

BPI PERA EQUITY FUND

Key Information and Investment Disclosure Statement
As of October 31, 2023



FUND FACTS

Classification:	PERA Equity Fund	Net Asset Value per Unit (NAVPU):	PHP 0.87
Launch Date:	December 19, 2016	Total Fund NAV (Mn):	PHP 80.02
Minimum Investment:	PHP 1,000	Dealing Day:	Daily up to 2:00PM
Additional Investment:	No minimum	Redemption Settlement:	T+2 End-of-Day
Minimum Holding Period:	None	Early Redemption Charge:	None

FEES*

Trustee Fees: 0.1276%*	Custodianship Fees: 0.0016%**	External Auditor Fees: 0.00%***	Other Fees: 0%
BPI Wealth	HSBC	Isla Lipana	None

*Monthly rate: billings received for October 2023 divided by the average daily NAV for the same month valued at PHP82.03 million

**Monthly rate: billings received for September 2023 divided by the average daily NAV for the same month valued at PHP81.75 million

***Billing is received at the last quarter of the year

INVESTMENT OBJECTIVE AND STRATEGY

The Fund intends to achieve for its participants long term capital growth derived from a diversified portfolio of equity securities issued by Philippine domiciled companies. The Fund aims to provide returns in excess of the return of the Philippine Stock Exchange Index.

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 BPI PERA Equity Fund is suitable only for investors who:

- Are 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: Investors are exposed to adverse changes in the prices of stocks listed in the Philippine Stock Exchange, which 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: Possibility to experience losses due to the fund's inability to convert assets into cash immediately or in instances where conversion to cash is possible but at a highly disadvantageous price.

Related Party Risk: Risk of any actual or potential conflicts of interest in handling of related party transactions.

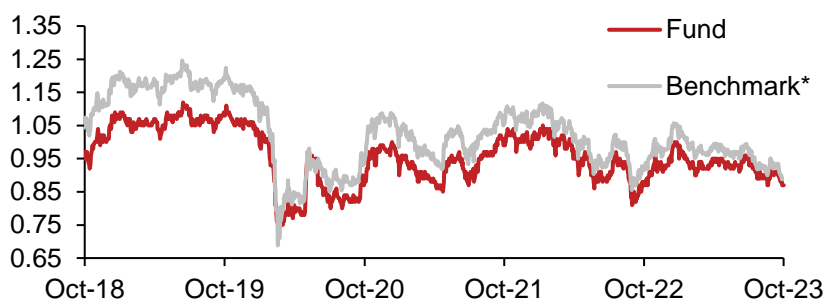
In accordance with the provisions in the Declaration of Trust, the Fund employs a risk management policy based on duration. The Fund may also use financial derivatives to hedge the portfolio against market and credit risks

- **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.**
- **THIS PRODUCT CANNOT BE SOLD TO YOU UNLESS ITS BENEFITS AND RISKS HAVE BEEN THOROUGHLY EXPLAINED. IF YOU DO NOT FULLY UNDERSTAND THIS PRODUCT, DO NOT PURCHASE OR INVEST IN IT.**

FUND PERFORMANCE AND STATISTICS AS OF OCTOBER 31, 2023

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

NAVPU GRAPH



*Benchmark is Philippine Stock Exchange Index

CUMULATIVE PERFORMANCE (%) ¹

	1 mo.	3 mos	6 mos	1YR	3YRS	S.I
Fund	-5.43	-8.42	-8.42	0.00	-1.14	-13.00
Benchmark	-5.50	-9.37	-9.83	-2.92	-5.54	-11.03

ANNUALIZED PERFORMANCE (%) ¹

	1YR	2YRS	3YRS	4YRS	5YRS	S.I ²
Fund	0.00	-6.26	-0.38	-5.26	-2.15	-2.01
Benchmark	-2.92	-7.98	-1.88	-6.97	-3.50	-1.69

CALENDAR YEAR PERFORMANCE (%) ¹

	YTD	2022	2021	2020	2019	2018
Fund	-6.45	-7.00	3.09	-8.49	4.95	-12.93
Benchmark	-9.02	-7.81	-0.24	-8.64	4.68	-12.76

PORTFOLIO COMPOSITION

Allocation	% of Fund
Equities	92.83
Time deposits and Money Market	6.82
Cash	0.30
Other Receivables – Net of liabilities ⁶	0.05
Sector Holdings (Equity Portion)	
Holding Firms	28.91
Financials	20.20
Property	18.69
Services	12.74
Industrials	12.30
Mining and Oil	-

NAVPU over the past 12 months

Highest	1.00
Lowest	0.87

STATISTICS

Portfolio Beta	1.03
Volatility, Past 1 Year (%) ³	17.18
Sharpe Ratio ⁴	-0.24
Information Ratio ⁵	0.42
Current Number of Holdings	31

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 Used to characterize how well the return of a Fund compensates the investor for the level of risk taken. The higher the number, the better.

⁵ Measures reward-to-risk efficiency of the portfolio relative to the benchmark. The higher the number, the higher the reward per unit of risk.

⁶ Includes accrued income, investment securities purchased, accrued expenses, etc.

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

TOP TEN HOLDINGS

Name	% of Fund
SM Investments Corporation	13.72
SM Prime Holdings, Inc.	9.44
BDO Unibank, Inc.	8.51
Bank of the Philippine Islands	8.20
Ayala Land, Inc.	7.86
Time Deposit	6.82
Int'l Container Terminal Services, Inc.	5.88
Ayala Corporation	5.72
PLDT Inc.	3.63
Manila Electric Company	3.34

RELATED PARTY TRANSACTIONS*

The Fund has transactions and outstanding investments including deposits, investment in the share/s of stock, and/or debt issuances of the following companies related to the BPI Wealth - A Trust Corporation ("BPI Wealth"):

ACEN Corporation – PHP 0.90 Mn
 Ayala Corporation – PHP 4.58 Mn
 Ayala Land – PHP 6.29 Mn
 Bank of the Philippine Islands – PHP 12.02Mn
 Globe Telecom, Inc. – PHP 1.31 Mn

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

OUTLOOK AND STRATEGY

Market Review. The Philippine Stock Exchange Index (PSEi) sank below the 6,000 mark as a slew of unfavourable macro-economic developments kept investors on the edge. On the global front, weakness in US indices and global equities was evident as an effect of rising yields where 10-year US Treasury yields climbed over 5% for the first time since 2007. Moreover, the US Federal Reserve (Fed) maintained their hawkish stance as they opted to keep interest rates elevated to fight sticky inflation. The on-going geopolitical tensions between Israel and Hamas added to concerns with its potential escalation to other nations in the Middle East. This pose further risk to global oil prices. On the local economic front, the Bangko Sentral ng Pilipinas (BSP) decided to hike its policy rate by 25 basis points to 6.5% in an off-cycle meeting to counter supply-side pressures in CPI inflation. The PSEi dipped 5.5% month-on-month in October to close at 5,973.78.

Trading activity in October subsided after strong activity seen in index-rebalancing events in September. Average daily turnover registered at US\$81 million or 37.8% lower month-on-month. Meanwhile, foreigners continued to be net sellers with US\$171 million worth of outflows.

In terms of stock performance, the top three gainers for the month included: ACEN (+7.94%), TEL (+2.89%) and EMI (+0.24%). Meanwhile, the bottom three performers were: SCC (-16.91%), AGI (-13.96%) and CNVRG (-12.81%).

Fund Performance. The fund outperformed its benchmark by 7 basis points in October with a return of -5.43%.

Fund Strategy. The Fund will remain defensive amidst the volatility in the stock market. Elevated interest rates, sticky global inflation and strong US dollar to continue to dampen demand for risk assets. The fund will be nimble and take advantage of market swings to rebalance in favour of high-quality names.

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) Shares of stock of selected corporations, including preferred stocks, which are already listed or being offered publicly and soon to be listed in the Philippine stock market.
- b) Primarily tradable fixed-income instruments issued or guaranteed by the Philippine government or the BSP; marketable instruments that are traded in an organized exchange; investment outlets/ categories the BSP allow. Provided, that, a financial instrument is regarded as tradable if quoted two-way prices are readily available and regularly available from an exchange, dealer, broker, industry group, pricing service or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis.
- c) Primarily tradable fixed-income securities issued, underwritten, or otherwise dealt by BPI and/or any of its subsidiaries, affiliates, their successors-in-interest or assignees, their directors, officers, stockholders, and related interest, and any of their trust and fund managed accounts, under such terms and conditions as the Trustee may deem to be in the best interest of the Fund or any such instrument as may be allowed under BSP regulations. Investment with related interests shall be in accordance with Subsection X 410.12 (a) of the Manual of Regulations for Banks.
- d) Bank deposits or tradable debt instruments issued by the BSP.
- e) Such other investments allowed under regulations issued by the BSP.

BPI Wealth is a subsidiary of the Bank of the Philippine Islands. For inquiries and comments, please send us a message through <https://www.bpi.com.ph/contactus> or call our 24-hour BPI Contact Center at (+632) 889-10000.

BPI Wealth as Trustee/Investment Manager is regulated by the Bangko Sentral ng Pilipinas. <https://www.bsp.gov.ph>