also weighed local and global macroeconomic developments. Philippine inflation further fell to 1.3% in May, from 1.4% in April. In addition, the Bangko Sentral ng Pilipinas cut the policy rate by 25 basis points to 5.25%. In the US, the Federal Reserve kept rates steady at 4.25%-4.50%, as policymakers await more data to better assess the impact of US import tariffs on the economy.

Looking ahead, we expect market volatility to continue due to global uncertainties, especially around US trade policies and geopolitical tensions. However, the local environment remains favorable for bond investments, thanks to low inflation, slower economic growth, dovish central bank, and fewer government bond auctions. Towards the end of June, the Bureau of the Treasury released its auction schedule for the third quarter, which showed an 11% decline in offering volume versus the initial schedule in the second quarter.

Fund Performance. The Fund returned 0.07% for the month, underperforming its benchmark by 31 basis points. Year-to-date, return amounted to 0.75%, outperforming its benchmark by 74 basis points.

Fund Strategy. The Fund will be opportunistic on market dips as volatility from the global front remains given lingering uncertainties on US tariffs and escalating geopolitical tensions. The preference is for companies with leading market capitalization, good fundamentals and high-dividend paying stocks.

On the fixed income front, the fund will maintain its neutral duration given the potential uptick in inflation on the back of tariffs. We expect supply constraints and added costs to cause price increases across all major consumer items.