

FUND OVERVIEW

The Fund aims to achieve capital preservation through a steady stream of income by investing in a diversified portfolio of fixed income instruments issued by foreign and local entities.

The fund is suitable for investors who:

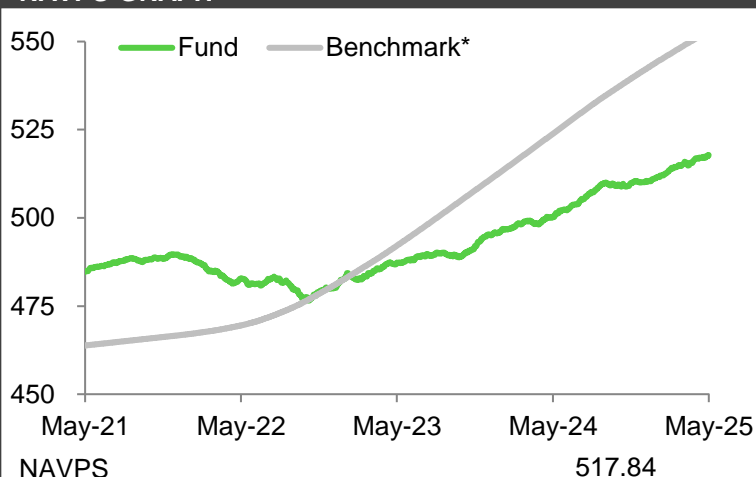
- Are at least classified as **moderately aggressive** based on their risk profile.
- Have an investment horizon of up **at least three (3) years**.

FUND FACTS

Classification:	Medium-Term Bond Fund
Launch Date:	February 5, 2002
Dealing Day:	Daily up to 2:00 PM
Minimum Investment:	USD 600.00 ¹
Min. Subsequent Order:	Equivalent amount of 1 share
Minimum Holding Period:	180 calendar days
Redemption Settlement:	T+0 End-of-Day
Early Redemption Charge:	1.00%
Total Management Fee²:	1.25% per annum
Total Fund NAV (Mn) :	USD 197.60

FUND PERFORMANCE AND STATISTICS *(Purely for reference purposes and is not a guarantee of future results)*

NAVPS GRAPH



CUMULATIVE PERFORMANCE (%) ³

	1 mo	6 mos	1 YR	3 YRS	5 YRS	S.I. ⁴
Fund	0.18	1.57	3.53	7.23	9.83	127.62
Benchmark	0.43	2.63	5.64	17.45	19.79	71.66

ANNUALIZED PERFORMANCE (%) ³

	1 YR	2 YRS	3 YRS	4 YRS	5 YRS	S.I. ⁴
Fund	3.53	3.08	2.35	1.66	1.89	3.59
Benchmark	5.64	5.97	5.51	4.38	3.68	2.34

CALENDAR YEAR PERFORMANCE(%) ³

	YTD	2024	2023	2022	2021	2020
Fund	1.51	3.01	3.17	-1.96	1.19	3.34
Benchmark	2.21	6.09	6.15	2.96	1.03	1.37

BENCHMARK

3-month US Treasury bill plus 1.00%

STATISTICS

Weighted Ave Duration (Yrs)	6.30
Volatility, Past 1 Year (%) ⁵	0.54
Sharpe Ratio ⁶	-2.05
Information Ratio ⁷	-3.74
Port. Weighted Yield to Maturity (%)	4.08
Number of Holdings	71

PORTFOLIO COMPOSITION

Allocation % of Fund

Government	25.73
Corporates	72.15
Fixed Income Funds	0.58
Cash & Cash Equivalents ⁸	1.54

Asset Valuation

Marked-to-Market	31.26
Amortized Cost	68.74

Maturity Profile

Less than 1 year	14.37
1 – 3 years	9.55
3 – 5 years	23.62
More than 5 years	52.46

TOP HOLDINGS

Name	Maturity	%
Ayala Corporation	2071	8.38
Aboitiz Equity Ventures, Inc.	2030	8.05
First Pacific	2027	6.02
JG Summit Holdings	2030	5.64
Manila Water Company, Inc.	2030	5.62

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 Liabilities⁸

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. In May 2025, global bond markets continued to perform steadily amid a backdrop of easing inflationary pressures and expectations of more accommodative monetary policies. US Treasury yields declined slightly, supporting global bond prices, and the Bloomberg Global Aggregate Bond Index posted modest gains. During its May 2025 meeting, the Federal Reserve held its benchmark interest rate steady at 4.25% to 4.5% while maintaining a “wait-and-see” approach amid rising uncertainty in the economic outlook. While inflation remained slightly above the Fed’s 2% target, the central bank signaled flexibility to adjust policy depending on how inflation and labor market conditions evolve in the coming months.

Investor sentiment remained cautious but constructive, with continued interest in fixed income as a hedge against equity market volatility. Emerging market bonds also saw inflows, benefiting from a weaker US dollar and improving risk appetite.

In the Philippines, the dollar-denominated bond market remained stable and attractive to investors. The government’s earlier issuances of global bonds, including long-dated USD tranches, continued to trade actively in secondary markets. These instruments remained appealing due to their relatively high yields and the country’s improving fiscal outlook. Additionally, the Philippines maintained its momentum in sustainable finance, with a significant portion of its foreign-currency debt stock composed of sustainability bonds. For the month, the JP Morgan Asia Credit Index - Philippines returned 0.07%.

On the local front, Philippine headline inflation slowed to 1.4% in April 2025, down from 1.8% in March, marking one of the lowest rates in recent years. This decline was driven by easing prices in key commodity groups such as food and transport. Meanwhile, the country’s GDP growth outlook remained strong, with the Asian Development Bank projecting a 6.0% expansion for 2025, supported by robust domestic demand and infrastructure investments. These developments reinforced investor confidence in Philippine assets, including its dollar-denominated bonds.

Fund Performance. The Fund returned 0.18% for the month, underperforming its benchmark by 25 basis points. Year-to-date return amounted to 1.51%, underperforming its benchmark by 70 basis points.

Fund Strategy. The fund manager looks to maintain portfolio duration in consideration of potential volatility from geopolitical risk as a result of US President Trump’s tariff policies. Though inflation is still expected to ease, policy changes may pose upside risk to the prices of goods and services. Investors in the bond fund must be prepared to withstand short-term volatility as higher investment value is normally achieved over the medium- to long-term.