

BPIASSET MANAGEMENT AND TRUST CORPORATION

ODYSSEY PHILIPPINE HIGH CONVICTION EQUITY FUND

KEY INFORMATION AND INVESTMENT DISCLOSURE STATEMENT

As of August 31, 2021

FUND FACTS

Classification:	Equity Fund	NAVPU:	Php 120.63
Launch Date:	February 1, 2007	Total Fund NAV (Mn):	Php 1,013.85
Minimum Investment:	Php 10,000.00	Dealing Day:	Daily up to 2:30 PM
Additional Investment:	Php 5,000.00	Redemption Settlement:	T+3 End-of-Day
Minimum Holding Period:	None	Early Redemption Charge:	None

FEES*

Trustee Fees: 1.500%	Custodianship Fees: 0.0017%	External Auditor Fees: 0.0206%	Other Fees: none
BPI Asset Management	HSBC	Isla Lipana	

*As a percentage of averageMonthly rate: billings received for daily NAV for the quarter valuedApril 2021 divided by the average at Php 1,006.88 Mn daily NAV for the month

*Billings received in 2017 divided by the average daily NAV

INVESTMENT OBJECTIVE AND STRATEGY

The objective of this Fund is to attain long-term capital growth for Peso investors. To achieve this, the Fund will be invested in a concentrated portfolio of stocks listed on the Philippine Stock Exchange. The Fund seeks to outperform the Philippine Stock Exchange Index (PSEi).

CLIENT SUITABILITY

A client profiling process shall be performed prior to participating in the Fund to guide the prospective investor if the Fund is suited to his/her investment objectives and risk tolerance. Clients are advised to read the Declaration of Trust/Plan Rules of the Fund, which may be obtained from the Trustee, before deciding to invest.

The Odyssey Philippine High Conviction Equity Fund is suitable only for investors who:

- Are at least classified as aggressive based on their risk profile
- Have an investment horizon of at least five (5) years

KEY RISKS AND RISK MANAGEMENT

You should not invest in this Fund if you do not understand or are not comfortable with the accompanying risks.

Equity Price Risk: The Fund invests in a concentrated portfolio of stocks listed in the Philippine Stock Exchange, exposing investors to potentially larger losses from a decline in stock prices, compared to funds tracking the index or employing a value style bias/ strategy. Decline in stock prices may be brought about by adverse stock market conditions, unfavorable company earnings and valuations and/ or negative developments in domestic and global political and economic conditions.

Liquidity Risk: Investors are exposed to the risk of loss due to the Fund's inability to convert equity holdings to cash immediately or in instances where conversion to cash is possible but at a highly disadvantageous price due to limited buyers/ sellers in the market, low trading volumes or market disruptions, among other reasons/ factors.

Related Party Risk: Investors are exposed to actual or potential conflicts of interest in the handling of related party transactions by the Trustee, specifically, time deposit placements with the Trustee's own bank and/ or its subsidiary, purchase of equity securities issued by related parties, as well as the execution of trade transactions with related counterparties.

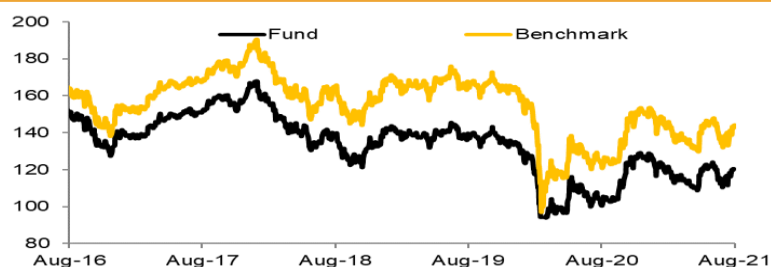
The Fund's investment outlets undergo proper screening and evaluation in accordance with the Trustee's accreditation process and minimum regulatory requirements. Regulatory exposure limits and asset allocation ranges as provided in the Fund's Plan Rules are strictly adhered to and monitored on a regular basis. The Fund may also use financial derivatives to hedge the portfolio against market and credit risks.

- **THE UIT FUND IS NOT A DEPOSIT AND IS NOT INSURED BY THE PHILIPPINE DEPOSIT INSURANCE CORP. (PDIC).**
- **RETURNS CANNOT BE GUARANTEED AND HISTORICAL NAVPU IS FOR ILLUSTRATION OF NAVPU MOVEMENTS/ FLUCTUATIONS ONLY.**
- **WHEN REDEEMING, THE PROCEEDS MAY BE WORTH LESS THAN THE ORIGINAL INVESTMENT AND ANY LOSSES SHALL BE SOLELY FOR THE ACCOUNT OF THE CLIENT.**
- **THE TRUSTEE IS NOT LIABLE FOR ANY LOSS UNLESS UPON WILLFUL DEFAULT, BAD FAITH OR GROSS NEGLIGENCE.**

FUND PERFORMANCE AND STATISTICS AS OF August 31, 2021

(Purely for reference purposes and is not a guarantee of future results)

NAVPU GRAPH



* Benchmark is the Philippine Stock Exchange Composite Index (PSEI)

CUMULATIVE PERFORMANCE (%) ¹

	1 mo	3 mos	6 mos	1YR	3YRS	S.I
Fund	9.32	3.51	1.36	17.13	-13.58	20.63
Benchmark	9.33	3.42	0.89	16.51	-12.73	111.24
Benchmark (TR)	9.69	3.88	2.42	18.60	-7.88	209.16

ANNUALIZED PERFORMANCE (%) ¹

	1YR	2YRS	3YRS	4YRS	5YRS	S.I
Fund	17.13	-7.08	-4.75	-5.48	-4.46	1.29
Benchmark	16.51	-7.31	-4.44	-3.66	-2.52	5.26
Benchmark (TR)	18.60	-5.59	-2.70	-2.00	-0.85	8.04

CALENDAR YEAR PERFORMANCE (%) ¹

	YTD	2020	2019	2018	2017	2016
Fund	-4.56	-4.56	-4.56	-4.56	-4.56	-4.56
Benchmark	-3.98	-3.98	-3.98	-3.98	-3.98	-3.98
Benchmark (TR)	-2.49	-2.49	-2.49	-2.49	-2.49	-2.49

PORTFOLIO COMPOSITION

Allocation	% of Fund
Equities	98.66
Cash	0.15
Time Deposits and Money Market	1.14
Other Receivables - Net of Liabilities	0.06
Sector Holdings (Equity Portion)	
Holding Firms	31.68
Financials	16.98
Property	23.17
Industrials	12.68
Services	14.14
Mining and Oil	0.00

NAVPU over the past 12 months

Highest	129.25
Lowest	100.40

STATISTICS

Portfolio Beta	0.99
Volatility, Past 1 Year (%) ²	21.46
Sharpe Ratio ³	0.75
Information Ratio ⁴	0.36
Current Number of Holdings	27

¹ Returns are net of fees.

² Since Inception

³ Measures the degree to which the Fund fluctuates vis-à-vis its average return over a period of time.

⁴ Measures of deviation between the Fund's return and benchmark returns. A lower number means the Fund's return is closely aligned with the benchmark.

*Declaration of Trust is available upon request through branch of account.

TOP TEN HOLDINGS

Name	%
SM Investments Corporation	14.00
SM Prime Holdings, Inc.	10.78
Ayala Land, Inc.	9.10
Ayala Corporation	7.94
BDO Unibank, Inc.	6.64
JG Summit Holdings, Inc.	6.32
Bank of the Philippine Islands	5.80
Universal Robina Corp.	5.04
PLDT Inc.	3.50
Int'l Container Terminal Services, Inc.	3.24

RELATED PARTY TRANSACTIONS*

The Fund has transactions and outstanding investments including deposits, investment in the share/s of stocks, and/or debt issuances of the following companies related to the BPI Asset Management and Trust Corporation (BPI AMTC):

Ayala Corporation – Php 80.53 Mn Ayala Land, Inc. – Php 92.21 Mn Bank of the Philippine Islands – Php 67.34 Mn
Globe Telecom, Inc. – Php 22.00 Mn

Investments in the said outlets were approved by the BPI AMTC's Board of Directors. Likewise, all related party transactions are conducted on an arm's length and best execution basis and within established limits.

*Related party in accordance with BPI AMTC's internal policy

OUTLOOK AND STRATEGY

Market Review. The Philippine Stock Exchange (PSEi) rallied on the month of August, rising by 9.3% to 6,855.44. It was mainly due to renewed interest in the market after a 9.2% decline in the previous month. Gains were across the board with 26 out of the 30 index names ending in the green. During the month, the Philippine Stock Exchange conducted its semi-annual review where we saw AC Energy Corp (ACEN) and Converge ICT Solutions Inc (CNVRG) making its way in the index replacing DMCI Holdings and Emperador Inc. Moreover, the rally was led by the outperformance of the telecommunications sector particularly GLO and TEL as demand for broadband services remain robust on mobility constraints coupled with investors' excitement over the telcos' fintech units.

August saw a spike in activity with Average Daily Turnover rising by 28.20% to US\$150 million. Meanwhile, we finally saw foreigners' net position to a "buy" at US\$32 million, bucking the trend of consecutive months of net foreign selling.

In terms of individual stock performances, main advancers were: GLO (+46.24%), CNVRG (+35.96%) and AP (+20.69%); while the main laggards include: LTG (-12.49%), RRHI (-5.03%) and FGEN (-2.41%).

Fund Performance. The Fund registered a gain of 9.32% in August, outperforming its benchmark by 1 bp. Meanwhile, the YTD performance of the Fund reported a loss of 4.56%, underperforming its benchmark by 58 bps.

Fund Strategy. Despite seeing a rally in the past month, we will still anticipate volatility brought about by the surging COVID-19 Delta Variant. However, we remain to be strategic long-term buyers of Philippine equities. We favor quality names or position on cyclicals. We will continue to be nimble and buy on market dips.

LIST OF PROSPECTIVE INVESTMENTS

The following are among the Fund's approved investment outlets, wherein the Trustee intends to invest depending on strategy, availability, or other market-driven circumstances:

- a) Common shares, preferred shares, and convertible preferred shares listed on the Philippine Stock Exchange;
- b) Shares offered in an Initial Public Offering (IPO), provided that the company will be listed on the Philippine Stock Exchange within the normal listing period (approximately 30 days from the start of the offer period);
- c) Bank Deposits;
- d) Primarily short term securities issued by or guaranteed by the Philippine government, or by the BSP;
- e) Primarily short term tradable securities issued or guaranteed by multilateral institutions such as the Asian Development Bank (ADB), International Monetary Fund (IMF), and World Bank;
- f) Primarily short term exchange-listed securities;
- g) Primarily short term marketable instruments that are traded in an organized exchange;
- h) Primarily short term loans traded in an organized market; and
- i) Such other tradable investments outlets/categories as may be approved by the relevant authority and allowed by the BSP.

BPI Asset Management and Trust Corporation (BPI AMTC) is a subsidiary of the Bank of the Philippine Islands. For inquiries and comments, please send an email to bpi_asset_management@bpi.com.ph or call us at (02) 8580-AMTC (2682).

Regulated by the Bangko Sentral ng Pilipinas. <https://www.bsp.gov.ph>, BSP Webchat <https://www.bsp.gov.ph>

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