

STATEMENT OF MANAGEMENT'S RESPONSIBILITY
FOR FINANCIAL STATEMENTS


The management of ALFM Dollar Bond Fund Inc. is responsible for the preparation and fair presentation of the financial statements including the schedules attached therein, for the years ended 31 December 2021 and 2022, in accordance with the prescribed financial reporting framework indicated therein, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.


The Board of Directors is responsible for overseeing the Company's financial reporting process.

The Board of Directors reviews and approves the financial statements including the schedules attached therein, and submits the same to the stockholders.


Isla Lipana & Co., the independent auditor, appointed by the stockholders, has audited the financial statements of the company in accordance with Philippine Standards on Auditing, and in its report to the stockholders, has expressed its opinion on the fairness of presentation upon completion of such audit.



Simon R. Paterno
President



Romeo L. Bernardo
Chairman of the Board



Fernando J. Sison III
Treasurer

APR 17 2023

City of Manila

Signed this ____ day of _____

ACKNOWLEDGEMENT

REPUBLIC OF THE PHILIPPINES
MAKATI, METRO MANILA

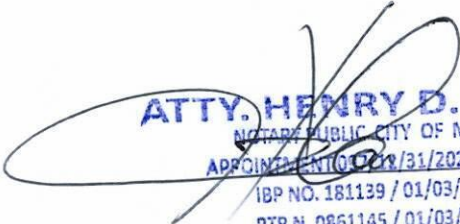
BEFORE ME, a Notary Public for and in the above jurisdiction, personally appeared:

Name	Tax Identification No.
ROMEO L. BERNARDO	124-135-087
SIMON R. PATERNO	203-010-472
FERNANDO J. SISON III	135-565-275

Known to me to be the same persons who executed the foregoing CERTIFICATE, consisting of 2 pages including this page wherefore this Acknowledgement is written and they acknowledge to me that the same is their voluntary act and deed.

IN WITNESS WHEREOF, I have hereunto set my hand and affixed my notarial seal on the date and place first above written.

Doc. No. 281
Page No. 52
Book No. 39
Series of 2023.


ATTY. HENRY D. ADASA
NOTARY PUBLIC CITY OF MANILA
APPOINTMENT 0000/31/2023 MANILA
IBP NO. 181139 / 01/03/2023
PTR N. 0861145 / 01/03/2023
ROLL NO. 29679, TIN NO. 172-528-620
MCLF COMP. NO. VII-0000165 VALID UNTIL APRIL 14, 2025
17 1411 TAYUMAN ST., STA. CRUZ, MANILA



Independent Auditor's Report

To the Board of Directors and Shareholders of
ALFM Dollar Bond Fund, Inc.
19th Floor, BPI Buendia Center
Sen. Gil J. Puyat Avenue
Makati City

Report on the Audits of the Financial Statements

Our Opinion

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of ALFM Dollar Bond Fund, Inc. (the "Fund") as at December 31, 2022 and 2021, and its financial performance and its cash flows for each of the three years in the period ended December 31, 2022 in accordance with Philippine Financial Reporting Standards (PFRS).

What we have audited

The financial statements of the Fund comprise:

- the statements of financial position as at December 31, 2022 and 2021;
- the statements of comprehensive income for each of the three years in the period ended December 31, 2022;
- the statements of changes in equity for each of the three years in the period ended December 31, 2022;
- the statements of cash flows for each of the three years in the period ended December 31, 2022; and
- the notes to the financial statements, which include a summary of significant accounting policies.

Basis for Opinion

We conducted our audits in accordance with Philippine Standards on Auditing (PSA). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Independence

We are independent of the Fund in accordance with the Code of Ethics for Professional Accountants in the Philippines (Code of Ethics), together with the ethical requirements that are relevant to our audit of the financial statements in the Philippines, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics.

Isla Lipana & Co., 29th Floor, Philamlife Tower, 8767 Paseo de Roxas, 1226 Makati City, Philippines
T: +63 (2) 8845 2728, F: +63 (2) 8845 2806, www.pwc.com/ph



Independent Auditor's Report
To the Board of Directors and Shareholders of
ALFM Dollar Bond Fund, Inc.
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Other Information

Management is responsible for the other information. The other information comprises the information included in the SEC Form 20-IS (Definitive Information Statement), SEC Form 17-A and Annual Report, but does not include the financial statements and our auditor's report thereon. The SEC Form 20-IS (Definitive Information Statement), SEC Form 17-A and Annual Report are expected to be made available to us after the date of this auditor's report.

Our opinion on the financial statements does not cover the other information and we will not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information identified above and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with PFRS, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Fund's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Fund or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Fund's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with PSA will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.



Independent Auditor's Report
To the Board of Directors and Shareholders of
ALFM Dollar Bond Fund, Inc.
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As part of an audit in accordance with PSA, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Fund to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

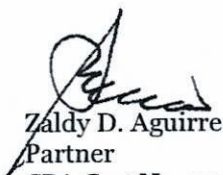


Independent Auditor's Report
To the Board of Directors and Shareholders of
ALFM Dollar Bond Fund, Inc.
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Report on the Bureau of Internal Revenue Requirement

Our audits were conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information in Note 17 to the financial statements is presented for purposes of filing with the Bureau of Internal Revenue and is not a required part of the basic financial statements. Such supplementary information is the responsibility of management and has been subjected to the auditing procedures applied in our audits of the basic financial statements. In our opinion, the supplementary information is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Isla Lipana & Co.



Zaldy D. Aguirre
Partner

CPA Cert No. 0105660
P.T.R. No. 0024447, issued on January 9, 2023, Makati City
SEC A.N. (individual) as general auditors 105660-SEC, Category A; valid to audit 2020 to 2024 financial statements
SEC A.N. (firm) as general auditors 0142-SEC, Category A; valid to audit 2020 to 2024 financial statements
TIN 221-755-698
BIR A.N. 08-000745-077-2020, issued on December 14, 2020; effective until December 13, 2023
BOA/PRC Reg. No. 0142, effective until November 14, 2025

Makati City
April 13, 2023



Isla Lipana & Co.

Statements Required by Rule 68
Securities Regulation Code (SRC)

To the Board of Directors and Shareholders of
ALFM Dollar Bond Fund, Inc.
19th Floor, BPI Buendia Center
Sen. Gil J. Puyat Avenue
Makati City

We have audited the financial statements of ALFM Dollar Bond Fund, Inc. as at and for the year ended December 31, 2022, on which we have rendered the attached report dated April 13, 2023. The supplementary information shown in the Reconciliation of Retained Earnings Available for Dividend Declaration as at December 31, 2022, and Schedules A,B,C,D,E,F and G, as required by Rule 68 of the Securities Regulation Code, is presented for purposes of filing with the Securities and Exchange Commission and is not a required part of the basic financial statements. Such supplementary information is the responsibility of management and has been subjected to the auditing procedures applied in the audit of the basic financial statements. In our opinion, the supplementary information has been prepared in accordance with Rule 68 of the Securities Regulation Code.

Isla Lipana & Co.

Zaldy D. Aguirre
Partner

CPA Cert No. 0105660

P.T.R. No. 0024447, issued on January 9, 2023, Makati City

SEC A.N. (individual) as general auditors 105660-SEC, Category A; valid to audit 2020 to 2024
financial statements

SEC A.N. (firm) as general auditors 0142-SEC, Category A; valid to audit 2020 to 2024
financial statements

TIN 221-755-698

BIR A.N. 08-000745-077-2020, issued on December 14, 2020; effective until December 13, 2023

BOA/PRC Reg. No. 0142, effective until November 14, 2025

Makati City
April 13, 2023

Isla Lipana & Co., 29th Floor, Philamlife Tower, 8767 Paseo de Roxas, 1226 Makati City, Philippines
T: +63 (2) 8845 2728, F: +63 (2) 8845 2806, www.pwc.com/ph

ALFM Dollar Bond Fund, Inc.

Statements of Financial Position
December 31, 2022 and 2021
(All amounts in US Dollar)

	Notes	2022	2021
<u>ASSETS</u>			
ASSETS			
Cash and cash equivalents	2	5,500,709	52,361,527
Short-term investments	3	1,000,000	1,000,000
Financial assets at fair value through profit or loss	4	56,535,592	92,559,090
Investment securities at amortized cost	5	183,926,398	197,468,613
Other receivables	6	2,562,046	2,611,531
Total assets		249,524,745	346,000,761
<u>LIABILITIES AND EQUITY</u>			
LIABILITIES			
Deferred tax liability	7	118,471	1,277,008
Management and distribution fees payable and other liabilities	8	268,641	12,202,945
Total liabilities		387,112	13,479,953
EQUITY			
Redeemable shares	9	100,808,461	132,696,969
Share premium		47,032,804	99,466,707
Retained earnings		101,296,368	100,357,132
Total equity		249,137,633	332,520,808
Total liabilities and equity		249,524,745	346,000,761

(The notes on pages 1 to 27 are integral part of these financial statements.)

ALFM Dollar Bond Fund, Inc.

Statements of Comprehensive Income
For each of the three years in the period ended December 31, 2022
(All amounts in US Dollar)

	Notes	2022	2021	2020
INCOME				
Interest income	2,3,5	9,374,383	8,503,135	5,569,917
(Losses) income from financial assets at fair value through profit or loss, net	4	(8,663,000)	(273,802)	8,454,207
Foreign exchange gains (loss), net		1,045	(286)	(17)
Other income		-	20,507	11,404
		712,428	8,249,554	14,035,511
EXPENSES				
Management, distribution and other professional fees	11	3,436,666	3,642,355	3,183,581
Taxes and licenses		107,410	499,977	230,199
Custodian fee	13	26,584	51,249	23,986
Others		17,034	22,804	14,463
		3,587,694	4,216,385	3,452,229
(LOSS) INCOME BEFORE INCOME TAX		(2,875,266)	4,033,169	10,583,282
INCOME TAX EXPENSE	7	1,308,052	396,128	3,365,342
NET (LOSS) INCOME FOR THE YEAR		(4,183,318)	3,637,041	7,217,940
OTHER COMPREHENSIVE INCOME		-	-	-
TOTAL COMPREHENSIVE (LOSS) INCOME FOR THE YEAR		(4,183,318)	3,637,041	7,217,940
BASIC AND DILUTED (LOSS) EARNINGS PER SHARE	9	(7.11)	6.29	13.53

(The notes on pages 1 to 27 are integral part of these financial statements.)

ALFM Dollar Bond Fund, Inc.

Statements of Changes in Equity
For each of the three years in the period ended December 31, 2022
(All amounts in US Dollar)

	Redeemable shares (Note 9)	Share premium	Retained earnings	Total equity (Note 10)
Balance at January 1, 2020	103,559,138	56,287,317	89,176,487	249,022,942
Comprehensive income				
Net income for the year	-	-	7,217,940	7,217,940
Other comprehensive income	-	-	-	-
Total comprehensive income for the year	-	-	7,217,940	7,217,940
Transactions with owners				
Issuance of shares	19,496,488	28,073,976	-	47,570,464
Redemption of shares	(13,199,733)	(19,006,961)	203,761	(32,002,933)
Total transactions with owners	6,296,755	9,067,015	203,761	15,567,531
Balance at December 31, 2020	109,855,893	65,354,332	96,598,188	271,808,413
Comprehensive income				
Net income for the year	-	-	3,637,041	3,637,041
Other comprehensive income	-	-	-	-
Total comprehensive income for the year	-	-	3,637,041	3,637,041
Transactions with owners				
Issuance of shares	41,882,603	62,550,250	-	104,432,853
Redemption of shares	(19,041,527)	(28,437,875)	121,903	(47,357,499)
Total transactions with owners	22,841,076	34,112,375	121,903	57,075,354
Balance at December 31, 2021	132,696,969	99,466,707	100,357,132	332,520,808
Comprehensive income				
Net loss for the year	-	-	(4,183,318)	(4,183,318)
Other comprehensive income	-	-	-	-
Total comprehensive loss for the year	-	-	(4,183,318)	(4,183,318)
Transactions with owners				
Issuance of shares	7,853,159	12,761,244	-	20,614,403
Redemption of shares	(39,741,667)	(65,195,147)	5,122,554	(99,814,260)
Total transactions with owners	(31,888,508)	(52,433,903)	5,122,554	(79,199,857)
Balance as at December 31, 2022	100,808,461	47,032,804	101,296,368	249,137,633

(The notes on pages 1 to 27 are integral part of these financial statements.)

ALFM Dollar Bond Fund, Inc.

Statements of Cash Flows
For each of the three years in the period ended December 31, 2022
(All amounts in US dollar)

	Notes	2022	2021	2020
CASH FLOWS FROM OPERATING ACTIVITIES				
(Loss) income before income tax		(2,875,266)	4,033,169	10,583,282
Adjustments for:				
Interest income	2,3,5	(9,374,383)	(8,503,135)	(5,569,917)
Interest received	2,3,5	9,423,869	7,769,438	5,809,671
Unrealized fair value losses (gains), net	4	9,799,430	6,731,898	(8,418,821)
Unrealized foreign exchange gains		(1)	-	(1,146)
Operating income before changes in operating assets and liabilities		6,973,649	10,031,370	2,403,069
Changes in operating assets and liabilities				
Decrease (increase) in:				
Short-term investments		-	-	12,400,000
Financial assets at fair value through profit or loss		26,224,068	36,025,105	(31,476,067)
Investment securities at amortized cost		13,542,215	(60,967,307)	1,963,442
(Decrease) increase in:				
Management and distribution fees payable		(262,054)	11,914,180	22,174
Cash generated (absorbed by) from operations		46,477,878	(2,996,652)	(14,687,382)
Income taxes paid	7	(2,466,589)	(2,043,184)	(1,080,845)
Net cash from (used in) operating activities		44,011,289	(5,039,836)	(15,768,227)
CASH FLOWS FROM FINANCING ACTIVITIES				
Proceeds from issuance of shares	9	20,614,403	104,432,853	47,570,464
Redemption of shares	8, 9	(111,486,511)	(47,357,499)	(31,999,546)
Net cash (used in) from financing activities		(90,872,108)	57,075,354	15,570,918
NET (DECREASE) INCREASE IN CASH AND CASH EQUIVALENTS		(46,860,819)	52,035,518	(197,309)
CASH AND CASH EQUIVALENTS	2			
January 1		52,361,527	326,009	522,172
Effect of changes in foreign exchange		1	-	1,146
December 31		5,500,709	52,361,527	326,009

(The notes on pages 1 to 27 are integral part of these financial statements.)

ALFM Dollar Bond Fund, Inc.

Notes to Financial Statements

As at December 31, 2022 and 2021 and

for each of the three years in the period ended December 31, 2022

(All amounts are in US Dollar, unless otherwise stated)

Note 1 - General information

ALFM Dollar Bond Fund, Inc. (the "Fund") was incorporated in the Philippines primarily to establish and carry on the business of an open-end investment fund. It was registered as Far East Fund, Inc. on October 23, 1993 with the Philippine Securities and Exchange Commission (SEC) under the Investment Company Act of 1960 (Republic Act No. 2629) and the Securities Regulation Code (Republic Act No. 8799). On December 12, 2001, the SEC approved the change in the Fund's name to Far East Dollar Bond Fund, Inc. Then, on January 21, 2004, the SEC approved the change in the Fund's name to its current name, ALFM Dollar Bond Fund, Inc.

The Fund aims to achieve capital preservation by investing in a diversified portfolio of foreign currency-denominated fixed-income instruments. As an open-end investment company, the Fund stands ready at any time to redeem its outstanding shares at a value defined under the Fund's prospectus (Note 10).

The Fund is registered as an issuer of securities with the SEC under Section 12 of the Securities Regulation Code (SRC). In compliance with the SRC, the Fund is required to file registration statements for each instance of increase in authorized shares. The last registration statement filed by the Fund for an increase in authorized shares and the permit to offer securities for sale were approved by the SEC on June 5, 2013 and October 3, 2013, respectively (Note 9).

The Fund's registered office is at BPI Head Office Building, Ayala Avenue corner Paseo de Roxas, Makati City while its principal place of business is at 19th Floor, BPI Buendia Center, Sen. Gil J. Puyat Avenue, Makati City.

The Fund has no employees. The principal management and administration functions of the Fund are outsourced from BPI Investment Management, Inc. (the "Fund Manager") (Note 12).

Approval of the financial statements

The financial statements have been approved and authorized for issue by the Fund's Board of Directors (BOD) on April 12, 2023. There are no material events that occurred from April 12, 2023 to April 13, 2023.

Note 2 - Cash and cash equivalents

The account at December 31 consists of:

	2022	2021
Short-term time deposits	5,497,000	52,325,004
Regular savings deposits	3,709	36,523
	5,500,709	52,361,527

Short-term time deposits have maturity period of less than three (3) months and bear interest at prevailing market rates.

Interest income earned from cash and cash equivalents for the year ended December 31, 2022 amounts to \$1,073,702 (2021 - \$21,282; 2020 - \$9,024).

Note 3 - Short-term investments

Short-term investments as at December 31, 2022 amounting to \$1,000,000 (2021 - \$1,000,000) consist of placements in time deposits with maturities of more than three (3) months but not more than one (1) year and bear interest at prevailing market rates.

Interest income earned from short-term investments for the year ended December 31, 2022 amounts to \$14,264 (2021 - \$3,217 and 2020 - \$176,903).

Note 4 - Financial assets at fair value through profit or loss

The account at December 31 consists of:

	2022		2021	
	Interest rates (%)	Amount	Interest rates (%)	Amount
Debt securities				
Philippine corporate bonds	2.50 - 5.88	29,788,565	2.50 - 5.13	26,882,535
Asia Pacific corporate and government bonds	3.85 - 4.75	14,668,915	3.50 - 4.75	19,159,830
Philippine government bonds	1.65 - 6.38	4,915,594	1.65 - 9.50	8,798,669
Latin America government bonds	2.45	842,518	2.45	1,003,748
European corporate bonds	-	-	4.38 - 5.88	7,666,564
US corporates and government bonds	-	-	5.10	413,632
Investment funds				
Mutual funds	-	6,320,000	-	13,117,852
Unit investment trust funds	-	-	-	15,516,260
		56,535,592		92,559,090

The maturity pattern of debt securities follows:

	2022	2021
Short-term (less than 1 year)	6,320,000	32,432,647
Medium-term (more than 1 year but less than 5 years)	15,271,369	14,953,200
Long-term (more than 5 years)	34,944,223	45,173,243
	56,535,592	92,559,090

Mutual funds have investments in diversified portfolio of investment grade corporate bonds, global fixed income securities, and local short-term fixed income and money market instruments.

Details of income (losses) from financial assets at fair value through profit or loss for the years ended December 31 follow:

	2022	2021	2020
Interest income	2,050,646	2,099,083	3,664,948
Other changes			
Net realized (losses) gains	(914,216)	4,359,013	(3,629,562)
Net unrealized (losses) gains	(9,799,430)	(6,731,898)	8,418,821
	(8,663,000)	(273,802)	8,454,207

Note 5 - Investment securities at amortized cost

Details of investment securities at amortized cost, net, as at December 31 are as follows:

	2022		2021	
	Interest rates (%)	Amount	Interest rates (%)	Amount
Philippine corporate bonds	2.13 - 5.88	121,058,139	2.13 - 5.13	90,667,169
Philippine government bonds	1.65 - 10.63	42,983,497	1.65 - 10.63	42,614,352
Asia Pacific corporate bonds	2.11- 4.50	19,884,762	0.00 - 4.75	34,187,649
European corporate bonds	-	-	4.38 - 5.88	16,611,467
US corporates and government securities	-	-	4.75 - 5.25	9,187,790
Asia Pacific sovereigns	-	-	3.70 - 3.75	1,000,952
Other corporate bonds	-	-	2.11 - 4.13	3,199,234
		183,926,398		197,468,613

The maturity pattern of investment securities at amortized cost as at December 31 follows:

	2022	2021
Short-term (less than 1 year)	15,738,131	25,140,365
Medium-term (more than 1 year but less than 5 years)	69,634,694	40,059,110
Long-term (more than 5 years)	98,553,573	132,269,138
	183,926,398	197,468,613

Interest income earned from investment securities at amortized cost for the year ended December 31, 2022 amounts to \$8,286,417 (2021 - \$8,478,636; 2020 - \$5,383,990).

Note 6 - Other receivables

The account as at December 31 consists of:

	2022	2021
Accrued interest receivable	2,555,844	2,605,329
Prepaid taxes	6,202	6,202
	2,562,046	2,611,531

As at December 31, 2022 and 2021, the Fund's accrued interest receivable and prepaid taxes are considered as current and non-current, respectively.

Note 7 - Income taxes

Corporate Recovery and Tax Incentives for Enterprises Act

On March 26, 2021, Republic Act No.11534, otherwise known as the Corporate Recovery and Tax Incentives for Enterprises (CREATE) Act, was signed into law with effective date of July 1, 2020. Among the salient provisions of CREATE include changes to the Corporate Income Tax (CIT) rates as follows:

- Reduction of CIT rate to 20% applicable to domestic corporations with total net taxable income not exceeding P5,000,000 and with total assets not exceeding P100,000,000 (excluding land on which the business entity's office, plant and equipment are situated);
- Reduction of CIT rate to 25% shall be applicable to all other corporations subject to regular CIT; and
- Minimum Corporate Income Tax rate shall also be amended to 1%, instead of 2%, for the period beginning July 1, 2020 until June 30, 2023.

Income tax expense as at December 31 consists of:

	2022	2021	2020
Current	2,466,589	2,043,184	1,080,845
Deferred	(1,158,537)	(1,647,056)	2,284,497
	1,308,052	396,128	3,365,342

The reconciliation between income tax expense at the statutory tax rate to the actual income tax expense shown in the statement of total comprehensive income follows:

	2022	2021	2020
Income tax at statutory rate	(718,817)	1,008,292	3,174,985
Tax effects of:			
Interest income subjected to lower tax rate	(206,850)	(70,346)	(326,019)
Tax exempt income	-	-	(610,656)
Unrecognized NOLCO	744,513	546,240	1,499,705
Unrealized losses (gains)	1,489,206	(600,714)	(372,673)
Impact of CREATE	-	(487,344)	-
Effective income tax expenses	1,308,052	396,128	3,365,342

The Fund's deferred income tax liability at December 31, 2022 amounting to \$118,471 (2021 - \$1,277,008) represents taxable temporary difference relating to unrealized fair value gains on the Fund's investments in global debt securities under financial assets at fair value through profit or loss.

The Fund did not recognize deferred income tax asset on net operating loss carryover (NOLCO) in view of its limited capacity to generate sufficient taxable income to allow the utilization of NOLCO since the bulk of the Fund's income is tax-exempt or subject to final tax. The details of the Fund's unused NOLCO at December 31 are as follows:

Year of Incurrence	Year of Expiration	2022		2021	
		USD	PHP	USD	PHP
2022	2025	2,978,053	162,265,661	-	-
2021	2026	2,184,960	107,576,751	2,184,960	107,576,751
2020	2025	4,999,018	248,001,273	4,999,018	248,001,273
2019	2022	909,785	52,731,115	909,785	52,731,115
2018	2021	-	-	3,012,192	158,622,028
		11,071,816	570,574,800	11,105,955	566,931,167
Expired NOLCO		(909,785)	(52,731,115)	(3,012,192)	(158,622,028)
		10,162,031	517,843,685	8,093,763	408,309,139
Income tax rate		25%	25%	25%	25%
Unrecognized deferred income tax asset		2,540,508	129,460,921	2,023,441	102,077,285

On September 30, 2020, the Bureau of Internal Revenue (BIR) issued Revenue Regulations (RR) No. 25-2020, Rules and Regulations Implementing Section 4 (bbbb) of Republic Act No. 11494 (Bayanihan to Recover as One Act) relative to NOLCO under Section 34 (D)(3) of the National Internal Revenue Code, as amended, allowing qualified businesses or enterprises which incurred net operating loss for taxable years 2020 and 2021 to carry over the same as a deduction from its gross income for the next five (5) consecutive taxable years immediately following the year of such loss. Ordinarily, NOLCO can be carried over as deduction from gross income for the next three (3) consecutive years only. Accordingly, the NOLCO incurred by the Fund in 2021 and 2020 shall be carried over for the next five years until 2026 and 2025, respectively.

Note 8 - Management and distribution fees payable and other liabilities

The account at December 31 consists of:

	Note	2022	2021
Capital shares redeemed payable		-	11,672,251
Management and distribution fees payable to			
Related parties	12	223,927	279,347
Third parties		-	16
Withholding taxes payable		39,909	49,300
Others		4,805	202,031
		268,641	12,202,945

Capital shares redeemed payable represents amounts due to investors arising from share redemptions. The amounts have been paid in the subsequent month after the reporting date.

Management and distribution fees payable and other liabilities are considered current as at December 31, 2022 and 2021.

Others represent outstanding documentary stamp tax as at reporting date which have not been settled. The amounts have been paid in the subsequent month after the reporting date.

Note 9 - Redeemable shares

The details of the Fund's authorized shares at December 31, 2022, 2021 and 2020 follow:

Number of shares	679,000
Par value per share	P10,000 (\$195.43)
Amount	\$132.7 million

The movements in the number of redeemable shares for the years ended December 31 follow:

	2022	2021	2020
Issued and outstanding shares, January 1	679,000	562,124	529,904
Issuance of shares	40,184	214,310	99,762
Redemptions of shares	(203,355)	(97,434)	(67,542)
Issued and outstanding shares, December 31	515,829	679,000	562,124

Details of issuances and redemptions of the Fund's redeemable shares for the years ended December 31 follow:

	2022	2021	2020
Issuances of shares	20,614,403	104,432,853	47,570,464
Redemptions of shares	(99,814,260)	(47,357,499)	(32,002,933)

As at December 31, 2022, the Fund has 8,809 shareholders (2021 - 10,123).

On May 11, 2011, the BOD and shareholders approved to increase the Fund's authorized share capital from 600 thousand shares to 5 million shares with par value of P10,000 per share, which will be applied in tranches.

The summary of the Funds' track record of registration of authorized shares follows:

Shares		Date of SEC Approval	
From	To	Increase in Authorized Shares	Permit to Offer Securities for Sale
20,000	540,000	January 21, 2004	March 16, 2004
540,000	600,000	February 27, 2006	May 24, 2006
600,000	679,000	June 5, 2013	October 3, 2013

Earnings (loss) per share

Basic earnings (loss) per share is calculated by dividing the net income (loss) by the weighted average number of outstanding redeemable shares and the corresponding shares for the amount of deposit for future share subscriptions received during the year, if any.

The information used in the computation of basic and diluted (loss) earnings per share for the years ended December 31 follows:

	2022	2021	2020
Net (loss) income for the year	(4,183,318)	3,637,041	7,217,940
Weighted average number of shares outstanding during the year	588,415	577,981	533,631
Basic and diluted (loss) earnings per share	(7.11)	6.29	13.53

The following are the features of shares:

- i. The shares have identical rights and privileges, including voting rights. Each share entitles the holder thereof to one vote at any meeting of shareholders of the Fund. Shareholders shall have cumulative voting rights for the election of the Fund's directors.
- ii. Each shareholder of the Fund shall be entitled to require the Fund to purchase, but not in the event and to the extent that the Fund has no assets legally available for such purpose whether arising out of capital, paid-in surplus or other surplus, net profits or otherwise, all or any part of the shares outstanding in the name of such shareholder in the books of the Fund, but only at the redemption price as of the valuation day on which a redemption order is made.
- iii. Shareholders have no pre-emptive right.
- iv. Dividends payable out of the surplus profits of the Fund may be declared at such time as the Board of Directors shall determine. No dividend shall be declared which shall impair the capital of the Fund. Stock dividends may be declared in accordance with law. The Fund may pay dividends in cash, property or in additional shares.
- v. Shareholders have appraisal right.

Note 10 - Net Asset Value (NAV) for share subscriptions and redemptions

The consideration received or paid for redeemable shares issued or re-purchased respectively is based on the value of the Fund's NAV per share at the date of the transaction. The total equity as shown in the statement of financial position represents the Fund's NAV based on PFRS ("PFRS NAV").

In accordance with the provisions of the Fund's prospectus and risk management policy, the Fund sets up provision for market risk on its investment portfolio which is adjusted from the PFRS NAV to arrive at the Fund's NAV for purposes of share subscriptions and redemptions ("trading NAV"). The policy which has been adopted for the best interest of the Fund's investors is designed to protect the Fund against sharp fluctuations, thereby allowing the Fund to meet its investment objective, which is to generate a steady stream of income through investments in a diversified portfolio of high-grade foreign currency-denominated fixed-income instruments. The allowance for market risk shall be subject to the BOD's periodic review.

The movement in allowance for market risk follows:

	2022	2021
At January 1	1,281,216	2,645,379
Provision for market risk during the year	309,554	(1,364,163)
At December 31	1,590,770	1,281,216

Reconciliation of the Fund's PFRS NAV to its trading NAV at December 31 is provided below:

	2022	2021
PFRS NAV	249,137,633	332,520,808
Allowance for market risk	(1,590,770)	(1,281,216)
Recognition of deferred income tax liability on unrealized fair value gains on the Fund's investments in Global debt securities	118,471	1,277,008
Capital shares redeemed payable	-	11,672,251
Others	(6,126)	(9,137)
Trading NAV	247,659,208	344,179,714

In accordance with the provisions of the Fund's prospectus, financial assets at fair value through profit or loss are valued based on the last traded market prices in the computation of the NAV for purposes of share issuances and redemptions ("trading NAV").

The Fund computes its trading NAV per share by dividing the trading NAV as at reporting date by the number of issued and outstanding shares during the year including shares for issuances covered by deposits for future subscriptions, if any.

The trading NAV per share at December 31 is calculated as follows:

	2022	2021
Trading NAV	247,659,208	344,179,714
Total number of shares issued and outstanding shares (Note 9)	515,829	679,000
Trading NAV per share	480.12	506.89

As disclosed in Note 1, the Fund is an open-end investment company which stands ready at any time to redeem its outstanding shares at a value defined under its prospectus (trading NAV). Any changes in the value of the shareholders' investment are reflected in the increase or decrease in the Fund's trading NAV.

Note 11 - Management, distribution and other professional fees

Management, distribution and other professional fees for the years ended December 31 consist of:

	Note	2022	2021	2020
Management and distribution fees to				
Related parties	12	3,412,430	3,629,458	3,165,017
Third parties		-	557	1,612
Professional fees		24,236	12,340	16,952
		3,436,666	3,642,355	3,183,581

Note 12 - Related party transactions

BIMI, as a fund manager, shall formulate and implement the investment strategy, provide and render management, technical, and administrative services, whereby authorizing BIMI to purchase and sell investment securities for the account of the Fund. As investment advisor, BIMI is tasked to render services which include investment research and advice; the preparation of economic, industry, market, corporate, and security analyses; and assistance and recommendations in the formulation of investment guidelines. In consideration for the above management, distribution, administration and advisory services, the Fund pays BIMI a fee of not more than 1.25% p.a. of the Fund's average daily trading NAV.

The Fund has distribution agreements with subsidiaries of BPI, namely, BIMI and BPI Capital Corporation (BPI Capital). Under the terms of the agreement, BIMI and BPI Capital are appointed as co-distributors to perform principally all related daily functions in connection with the marketing and the growth of the level of assets of the Fund for a fee of 0.625% p.a. based on the outstanding daily balance of the Fund's shares distributed. Such agreements are effective year after year unless terminated by each party.

The table below summarizes the Fund's transactions and balances with its related parties:

December 31, 2022	Transactions	Outstanding balances	Terms and conditions
Management and distribution fees			
BIMI	3,412,430	223,927	The outstanding balance is unsecured, unguaranteed, non-interest bearing and payable in cash a month after the management and distribution fees are incurred. The amounts have been paid in the subsequent month after the reporting date.
BPI Capital	-	-	
	3,412,430	223,927	
December 31, 2021	Transactions	Outstanding balances	Terms and conditions
Management and distribution fees			
BIMI	3,629,390	279,337	The outstanding balance is unsecured, unguaranteed, non-interest bearing and payable in cash a month after the management and distribution fees are incurred. The amounts have been paid in the subsequent month after the reporting date.
BPI Capital	68	10	
	3,629,458	279,347	
December 31, 2020	Transactions	Outstanding balances	Terms and conditions
Management and distribution fees			
BIMI	3,164,884	242,440	The outstanding balance is unsecured, unguaranteed, non-interest bearing and payable in cash a month after the management and distribution fees are incurred. The amounts have been paid in the subsequent month after the reporting date.
BPI Capital	133	10	
	3,165,017	242,450	

The directors and officers of the Fund are entitled to receive a per diem allowance in the amount of US Dollar equivalent to P10,000 for every Board meeting attended. Excluded in the payment of per diem allowances are directors and officers of the Fund who are also officers of the Fund Manager. For the year ended December 31, 2022, total remunerations paid to directors and officers amount to \$12,465 (2021 - \$4,169; 2020 - \$5,698) and is presented as part of Management, distribution and other professional fees in the statement of comprehensive income. As at reporting date, there were no outstanding balances related to these fees.

Note 13 - Custodianship agreements

As at December 31, 2022 and 2021, the Fund has an existing custodian agreement with Bank of New York (BONY) for custodial services of the Fund's proprietary assets and/or the assets owned in the Philippines. The Fund pays its custodian a fee of not more than 0.01% p.a. of the Fund's average daily NAV. As at December 31, 2022, the aggregate market value of securities held by BONY amounts to \$233,372,765 (2021 - \$260,553,865).

Custodian fee for the year ended December 31, 2022 amounts to \$26,584 (2021 - \$51,249; 2020 - \$23,986).

Note 14 - Critical accounting judgments

Estimates, assumptions and judgments used in preparing the financial statements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. The accounting judgment that have significant risks of causing material adjustments to the carrying amounts of assets and liabilities within the next financial year are discussed below.

Classification of investment securities

The Fund follows the guidance of PFRS 9 in classifying financial assets at initial recognition whether it will be subsequently measured at fair value through other comprehensive income, at amortized cost, or at fair value through profit or loss. The Fund determines the classification based on the contractual cash flow characteristics of the securities and on the business model it uses to manage these securities. The Fund determines whether the contractual cash flows associated with the securities are solely payments of principal and interest on the principal amount outstanding.

Impairment of financial assets at amortized cost (Notes 2, 3, 5 and 6)

Under PFRS 9, the measurement of the expected credit loss (ECL) allowance for financial assets measured at amortized cost and fair value through other comprehensive income is an area that requires the use of complex models and significant assumptions about future economic conditions and credit behavior (e.g. the likelihood of customers defaulting and the resulting losses).

A number of significant judgments are also required in applying the accounting requirements for measuring ECL, such as: (a) determining criteria for significant increase in credit risk; (b) choosing appropriate models and assumptions for the measurement of ECL; (c) establishing the number and relative weightings of forward-looking scenarios and the associated ECL; and (d) establishing groups of similar financial assets for purposes of measuring ECL.

The Fund measures ECL using probability of default, exposure at default and loss given default on its financial assets at amortized cost. Management considers both historical analysis and forward looking information in determining any expected credit loss. Management considers the probability of default to be close to zero as the counterparties have a strong capacity to meet their contractual obligation in the near term. As a result, no loss allowance has been recognized based on 12-month expected credit losses as any such impairment would be insignificant to the Fund as at December 31, 2022 and 2021.

Note 15 - Financial risk and capital management

15.1 Strategy in using financial instruments

The Fund's activities expose it to a variety of financial risks: interest rate risk, credit risk and liquidity risk. The Fund's exposure to foreign exchange risk is considered limited. The Fund's overall risk management program focuses on the unpredictability of financial markets and seeks to minimize potential adverse effects on the Fund's financial performance.

The management of financial risks is carried out by the Fund Manager under the policies approved by the BOD of the Fund. The BOD approves written principles for overall risk management as well as written policies covering specific areas. Any prospective investment is limited to the type of investments described in the prospectus of the Fund thereby limiting the exposure of the Fund to the risk inherent on investments approved by the investors. The Fund also monitors and adheres to regulatory limits and restrictions to mitigate risks.

The Fund has established risk management functions with clear terms of reference and with the responsibility for developing policies on financial risks. It also supports the effective implementation of policies. The policies define the Fund's identification of risk and its interpretation, limit structure to ensure the appropriate quality and diversification of assets to the corporate goals and specify reporting requirements.

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, such as but not limited to, US dollar-denominated government securities, corporate notes and bonds, and fixed income funds. The Fund aims to outperform its benchmark, the 3-month US Treasury bill plus 1%.

15.2 Interest rate risk

The Fund trades in financial instruments, taking positions in traded and over-the-counter instruments, to take advantage of short-term market movements primarily in the bond markets. Trading positions are reported at estimated market value with changes reflected in profit or loss. Trading positions are subject to various risk factors, which include primarily exposures to changes in interest rates.

Cash flow interest rate risk is the risk that the future cash flows of a financial instrument will fluctuate because of changes in market interest rates. Fair value interest rate risk is the risk that the value of a financial instrument will fluctuate because of changes in market interest rates. The Fund takes on exposure to the effects of fluctuations in the prevailing levels of market interest rates primarily on its fair value interest rate risk.

The Fund's fair value interest rate risk exposure principally relates to debt securities classified as financial assets at fair value through profit or loss whose values fluctuate as a result of changes in interest rates or factors specific to the issuer. The Fund's interest-bearing financial assets expose it to risks associated with the effects of fluctuations in the prevailing levels of market interest rates on its financial position and cash flows. The Fund Manager moderates this risk through a careful selection of securities and other financial instruments within specified limits. The maximum risk resulting from financial instruments is determined by the fair value of the financial instruments. The Fund's overall market positions are monitored on a daily basis by the Fund Manager and are reviewed on a monthly basis by the BOD.

The Fund's fair value interest rate risk is managed through diversification of the investment portfolio ratios by exposures. The Fund is also actively managed via portfolio duration management, yield curve positioning, credit diversification, portfolio quality and liquidity management.

The Fund also sets up a provision for market risk on its investment portfolio which is adjusted from the Fund's net asset value to protect the Fund from market price fluctuations (Note 10). To estimate its exposure to market risk, the Fund Manager computes the statistical "value at risk" (VAR) of its investments. The VAR measurement estimates the maximum loss due to adverse market movements that could be incurred by a portfolio during a given holding period with a given level of confidence. The Fund Manager uses a one month holding period, estimated as the number of days required to liquidate the investment portfolio, and a 99% degree of confidence in the computation of VAR. As such, there remains 1% statistical probability that the portfolio's actual loss could be greater than the VAR estimate.

As at December 31, 2022, the Fund's VAR with respect to market interest rate volatilities amounts to \$2,422,247 (2021 - \$1,480,891).

15.3 Credit risk

The Fund is exposed to credit risk, which is the risk that one party to a financial instrument will cause a financial loss to the other party by failing to discharge an obligation.

The Fund manages the level of credit risk it accepts through setting up of exposure limits by each counterparty or group of counterparties. The maximum investment of the Fund in any single enterprise shall not exceed an amount equivalent to fifteen percent (15%) of the Fund's net asset value except obligations of the Philippine government or its instrumentalities, provided that in no case shall the total investment of the Fund exceeds ten percent (10%) of the outstanding securities of any one investee company. Credit risk is also minimized through diversification or by investing in a variety of investments belonging to different sectors or industries.

The maximum exposure to credit risk before any credit enhancements at December 31 is the carrying amount of the financial assets as set out below:

	2022	2021
Cash and cash equivalents	5,500,709	52,361,527
Short-term investments	1,000,000	1,000,000
Financial assets at fair value through profit or loss	56,535,592	92,559,090
Investment securities at amortized cost	183,926,398	197,468,613
Other receivables, excluding prepaid taxes	2,555,844	2,605,329
	249,518,543	345,994,559

As at December 31, 2022 and 2021, the Fund's financial assets as shown in the table above are fully performing. There were no renegotiated financial assets as at December 31, 2022 and 2021.

Pursuant to the guidelines issued by the SEC, the Fund is allowed to invest in debt instruments registered and traded in an organized market in another country which are rated at least "BBB" by a reputable credit rating agency. For unrated securities, a rating is assigned using an approach that is consistent with that used by rating agencies.

Details of ratings of the Fund's investments based on various external credit rating agencies are as follows:

	Fair value through profit or loss	Investment securities at amortized costs
At December 31, 2022		
<i>S&P</i>		
A	842,519	-
BBB+	4,915,593	50,427,643
BBB	14,039,424	1,023,422
BBB-	2,577,843	7,404,514
<i>Moody's</i>		
Aa1	-	-
Aa2	-	-
Baa1	-	-
Baa2	-	-
Baa3	-	-
<i>Unrated</i>	34,160,213	125,070,839
	56,535,592	183,926,398
At December 31, 2021		
<i>S&P</i>		
A	1,003,748	3,000,030
BBB+	8,798,669	-
BBB	16,059,144	45,055,305
BBB-	-	1,000,952
<i>Moody's</i>		
Aa1	-	306,986
Aa2	912,950	-
Baa1	-	4,996,657
Baa2	1,901,973	6,468,856
Baa3	-	7,400,642
<i>Unrated</i>	63,882,606	129,239,185
	92,559,090	197,468,613

Unrated investments are from counterparties with no history of default with the Fund.

The Fund's cash and cash equivalents were placed with a reputable local universal bank and a thrift bank with solid financial standing while its short-term investments were placed with a reputable local universal bank with solid financial standing.

The Fund's receivables pertain to accrued interest receivable arising from interest earned on bank deposits and investments in debt securities measured at amortized cost.

15.4 Liquidity risk

Liquidity risk is the risk that the Fund may not be able to generate sufficient cash resources to settle its obligations in full as they fall due or can only do so on terms that are materially disadvantageous.

The Fund is exposed to daily cash redemptions of redeemable shares. In accordance with the Fund's policy, the Fund Manager monitors the Fund's liquidity position on a daily basis to ensure that excess cash positions are invested in fixed-income securities and redemptions are funded within the prescribed period indicated in the Fund's prospectus.

The Fund also manages its liquidity by investing predominantly in securities that it expects to be able to liquidate within 7 days or less. It therefore invests the majority of its assets in investments that are traded in an active market and can be readily disposed of. The Fund's financial assets at fair value through profit or loss and cash and cash equivalents can be liquidated within 7 days from transaction date.

Furthermore, the Fund has the ability to borrow in the short term to settle its obligations when necessary. No such borrowings have arisen in 2022 and 2021.

The Fund's financial liability pertains to management and distribution fees payable and accrued professional fees which are contractually due in less than 1 month. The Fund expects to settle its obligations in accordance with the maturity date.

15.5 Capital management

The capital of the Fund is represented by total equity as shown in the statement of financial position. The Fund's BOD and the Fund Manager monitor capital on the basis of the Fund's total net asset or total equity. The Fund's total net asset value or total equity can change significantly on a daily basis as the Fund is subject to daily subscriptions and redemptions at the discretion of shareholders. The Fund's objectives when managing capital are as follows:

- i) Safeguard the Fund's ability to continue as a going concern in order to provide returns for shareholders and benefits for other stakeholders;
- ii) Maintain a strong capital base to support the development of the investment activities of the Fund; and
- iii) Comply with the minimum subscribed and paid-in capital of P50 million required for investment companies under the Investment Company Act of 1960.

As at December 31, 2022 and 2021, the Fund is in compliance with the minimum required capital for investment companies.

In order to maintain or adjust the capital structure, the Fund's policies consist of the following:

- i) Monitor the level of daily subscriptions and redemptions relative to the assets it expects to be able to liquidate within 7 days; and
- ii) Redeem and issue new shares in accordance with the Fund's prospectus, which include the ability to restrict redemptions and require certain minimum holdings and subscriptions.

15.6 Fair value estimation

The following table presents the fair value hierarchy of the Fund's assets and liabilities measured at fair value at December 31:

Recurring fair value measurements

2022	Fair value		
	Level 1	Level 2	Level 3
Financial assets at fair value through profit or loss			
Debt securities			
Philippine corporate bonds	29,788,565	-	-
Asia Pacific corporate and government bonds	14,668,915	-	-
Philippine government bonds	4,915,594	-	-
European corporate bonds	-	-	-
Latin America government bonds	842,518	-	-
US corporates and government bonds	-	-	-
Investment funds			
Mutual funds	6,320,000	-	-
Unitized funds	-	-	-
	56,535,592	-	-

2021	Fair value		
	Level 1	Level 2	Level 3
Financial assets at fair value through profit or loss			
Debt securities			
Philippine corporate bonds	26,882,535	-	-
Asia Pacific corporate and government bonds	19,159,829	-	-
Philippine government bonds	8,798,669	-	-
European corporate bonds	7,666,564	-	-
Latin America government bonds	1,003,748	-	-
US corporates and government bonds	413,632	-	-
Investment funds			
Mutual funds	13,117,852	-	-
Unitized funds	15,516,261	-	-
	92,559,090	-	-

Below is a comparison of the carrying amounts and fair values of investment securities in the statement of financial position as at December 31:

2022	Carrying amount	Fair value		
		Level 1	Level 2	Level 3
Investment securities at amortized cost				
Philippine government bonds	42,983,497	38,779,091	-	-
Philippine corporate bonds	121,058,139	105,845,430	-	-
Asia Pacific corporate bonds	19,884,762	18,013,550	-	-
US corporates and government securities	-	-	-	-
European corporate bonds	-	-	-	-
Asia Pacific sovereigns	-	-	-	-
Others	-	-	-	-

2021	Carrying amount	Fair value		
		Level 1	Level 2	Level 3
Investment securities at amortized cost				
Philippine government bonds	42,614,351	42,614,351	-	-
Philippine corporate bonds	90,667,169	90,667,169	-	-
Asia Pacific corporate bonds	34,187,648	34,187,648	-	-
US corporates and government securities	9,187,790	9,187,790	-	-
European corporate bonds	16,611,468	16,611,468	-	-
Asia Pacific sovereigns	1,000,952	1,000,952	-	-
Others	3,199,235	3,199,234	-	-

The fair value of investment securities is based on market prices or broker/dealer price quotations. Where this information is not available, fair value is estimated using quoted market prices for securities with similar credit, maturity and yield characteristics. The carrying amounts of the Fund's other financial assets and liabilities at reporting period not presented in the table above approximate their fair values considering that they have short-term maturities.

There were no transfers between the fair value hierarchy during the years ended December 31, 2022 and 2021.

Note 16 - Summary of significant accounting policies

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

16.1 Basis of preparation

The financial statements of the Fund have been prepared in accordance with Philippine Financial Reporting Standards (PFRS). The term PFRS in general includes all applicable PFRS, Philippine Accounting Standards (PAS), and interpretations of the Philippine Interpretations Committee (PIC), Standing Interpretations Committee (SIC) and International Financial Reporting Interpretations Committee (IFRIC) which have been approved by Financial and Sustainability Reporting Standards Council (formerly known as the Financial Reporting Standards Council) and adopted by the SEC. The financial statements have been prepared under the historical cost convention, as modified by the revaluation of financial assets at fair value through profit or loss.

The preparation of these financial statements in conformity with PFRS requires the use of certain accounting estimates. It also requires management to exercise its judgment in the process of applying the Fund's accounting policies. There are no areas where assumptions and estimates are significant to the financial statements of the Fund as at reporting date. The areas involving a higher degree of judgment or complexity are disclosed in Note 14.

Changes in accounting policy and disclosures

(a) *New standards, amendments to existing standards and Conceptual Framework and interpretations adopted by the Fund*

The following new standards have been adopted by the Fund effective January 1, 2022:

- *Interest rate benchmark reform - Amendment to PFRS 7, PFRS 9 and PAS 39*

The amendments modify some specific hedge accounting requirements to provide certain reliefs in connection with interest rate benchmark reform. The reliefs relate to hedge accounting and have the effect that IBOR reform should not generally cause hedge accounting to terminate. However, any hedge ineffectiveness should continue to be recorded in the income statement. Given the pervasive nature of hedges involving IBOR-based contracts, the reliefs will affect companies in all industries.

- *Amendment to PAS 37, 'Provisions, Contingent Liabilities and Contingent Assets'*

The amendment clarifies that the direct costs of fulfilling a contract include both the incremental costs of fulfilling the contract and an allocation of other costs directly related to fulfilling the contract. Before recognising a separate provision for an onerous contract, the entity recognises any impairment loss that has occurred on assets used in fulfilling the contract.

The said amendments did not have an impact on the Fund's financial statements.

(b) *New standards, interpretations and amendments not yet adopted*

The following amendments to existing standard are not mandatory for December 31, 2022 reporting period and have not been early adopted by the Fund:

- *Amendments to PAS 1, 'Presentation of Financial Statements' (effective for the annual periods beginning on or after January 1, 2023)*

The amendments clarify that liabilities are classified as either current or noncurrent, depending on the rights that exist at the end of the reporting period. Classification is unaffected by the expectations of the entity or events after the reporting date (e.g. the receipt of a waiver or a breach of covenant). The amendments also clarify what PAS 1 means when it refers to the 'settlement' of a liability.

In addition, PAS 1 requires entities to disclose their material rather than their significant accounting policies. The amendments define what is 'material accounting policy information' and explain how to identify when accounting policy information is material. They further clarify that immaterial accounting policy information does not need to be disclosed. If it is disclosed, it should not obscure material accounting information.

- *Amendment to PAS 8, 'Accounting Policies, Changes in Accounting Estimates and Errors'*

The amendment clarifies how companies should distinguish changes in accounting policies from changes in accounting estimates. The distinction is important, because changes in accounting estimates are applied prospectively to future transactions and other future events, but changes in accounting policies are generally applied retrospectively to past transactions and other past events as well as the current period.

- Amendments to PAS 12, 'Income Taxes'

The amendments require entities to recognise deferred tax on transactions that, on initial recognition, give rise to equal amounts of taxable and deductible temporary differences. They will typically apply to transactions such as leases of lessees and decommissioning obligations and will require the recognition of additional deferred tax assets and liabilities. The amendment should be applied to transactions that occur on or after the beginning of the earliest comparative period presented. In addition, entities should recognise deferred tax assets (to the extent that it is probable that they can be utilised) and deferred tax liabilities at the beginning of the earliest comparative period for all deductible and taxable temporary differences associated with (a) right-of-use assets and lease liabilities, and (b) decommissioning, restoration and similar liabilities, and the corresponding amounts recognised as part of the cost of the related assets. The cumulative effect of recognising these adjustments is recognised in retained earnings, or another component of equity, as appropriate.

The adoption of the above amendments is not expected to have a material impact on the financial statements of the Fund.

There are no other new standards, amendments to existing standards, or interpretations that are effective for annual periods beginning on or after January 1, 2023 that are considered relevant and have a material effect on the financial statements of the Fund.

16.2 Financial assets

16.2.1.1 Recognition and initial measurement

Financial assets are recognized in the statement of financial position when the Fund becomes a party to the contractual provisions of the instrument. Regular-way purchases and sales of financial assets are recognized on trade date, the date on which the Fund commits to purchase or sell the asset. Financial assets are initially recognized at fair value plus transaction costs for all financial assets not carried at fair value through profit or loss. Transaction costs that are directly attributable to the acquisition of financial assets at fair value through profit or loss are expensed immediately at initial recognition.

16.2.1.2 Classification and subsequent measurement

The Fund classifies its financial assets in the following measurement categories: at fair value through profit or loss (FVTPL), fair value through other comprehensive income (FVOCI) and at amortized cost.

The classification requirements for debt and equity instruments are described below:

Debt instruments

Debt instruments are those instruments that meet the definition of a financial liability from the issuer's perspective, such as loans, government and corporate bonds and trade receivables purchased from clients in factoring arrangements without recourse.

Classification and subsequent measurement of debt instruments depend on the Fund's business model for managing the asset and the cash flow characteristics of the asset.

Based on these factors, the Fund classifies its debt instruments into one of the following measurement categories:

- *Amortized cost*

Assets that are held for collection of contractual cash flows where those cash flows represent solely payments of principal and interest ('SPPI'), and that are not designated at fair value through profit or loss, are measured at amortized cost. The carrying amount of these assets is adjusted by any expected credit loss allowance recognized and measured. Interest income from these financial assets is included in 'Interest income' using the effective interest rate method. Amortized cost financial assets include cash and cash equivalents, short-term investments, investment securities at amortized cost and other receivables, excluding prepaid taxes.

Cash and cash equivalents include deposits held at call with banks and short-term highly liquid investments with maturities of three months or less from the date of acquisition.

- *Fair value through other comprehensive income (FVOCI)*

Financial assets that are held for collection of contractual cash flows and for selling the assets, where the assets' cash flows represent solely payments of principal and interest, and that are not designated at FVTPL, are measured at fair value through other comprehensive income. Movements in the carrying amount are taken through other comprehensive income, except for the recognition of impairment gains or losses, interest revenue and foreign exchange gains and losses on the instrument's amortized cost which are recognized in the statement of comprehensive income. When the financial asset is derecognized, the cumulative gain or loss previously recognized in other comprehensive income is reclassified from equity to profit or loss. As at December 31, 2022 and 2021, the Fund has no financial assets under FVOCI category.

- *Fair value through profit or loss (FVTPL)*

Assets that do not meet the criteria for amortized cost or FVOCI and the collection of contractual cash flows is only incidental to achieving the Fund's business model objective are measured at fair value through profit or loss. A gain or loss on a debt security that is subsequently measured at fair value through profit or loss and is not part of a hedging relationship is recognized in profit or loss and presented in the statement of comprehensive income under 'Income (losses) from financial assets at fair value through profit or loss' in the period in which it arises.

Business model: The business model reflects how the Fund manages the assets in order to generate cash flows. That is, whether the Fund's objective is solely to collect the contractual cash flows from the assets or is to collect both the contractual cash flows and cash flows arising from the sale of assets. If neither of these is applicable, then the financial assets are classified as part of 'other' business model and measured at fair value through profit or loss. Factors considered by the Fund in determining the business model for a group of assets include past experience on how the cash flows for these assets were collected, how the asset's performance is evaluated and reported to key management personnel, how risks are assessed and managed and how managers are compensated.

SPPI: Where the business model is to hold assets to collect contractual cash flows or to collect contractual cash flows and sell, the Fund assesses whether the financial instruments' cash flows represent solely payments of principal and interest (the 'SPPI test'). In making this assessment, the Fund considers whether the contractual cash flows are consistent with a basic lending arrangement i.e. interest includes only consideration for the time value of money, credit risk, other basic lending risks and a profit margin that is consistent with a basic lending arrangement. Where the contractual terms introduce exposure to risk or volatility that are inconsistent with a basic lending arrangement, the related financial asset is classified and measured at fair value through profit or loss.

The Fund reclassifies debt investments when and only when its business model for managing those assets changes. The reclassification takes place from the start of the first reporting period following the change. Such changes are expected to be very infrequent, and none occurred during the period.

Equity investments

Equity instruments are instruments that meet the definition of equity from the issuer's perspective; that is, instruments that do not contain a contractual obligation to pay and that evidence a residual interest in the issuer's net assets.

The Fund subsequently measures all equity investments at fair value through profit or loss, except where the Fund's management has elected, at initial recognition, to irrevocably designate an equity investment at fair value through other comprehensive income. When this election is used, fair value gains and losses are recognized in other comprehensive income and are not subsequently reclassified to profit or loss, even on disposal. Impairment losses (and reversal of impairment losses) are not reported separately from other changes in fair value. Dividends, when representing a return on such investments, continue to be recognized in profit or loss as other income when the Fund's right to receive payments is established. Gains and losses on equity investments at fair value through profit or loss are included in 'Income (losses) from financial assets at fair value through profit or loss' in the statement of comprehensive income.

The Fund has no equity investments as at December 31, 2022 and 2021.

16.2.1.3 Impairment

The Fund assesses on a forward-looking basis the expected credit losses ('ECL') associated with its debt instrument assets carried at amortized cost. The Fund recognizes a loss allowance for such losses at each reporting date. The measurement of ECL reflects:

- An unbiased and probability-weighted amount that is determined by evaluating a range of possible outcomes;
- The time value of money; and
- Reasonable and supportable information that is available without undue cost or effort at the reporting date about past events, current conditions and forecasts of future economic conditions.

Credit impaired financial assets

Financial assets are assessed for credit impairment at each balance sheet date and more frequently when circumstances warrant further assessment. Evidence of credit-impairment may include indications that the debtor is experiencing significant financial difficulty, probability of bankruptcy or other financial reorganization, as well as measurable decrease in the estimated future cash flows evidenced by the adverse changes in the payments status of the debtor or economic conditions that correlate with defaults. An asset that is in Stage 3 (non performing) will move back to Stage 2 (under performing) when, as at reporting date, it is no longer considered to be credit-impaired. The asset will transfer back to Stage 1 (fully performing) when its credit risk at the reporting date is no longer considered to have increased significantly from initial recognition, and when there is sufficient evidence to support full collection of principal and interest due. Prior to the transfer to Stage 1, the asset should have exhibited both the quantitative and qualitative indicators of probable collection.

When a financial asset has been identified as credit-impaired, expected credit losses are measured as the difference between the asset's gross carrying amount and the present value of estimated future cash flows discounted at the instrument's original effective interest rate. For impaired financial assets with drawn and undrawn components, expected credit losses also reflect any credit losses related to the portion of the loan commitment that is expected to be drawn down over the remaining life of the instrument.

When a financial asset is credit impaired, interest ceases to be recognized on the regular accrual basis, which accrues income based on gross carrying amount of the asset. Rather, interest income is calculated by applying the original effective interest rate to the amortized cost of the asset, which is the gross carrying amount less related allowance for impairment. Following impairment, interest income is recognized on the unwinding of the discount from the initial recognition of impairment.

Impairment of other financial assets

The Fund applies the PFRS 9 simplified approach to measuring expected credit losses which uses a lifetime expected loss allowance for other financial assets.

To measure the expected credit losses, other financial assets have been grouped based on shared credit risk characteristics and the days past due. The expected loss rates are based on the payment profiles of receivables over a period of 36 months before reporting dates and corresponding historical credit losses experienced within this period. The forward-looking information on macroeconomic factors are considered insignificant in calculating impairment of other financial assets.

16.2.1.4 Derecognition

Financial assets, or a portion thereof, are derecognized when the contractual rights to receive the cash flows from the assets have ceased, or when they have been transferred and either (i) the Fund transfers substantially all the risks and rewards of ownership, or (ii) the Fund neither transfers nor retains substantially all the risks and rewards of ownership and the Fund has not retained control. Related gains and losses realized at the time of derecognition are recognized within 'Income (losses) on financial assets' in the statement of comprehensive income.

16.3 Financial liabilities

Classification and measurement

The Fund classifies its financial liabilities in the following categories: financial liabilities at fair value through profit or loss and financial liabilities at amortized cost.

Financial liabilities at fair value through profit or loss comprise two sub-categories: financial liabilities classified as held for trading and financial liabilities designated by the Fund as at fair value through profit or loss upon initial recognition.

A financial liability is classified as held for trading if it is acquired or incurred principally for the purpose of selling or repurchasing it in the near term or if it is part of a portfolio of identified financial instruments that are managed together and for which there is evidence of a recent actual pattern of short-term profit-taking. Financial liabilities designated at fair value through profit or loss are those that are not classified as held-for-trading but are managed and their performance is evaluated on a fair value basis. Gains and losses arising from changes in fair value are included in profit or loss. The Fund has no financial liabilities that are classified at fair value through profit loss as at December 31, 2022 and 2021.

Financial liabilities that are not classified as at fair value through profit or loss fall into the second category and are initially recognized at fair value plus transaction costs. After initial measurement, these financial liabilities are measured at amortized cost using the effective interest method. Financial liabilities measured at amortized cost include management and distribution fees payable and accrued professional fees.

Derecognition of financial liabilities

Financial liabilities are derecognized when they have been redeemed or otherwise extinguished. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as a derecognition of the original liability and the recognition of a new liability, and the difference in the respective carrying amounts is recognized in profit or loss.

16.4 Offsetting of financial instruments

Financial assets and liabilities are offset and the net amount reported in the statement of financial position when there is a legally enforceable right to offset the recognized amounts and there is an intention to settle on a net basis or realize the asset and settle the liability simultaneously. The legally enforceable right must not be contingent on future events and must be enforceable in the normal course of business and in the event of default, insolvency or bankruptcy of the Fund or the counterparty.

16.5 Fair value measurement

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value of financial assets and liabilities traded in active markets (such as publicly traded equity and debt securities) are based on quoted market prices at the close of trading on the reporting date. An active market is a market in which transactions for the asset or liability take place with sufficient frequency and volume to provide pricing information on an ongoing basis.

The quoted market price used for financial assets held by the Fund is the last traded market price for financial assets where the last traded price falls within the bid-ask spread. In circumstances where the last traded price is not within the bid-ask spread, management determines the point within the bid-ask spread that is most representative of fair value.

The Fund classifies its fair value measurements using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

- Level 1 - Quoted prices (unadjusted) in active markets for identical assets or liabilities. This level includes listed equity securities and debt instruments on exchanges (for example, Philippine Stock Exchange, Inc., Philippine Dealing and Exchange Corp., etc.).
- Level 2 - Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices). The primary source of input parameters like counterparty credit risk is Bloomberg.
- Level 3 - Inputs for the asset or liability that are not based on observable market data (unobservable inputs). This level includes equity investments and debt instruments with significant unobservable components. This hierarchy requires the use of observable market data when available. The Fund considers relevant and observable market prices in its valuations where possible.

16.6 Redeemable shares

The shares issued by the Fund are redeemable at the holder's option and are classified as equity. The consideration received for the issuance of shares is based on net asset value per share at the transaction date. The amount of consideration pertaining to the par value of the shares issued is recognized as redeemable shares and the excess of the consideration received over the par value is recognized as share premium.

The Fund classifies puttable financial instruments that meet the definition of a financial liability as equity where certain strict criteria are met. Those criteria include: (i) the puttable instruments must entitle the holder to a pro-rata share of net assets; (ii) the puttable instruments must be the most subordinated class and the features of that class must be identical; (iii) there must be no contractual obligations to deliver cash or another financial asset other than the obligation on the issuer to repurchase; and (iv) the total expected cash flows from the puttable instrument over its life must be based substantially on the profit or loss of the issuer. Should the redeemable shares' terms or conditions change such that they do not comply with those criteria, the redeemable shares would be reclassified to a financial liability from the date the instrument ceases to meet the criteria. The financial liability would be measured at the instrument's fair value at the date of reclassification. Any difference between the carrying value of the equity instrument and fair value of the liability on the date of reclassification would be recognized in equity.

Redeemable shares can be put back to the Fund at any time for cash equal to a proportionate share of the Fund's trading net asset value (Note 10) calculated in accordance with the Fund's prospectus. Any excess of subscriptions over the par value of shares issued is shown as share premium. The excess of redemption amount over the par value of shares redeemed are first applied against the related share premium and then to the related retained earnings.

16.7 Deposits for future subscriptions

Deposits for future subscriptions represent funds received by the Fund with a view of applying the same as payment for a future additional issuance of shares either from its authorized but unissued shares, from a proposed increase in authorized share capital, or as share premium.

Under the Corporation Code, a stock corporation is empowered to issue or sell stocks to subscribers. Such issuance should only be to the extent of the capital stock approved or authorized by the SEC. If there is no more authorized capital stock, an increase thereof for the purpose of issuing additional stocks may be made by the entity subject to the approval by its BOD, stockholders and the SEC.

Based on the Financial Reporting Bulletin (FRB) No.006 revised on January 6, 2022:

An entity shall classify a contract to deliver its own equity instruments under equity as a separate account (e.g., Deposit for Stock Subscription) from "Outstanding Capital Stock" if and only if, all of the following elements are present as of the end of the reporting period:

- (i) The unissued authorized capital stock of the entity is insufficient to cover the amount of shares indicated in the contract;
- (ii) There is Board of Directors' approval on the proposed increase in authorized capital stock (for which a deposit was received by the corporation);
- (iii) There is stockholders' approval of said proposed increase; and
- (iv) The application for the approval of the proposed increase has been presented for filing or has been filed with the Commission. (emphasis supplied)

To deter abuse of the Rule, it is expected that the approval of the application to increase ACS be obtained within one (1) year from the date the said application was presented to the Commission through Company Registration and Monitoring Department.

Following the issuance of SEC Memorandum Circular No. 33, series of 2020, which took effect on December 20, 2020, an investment company is no longer required to comply with the minimum subscribed and paid-up capital relative to the increase in its authorized capital stock. Thus, an investment company is no longer allowed to accept any deposits for future stock subscription starting December 20, 2020.

Any DFFS recognized as equity in the financial statements are still acceptable provided that all the elements above are present as of the end of the reporting period and the application for an increase in authorized capital stock has been filed with the Commission prior to December 20, 2020.

Deposits for future subscriptions are initially recognized at fair value of the consideration received or receivable. Deposits for future subscriptions can be redeemed for cash equal to a proportionate share of the Fund's trading net asset value. Upon approval, the amount will be credited to share capital for the par value of the shares and to share premium for the amount in excess of the par value.

Subscribers for a future additional issuance of shares are entitled at any time to redeem for cash equal to a proportionate share of the Fund's trading net asset value (Note 10) calculated in accordance with the Fund's prospectus.

The Fund has no outstanding deposits for future subscriptions as at December 31, 2022 and 2021.

16.8 Income and expense recognition

Income (losses) on financial assets at fair value through profit or loss include all realized and unrealized fair value changes and interest income on financial assets at fair value through profit or loss.

Interest income is recognized on a time-proportion basis using the effective interest method.

When calculating the effective interest rate, the Fund estimates cash flows considering all contractual terms of the financial instrument but does not consider future credit losses. The calculation includes all fees and points paid or received between parties to the contract that are an integral part of the effective interest rate, transaction costs and all other premiums or discounts.

Other income is recognized when the Fund's right to receive payment is established.

Expenses are recognized when incurred.

16.9 Foreign currency transactions and translation

Functional and presentation currency

Subscriptions and redemptions of the Fund's redeemable shares are denominated in US Dollar. The primary activity of the Fund is to invest in US dollar-denominated government securities, corporate notes and bonds and fixed-income funds. The performance of the Funds is measured and reported to the investors in US Dollar. The BOD considers the US Dollar as the currency that most faithfully represents the economic effects of the underlying transactions, events and conditions of the Fund. The financial statements are presented in US Dollar, which is the functional and presentation currency of the Fund.

Transactions and balances

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at year-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognized in profit or loss.

Foreign exchange gains and losses relating to financial assets and liabilities are presented as a separate line item in the statement of comprehensive income.

16.10 Earnings per share

Basic earnings per share is calculated by dividing the net income attributable to shareholders over the weighted average number of outstanding redeemable shares, including the corresponding shares for the amount of deposit for future subscriptions received during the year. Diluted earnings per share is computed in the same manner as basic earnings per share, however, profit attributable to shareholders and the number of outstanding redeemable shares, including the corresponding shares for the amount of deposit for future subscriptions, are adjusted for the effects of all dilutive potential redeemable shares.

There are no dilutive potential redeemable shares as at December 31, 2022 and 2021.

16.11 Income tax

The tax expense for the period comprises current and deferred tax.

Current income tax

The current income tax charge is calculated on the basis of the tax laws enacted or substantively enacted at reporting date. Management periodically evaluates positions taken in tax returns with respect to situations in which applicable tax regulation is subject to interpretation and establishes provisions where appropriate on the basis of amounts expected to be paid to the tax authorities.

The Fund primarily earns interest income from its investments in Philippine debt securities, cash and cash equivalents and short-term investments which are subject to final withholding tax. Such income is presented gross of taxes paid or withheld and the related tax is presented in the statement of total comprehensive income as income tax expense. Sale of financial assets at fair value through profit or loss relating to Philippine debt securities is tax exempt if maturity period of related debt instrument is more than 5 years and taxable if maturity period of related debt instrument is 5 years or less. Interest income and sale of financial assets at fair value through profit or loss relating to global debt securities are taxable.

Deferred income tax

Deferred income tax is provided in full, using the liability method, on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. The deferred income tax is not accounted for if it arises from initial recognition of an asset or liability in a transaction, other than a business combination, that at the time of the transaction affects neither the accounting nor taxable profit or loss. Deferred income tax is determined using tax rates (and laws) that have been enacted or substantively enacted by the reporting date and are expected to apply when the related deferred income tax asset is realized or the deferred income tax liability is settled.

Deferred income tax assets are recognized for all deductible temporary differences and carry-forward of unused tax losses (net operating loss carryover or NOLCO) to the extent that it is probable that future taxable profit will be available against which the temporary differences can be utilized.

The Fund reassesses at each reporting date the need to recognize a previously unrecognized deferred income tax asset.

Deferred income tax liabilities are provided on taxable temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements, except where the timing of the reversal of the temporary differences is controlled by the Fund and it is probable that the temporary difference will not reverse in the foreseeable future.

Deferred income tax assets and liabilities are offset when there is a legally enforceable right to offset current tax assets against current tax liabilities and when the deferred income tax assets and liabilities relate to income taxes levied by the same taxation authority and where there is an intention to settle the balances on a net basis.

16.12 Related party relationships and transactions

Related party relationship exists when one party has the ability to control, directly, or indirectly through one or more intermediaries, the other party or exercises significant influence over the other party in making financial and operating decisions. Such relationship also exists between and/or among entities which are under common control with the reporting enterprise, or between, and/or among the reporting enterprise and its key management personnel, directors, or shareholders. In considering each possible related party relationship, attention is directed to the substance of the relationship, and not merely the legal form.

16.13 Comparatives

Except when a standard or an interpretation permits or requires otherwise, all amounts are reported or disclosed with comparative information.

Where PAS 8 applies, comparative figures have been adjusted to conform with changes in presentation in the current year. There was a change in the presentation of dividend income in the statement of total comprehensive income by including it as part of net income (losses) on fair value through profit or loss instead of presenting it as part of other income.

Note 17 - Supplementary information required by the Bureau of Internal Revenue

Below is the additional information required by Revenue Regulations No. 15-2010 that is relevant to the Fund. This information is presented for purposes of filing with the Bureau of Internal Revenue (BIR) and is not a required part of the basic financial statements.

Documentary stamp tax

Total documentary stamp taxes on share subscriptions for the year ended December 31, 2022 amount to \$75,032 (P3,756,600), of which \$4,805 (P267,900) is outstanding as at December 31, 2022 and is lodged under Management and distribution fees payable and other liabilities in the statement of financial position.

Withholding taxes

Withholding taxes for the year ended December 31, 2022 amount to \$511,283 (P25,679,059), of which \$39,916 (P2,225,496) is outstanding as at December 31, 2022 and is lodged under management and distribution fees payable and other liabilities in the statement of financial position.

All other local and national taxes

All other local and national taxes paid for the year ended December 31, 2022 consist of:

	Amount
In US Dollar	
Municipal and other related taxes	32,171
Community tax	207
	<u>32,378</u>
	Amount
In Philippine Peso	
Municipal and other related taxes	1,655,713
Community tax	10,500
	<u>1,666,213</u>

The above local and national taxes, including documentary stamp tax, are lodged under taxes and licenses in expenses in the statement of total comprehensive income.

There are no other local and national taxes accrued as at December 31, 2022.

Tax cases and assessments

As at December 31, 2022, open taxable years are 2021, 2020, and 2019. The Fund has not received any Final Assessment Notice from the BIR. The Fund is also not a party to any outstanding tax case with the BIR.

Others

The Fund did not have transactions that are subject to value added tax, excise taxes, and custom duties and tariff.

ALFM Dollar Bond Fund, Inc.
Reconciliation of Retained Earnings Available for Dividend Declaration
As of December 31, 2022
(All amounts in US Dollar)

Items	Amount
Unappropriated Retained Earnings, as adjusted to available for dividend distribution, beginning of the year	91,938,311
Add: Net loss actually earned/realized during the year	
Net loss during the year closed to retained earnings	(4,183,318)
Less: Non-actual/unrealized income net of tax	
• Equity in net income of associate/joint venture	-
• Unrealized foreign exchange gain - net (except those attributable to Cash and Cash Equivalents)	-
• Unrealized actuarial gain	-
• Fair value adjustment (mark-to-market gains)	-
• Fair value adjustment of Investment Property resulting to gain	-
• Adjustment due to deviation from PFRS - gain	-
• Other unrealized gains or adjustments to the retained earnings as a result of certain transactions accounted for under the PFRS	-
Sub-total	-
Add: Non-actual losses	
• Depreciation on revaluation increment (after tax)	-
• Adjustment due to deviation from PFRS - loss	-
• Loss on fair value adjustment of investment property (after tax)	-
Sub-total	-
Net loss actually incurred during the period	(4,183,318)
Add (Less):	
• Dividend declarations during the period	-
• Appropriations of retained earnings during the period	-
• Reversals of appropriations	-
• Effects of prior period adjustments	-
• Treasury shares	-
• Redemption of redeemable shares	5,122,554
Sub-total	5,122,554
Total Retained Earnings, end of the year	92,877,547

ALFM Dollar Bond Fund, Inc.

As at December 31, 2022

Annex A - Financial Assets

(All amounts in US Dollar)

Name of issuing entity and association of each issue	Number of shares or principal amount of bonds and notes	Amount shown in the statement of financial position	Value based on market quotation	Income received and accrued
Cash and cash equivalents				
<i>Time deposits</i>				
BPIB-\$TDT 20230112	3,500,000	3,500,000	3,500,000	
CHIB-\$TDT 20230103	1,997,000	1,997,000	1,997,000	
	5,497,000	5,497,000	5,497,000	
<i>Cash in bank</i>	-	3,709	3,709	
TOTAL CASH AND CASH EQUIVALENTS	5,497,000	5,500,709	5,500,709	1,073,702
Short-term investments				
<i>Time deposits</i>				
BPILDN\$TD 20230112	1,000,000	1,000,000	1,000,000	
TOTAL SHORT-TERM INVESTMENTS	1,000,000	1,000,000	1,000,000	14,264
Fair value through profit or loss (FVTPL)				
<i>Philippine corporate bonds</i>				
ICTSI 20250917	6,000,000	6,004,213	5,902,380	
AEV-BOND 20300116	5,750,000	5,314,898	5,204,210	
MWC-BOND 20300730	4,000,000	3,446,517	3,373,600	
AYC-PERP 20710313	3,675,000	3,214,320	3,157,817	
AYC-PERP 20241030	3,630,000	2,718,047	2,688,705	
JGSHBOND 20300709	3,000,000	2,694,955	2,635,830	
RCBC-BOND 20240911	2,700,000	2,577,843	2,553,093	
ICTSI 20300617	2,000,000	1,744,654	1,740,960	
GLO-BOND 20300723	1,980,000	1,627,861	1,606,136	
ACNRGY 20251125	400,000	309,932	307,892	
JFC-BOND 20300624	150,000	135,325	135,186	
	33,285,000	29,788,565	29,305,809	
<i>Asia Pacific corporates and government bonds</i>				
INDONOTE 20290211	5,000,000	5,105,260	5,012,900	
INDONOTE 20280424	5,000,000	4,949,353	4,911,200	
INDONOTE 20270108	3,000,000	3,031,843	2,969,130	
INDONOTE 20301015	1,000,000	952,968	944,840	
FIRPAC 20270911	663,000	629,491	620,628	
	14,663,000	14,668,915	14,458,698	
<i>Philippine government bonds</i>				
ROP 20341023	2,000,000	2,247,384	2,223,300	
ROP 20370113	1,000,000	998,543	975,210	
ROP 20400120	1,000,000	867,155	849,490	
ROP 20310610	1,000,000	802,512	801,550	
	5,000,000	4,915,594	4,849,550	
<i>Latin America government bonds</i>				
CHILE-USD 20310131	1,000,000	842,518	832,310	
<i>(forward)</i>				

ALFM Dollar Bond Fund, Inc.
As at December 31, 2022
Annex A - Financial Assets
(All amounts in US Dollar)
Page 2

Name of issuing entity and association of each issue	Number of shares or principal amount of bonds and notes	Amount shown in the statement of financial position	Value based on market quotation	Income received and accrued
<i>Investment in mutual funds</i>				
PIMINIA	400,000	6,320,000	6,320,000	-
TOTAL FVTPL	54,348,000	56,535,592	55,766,367	2,050,646

Investments at amortized cost				
<i>Philippine corporate bonds</i>				
AEV-BOND20300116	14,000,000	13,997,334	12,642,700	
AYC-PERP20710313	13,451,000	13,451,000	11,555,216	
SMIC-BOND 20240610	9,770,000	9,895,536	9,471,820	
GLO-BOND 20300723	8,858,000	8,858,674	7,180,738	
JGSHBOND 20300709	8,000,000	8,386,423	7,024,160	
MWC-BOND 20300730	7,000,000	7,360,873	5,920,040	
AYC-PERP20241030	7,000,000	7,116,584	5,155,220	
JFC-BOND 20260124	6,300,000	6,546,708	5,957,154	
ICTSI 20300617	5,500,000	5,809,739	4,785,605	
BDO-BOND20260113	5,000,000	4,997,450	4,533,050	
ACNRGY20290212	5,000,000	4,986,799	4,483,950	
ICTSI 20230116	4,500,000	4,500,194	4,500,194	
ACNRGY20240129	4,073,000	4,141,282	3,957,734	
JFC-BOND 20300624	4,000,000	4,138,680	3,599,760	
RCBC-BOND 20230316	3,950,000	3,947,818	3,910,105	
RCBC-BOND 20240911	3,450,000	3,456,697	3,259,284	
ICTSI 20311116	3,000,000	3,000,000	2,313,360	
DBP-BOND20310311	2,500,000	2,446,695	1,871,700	
JGSHBOND 20230123	1,320,000	1,320,375	1,320,375	
PLDT-BOND 20310123	1,000,000	989,372	779,540	
SECB-BOND 20230925	804,000	822,749	795,831	
ICTSI 20250917	440,000	479,460	433,919	
FDC-BOND20250917	200,000	207,024	195,910	
PNB-BOND 20230427	200,000	200,673	198,066	
	119,316,000	121,058,139	105,845,431	

(forward)

ALFM Dollar Bond Fund, Inc.
As at December 31, 2022
Annex A - Financial Assets
(All amounts in US Dollar)
Page 3

Name of issuing entity and association of each issue	Number of shares or principal amount of bonds and notes	Amount shown in the statement of financial position	Value based on market quotation	Income received and accrued
<i>Philippine government bonds</i>				
ROP 20250316	7,500,000	8,160,041	8,476,875	
ROP 20420202	6,000,000	6,701,560	4,870,680	
ROP 20240925	5,797,000	5,806,894	5,930,273	
ROP 20260330	3,500,000	3,783,870	3,589,600	
ROP 20400120	2,928,000	3,222,271	2,479,167	
ROP 20300202	2,000,000	2,796,083	2,545,040	
ROP 20341023	2,000,000	2,589,481	2,215,960	
ROP 20410301	2,000,000	2,032,273	1,630,260	
ROP 20310610	2,000,000	2,000,000	1,599,260	
ROP 20320115	1,000,000	1,245,932	1,113,730	
ROP 20370113	1,000,000	1,186,610	972,570	
ROP 20241021	1,000,000	1,094,912	1,087,740	
ROP 20270329	1,000,000	1,001,839	946,740	
OD-BOND 20230604	1,000,000	999,253	987,090	
ROP 20290114	350,000	362,478	334,107	
	39,075,000	42,983,497	38,779,092	
<i>Asia Pacific corporate bonds</i>				
FIRPAC 20270911	11,584,000	12,210,776	10,820,730	
FIRPAC 20230416	3,940,000	3,947,069	3,890,908	
PETRONAS 20280323	3,000,000	2,991,294	2,632,110	
KORGAS 20250721	700,000	735,623	669,802	
	19,224,000	19,884,762	18,013,550	
TOTAL INVESTMENTS AT AMORTIZED COST	177,615,000	183,926,398	162,638,073	8,286,418
<i>Other receivables</i>				
Accrued interest receivable	-	2,555,844	2,555,844	-
TOTAL OTHER RECEIVABLES	-	2,555,844	2,555,844	-

ALFM Dollar Bond Fund, Inc.

As at December 31, 2022

Annex B - Amounts Receivable from Directors, Officers, Employees, Related Parties, and Principal Stockholders (Other than Related parties)

Name and designation of debtor	Balance at beginning of period	Additions	Amounts collected	Amounts written off	Current	Not current	Balance at end of the period
NOTHING TO REPORT							

ALFM Dollar Bond Fund, Inc.

As at December 31, 2022

Annex C - Amounts Receivable from Related Parties which are Eliminated
during the Consolidation of Financial Statements

Name and designation of debtor	Balance at beginning of period	Additions	Amount collected	Amount written off	Current	Not current	Balance at end of period
NOT APPLICABLE							

ALFM Dollar Bond Fund, Inc.
As at December 31, 2022
Annex D - Long-Term Debt

Title of issue and type of obligation	Amount authorized by indenture	Amount shown under caption "Current portion of long-term debt" in the related statement of financial position	Amount shown under caption "long-term debt" in the related statement of financial position
NOTHING TO REPORT			

ALFM Dollar Bond Fund, Inc.

As at December 31, 2022

Annex E - Indebtedness to Related Parties (Long-Term Loans from Related Companies)
(All amounts in US Dollar)

Name of related party	Balance at beginning of period	Balance at end of period
NOTHING TO REPORT		

ALFM Dollar Bond Fund, Inc.
As at December 31, 2022
Annex F - Guarantees of Securities of Other Issuers

Name of issuing entity of securities guaranteed by the Fund for which this statement is filed	Title of issue of each class of securities guaranteed	Total amount guaranteed and outstanding	Amount owned by person for which statement is filed	Nature of guarantee
NOTHING TO REPORT				

ALFM Dollar Bond Fund, Inc.

As at December 31, 2022

Annex G - Capital Stock

Title of issue	Number of shares authorized	Number of shares issued and outstanding as shown under related caption in the statement of financial position	Number of shares reserved for options, warrants, conversion and other rights	Number of shares held by related parties	Directors, officers and employees	Others
Redeemable shares	679,000	515,829	-	31,601	38	484,190

SPECIAL FORM FOR FINANCIAL STATEMENTS OF PUBLICLY-HELD AND INVESTMENT COMPANIES

NAME OF CORPORATION: ALFM DOLLAR BOND FUND INC.
CURRENT ADDRESS: BPI HEAD OFFICE BUILDING, AYALA AVENUE COR. PASEO DE ROXAS, MAKATI CITY
TEL. NO.: (632) 580-3573 FAX NO.: (632) 580-4682
COMPANY TYPE: INVESTMENT COMPANY PSIC: 6691

Table 1. Balance Sheet

FINANCIAL DATA	2022 (in \$'000)	2021 (in \$'000)
A. ASSETS (A.1 + A.2 + A.3 + A.4 + A.5 + A.6)	249,525	346,001
A.1 Current Assets (A.1.1 + A.1.2 + A.1.3 + A.1.4 + A.1.5)	81,337	173,673
A.1.1 Cash and cash equivalents (A.1.1.1 + A.1.1.2 + A.1.1.3)	5,501	52,362
A.1.1.1 On hand		
A.1.1.2 In domestic banks/entities	5,501	52,362
A.1.1.3 In foreign banks/entities		
A.1.2 Financial Assets other than Cash/Trade Receivables/investments accounted for using the Equity Method (A.1.2.1 + A.1.2.2 + A.1.2.3 + A.1.2.4)	73,274	118,699
A.1.2.1 Short-term placements or investments in securities issued by domestic entities: (A.1.2.1.1 + A.1.2.1.2 + A.1.2.1.3 + A.1.2.1.4 + A.1.2.1.5)	42,025	65,315
A.1.2.1.1 National Government	4,916	8,799
A.1.2.1.2 Public Financial Institutions		
A.1.2.1.3 Public Non-Financial Institutions		
A.1.2.1.4 Private Financial Institutions	37,109	56,517
A.1.2.1.5 Private Non-Financial Institutions		
A.1.2.2 Short-term placements or investments in securities issued by foreign entities	15,511	28,244
A.1.2.3 Financial assets at fair value through profit or loss	15,511	28,244
A.1.2.3 Others, specify	15,738	25,140
Investment securities at amortized cost	15,738	25,140
A.1.2.4 Allowance for decline in market value (negative entry)		
A.1.3 Trade and Other Receivables (A.1.3.1 + A.1.3.2)	2,562	2,612
A.1.3.1 Due from domestic entities (A.1.3.1.1 + A.1.3.1.2 + A.1.3.1.3 + A.1.3.1.4)	2,562	2,612
A.1.3.1.1 Due from customers (trade)		
A.1.3.1.2 Due from related parties		
A.1.3.1.3 Others, specify	2,562	2,612
Accrued interest receivable	2,556	2,605
Due from unaffiliated companies - prepaid taxes	6	6
A.1.3.1.4 Allowance for doubtful accounts/bad debts/probable losses (negative entry)		
A.1.3.2 Due from foreign entities, specify	0	0
A.1.3.2.1		
A.1.3.2.2		
A.1.3.2.3		
A.1.3.2.4		
A.1.3.2.5 Allowance for doubtful accounts/bad debts/probable losses (negative entry)		
A.1.4 Inventories (A.1.4.1 + A.1.4.2 + A.1.4.3 + A.1.4.4 + A.1.4.5 + A.1.4.6)	0	0
A.1.4.1 Raw materials and supplies		
A.1.4.2 Goods in process (including unfinished goods, growing crops, unfinished seeds)		
A.1.4.3 Finished goods/factory supplies		
A.1.4.4 Merchandise/Goods in transit		
A.1.4.5 Labor and other costs of personnel (in case of service providers)		
A.1.4.6 Revaluation surplus (includes spoilage, losses due to fire and changes in prices)		
A.1.5 Other Current Assets		

NOTE: This special form is applicable to Investment Companies and Publicly-held Companies enumerated in Section 17.2 of the Securities Regulation Code (SRC), except banks, insurance, and public utility companies. Parent Companies shall submit their individual Audited Financial Statements and Consolidated Financial Statements using supplemental form PHFS2.

Domestic corporations are those which are incorporated under Philippine laws or branches/subsidiaries of foreign corporations that are licensed to do business in the Philippines where the center of economic interest or activity is within the Philippines. On the other hand, foreign corporations are those that are incorporated abroad, including branches of Philippine corporations operating abroad.

Financial Institutions are corporations principally engaged in financial intermediation, facilitating financial intermediation, or auxiliary financial services. Non-Financial institutions refer to corporations that are primarily engaged in the production of market goods and non-financial services.

SPECIAL FORM FOR FINANCIAL STATEMENTS OF PUBLICLY-HELD AND INVESTMENT COMPANIES

NAME OF CORPORATION: ALFM DOLLAR BOND FUND INC.
 CURRENT ADDRESS: BPI HEAD OFFICE BUILDING, AYALA AVENUE COR. PASEO DE ROXAS, MAKATI CITY
 TEL. NO.: (632) 580-3573 FAX NO.: (632) 580-4682
 COMPANY TYPE: INVESTMENT COMPANY PSIC: 6691

Table 1. Balance Sheet

FINANCIAL DATA	2022 (in \$'000)	2021 (in \$'000)
A.2 Property, plant, and equipment (A.2.1 + A.2.2 + A.2.3 + A.2.4 + A.2.5 + A.2.6 + A.2.7)	0	0
A.2.1 Land (incl. land for future plant expansion, unused land and improvements)		
A.2.2 Building and improvements including leasehold improvement		
A.2.3 Machinery and equipment (on hand and in transit)		
A.2.4 Transportation/motor vehicles, automotive equipment, autos and trucks, and delivery equipment		
A.2.5 Others, specify		
Fixed assets, property, or equipment used for education purposes		
Construction in progress		
A.2.6 Appraisal increase, specify		
A.2.7 Accumulated Depreciation (negative entry)		
A.3 Investments excluding that which is recorded in current assets(net of allowance for decline in value) (A.3.1 + A.3.2 + A.3.3 + A.3.4)	168,188	172,328
A.3.1 Equity in domestic subsidiaries/affiliates		
A.3.2 Equity in foreign branches/subsidiaries/affiliates		
A.3.3 Others, specify	168,188	172,328
Investment securities at amortized cost	168,188	172,328
A.3.4 Allowance for decline in market value (negative entry)		
A.4 Intangible Assets		
A.5 Long-term receivables	0	0
A.5.1 Long-term receivables (net of current portion) (A.5.1 + A.5.2 + A.5.3)	0	0
A.5.1.1 From domestic entities, specify		
A.5.1.2 From foreign entities, specify		
A.5.1.3 Allowance for doubtful accounts, net of current portion (negative entry)		
A.6 Other Assets (A.6.1 + A.6.2 + A.6.3 + A.6.4)	0	0
A.6.1 Deferred charges - net of amortization		
A.6.2 Advance/Miscellaneous deposits		
A.6.3 Others, specify	0	0
Deferred tax asset	0	0
A.6.4 Allowance for write-down of deferred charges (negative entry)		
B. LIABILITIES (B.1 + B.2 + B.3 + B.4 + B.5 + B.6)	387	13,480
B.1 Current Liabilities (B.1.1 + B.1.2 + B.1.3)	269	12,203
B.1.1 Trade and Other Payables to Domestic Entities (B.1.1.1 + B.1.1.2 + B.1.1.3 + B.1.1.4 + B.1.1.5 + B.1.1.6)	269	12,203
B.1.1.1 Trade Payables		
B.1.1.2 Payables to Subsidiaries		
B.1.1.3 Payables to Related Parties	224	279
B.1.1.4 Advances from Directors, Officers, Employees and Principal Stockholders		
B.1.1.5 Accruals	40	49

SPECIAL FORM FOR CONSOLIDATED FINANCIAL STATEMENTS OF PUBLICLY-HELD AND INVESTMENT COMPANIES

NAME OF CORPORATION: ALFM DOLLAR BOND FUND INC.
 CURRENT ADDRESS: BPI HEAD OFFICE BUILDING, AYALA AVENUE COR. PASEO DE ROXAS, MAKATI CITY
 TEL. NO.: (632) 580-3573 FAX NO.: (632) 580-4682
 COMPANY TYPE: INVESTMENT COMPANY PSIC: 6691

Table 1. Balance Sheet

FINANCIAL DATA		2022 (in \$'000)	2021 (in \$'000)
B.1.1.6	Others, specify	5	11,874
	Management and distribution fees payable to third parties	0	0
	Capital shares redeemed payable	0	11,672
	Documentary Stamp Tax payable	5	202
B.1.2	Trade and Other Payables to Foreign Entities, specify		
B.1.3	Others, specify (If material, state separately; indicate if the item is payable to public/private or financial/non-financial institutions)	0	0
	Dividends declared and not paid at balance sheet date		
	Acceptances Payable		
	Liabilities under Trust Receipts		
	Portion of Long-term Debt Due within one year		
	Deferred Income		
	Any other current liability in excess of 5% of Total Current Liabilities, specify:		
B.2	Tax Liabilities and Assets		
B.3	Provisions		
B.4	Long-term Debt - Non-current Interest-bearing Liabilities (B.4.1 + B.4.2 + B.4.3 + B.4.4 + B.4.5)		
B.4.1	Domestic Public Financial Institutions		
B.4.2	Domestic Public Non-Financial Institutions		
B.4.3	Domestic Private Financial Institutions		
B.4.4	Domestic Private Non-Financial Institutions		
B.4.5	Foreign Financial Institutions		
B.5	Indebtedness to Affiliates and Related Parties (Non-Current)		
B.6	Other Liabilities (B.6.1 + B.6.2)	118	1,277
B.6.1	Deferred Income Tax	118	1,277
B.6.2	Others, specify		
C.	MINORITY INTEREST	0	0
D.	EQUITY (D.3 + D.4 + D.5 + D.6 + D.7 + D.8 + D.9)	249,138	332,521
D.1	Authorized Capital Stock (no. of shares, par value and total value; show details) (D.1.1+D.1.2+D.1.3)	132,697	132,697
D.1.1	Common shares 679,000; \$195.43	132,697	132,697
D.1.2	Preferred Shares		
D.1.3	Others		
D.2	Subscribed Capital Stock (no. of shares, par value and total value) (D.2.1 + D.2.2 + D.2.3)		
D.2.1	Common shares		
D.2.2	Preferred Shares		
D.2.3	Others		
D.3	Paid-up Capital Stock (D.3.1 + D.3.2)	100,809	132,697
D.3.1	Common shares	100,809	132,697
D.3.2	Preferred Shares		
D.4	Additional Paid-in Capital / Capital in excess of par value / Paid-in Surplus	47,033	99,467
D.5	Others, specify	0	0
	Net increase in assets resulting from operations		
	Net investment income		
	Net unrealized gain on investment		
D.6	Appraisal Surplus/Revaluation Increment in Property/Revaluation Surplus		
D.7	Retained Earnings (D.7.1 + D.7.2)	101,296	100,357
D.7.1	Appropriated		
D.7.2	Unappropriated	101,296	100,357
D.8	Head / Home Office Account (for Foreign Branches only)		
D.9	Cost of Stocks Held in Treasury (negative entry)		
TOTAL LIABILITIES AND EQUITY (B + C + D)		249,525	346,001

SPECIAL FORM FOR FINANCIAL STATEMENTS OF PUBLICLY-HELD AND INVESTMENT COMPANIES

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 TEL. NO.: (632) 580-3573 FAX NO.: (632) 580-4682
 COMPANY TYPE: INVESTMENT COMPANY PSIC: 6691

Table 2. Income Statement

FINANCIAL DATA	2022 (in \$'000)	2021 (in \$'000)	2020 (in \$'000)
A. REVENUE / INCOME (A.1 + A.2 + A.3)	712	8,250	14,036
A.1 Net Sales or Revenue / Receipts from Operations (manufacturing, mining, utilities, trade, services, etc.) (from Primary Activity)			
A.2 Other Revenue (A.2.1 + A.2.2 + A.2.3 + A.2.4 + A.2.5)	0	0	0
A.2.1 Rental Income from Land and Buildings			
A.2.2 Receipts from Sale of Merchandise (trading) (from Secondary Activity)			
A.2.3 Sale of Real Estate			
A.2.4 Royalties, Franchise Fees, Copyrights (books, films, records, etc.)			
A.2.5 Others, specify			
Rental Income, Equipment			
A.3 Other Income (non-operating) (A.3.1 + A.3.2 + A.3.3 + A.3.4)	712	8,250	14,036
A.3.1 Interest Income	9,374	8,503	5,570
A.3.2 Dividend Income			
A.3.3 Gain / (Loss) from selling of Assets, specify	(8,663)	(274)	8,454
Income (losses) from financial assets at fair value through profit or loss, net	(8,663)	(274)	8,454
A.3.4 Others, specify	1	21	11
Gain / (Loss) on Foreign Exchange	1	0	(0)
Other income	0	21	11
B. COST OF GOODS SOLD (B.1 + B.2 + B.3)	0	0	0
B.1 Cost of Goods Manufactured (B.1.1 + B.1.2 + B.1.3 + B.1.4 + B.1.5)			
B.1.1 Direct Material Used			
B.1.2 Direct Labor			
B.1.3 Other Manufacturing Cost / Overhead			
B.1.4 Goods in Process, Beginning			
B.1.5 Goods in Process, End (negative entry)			
B.2 Finished Goods, Beginning			
B.3 Finished Goods, End (negative entry)			
C. COST OF SALES (C.1 + C.2 + C.3)	0	0	0
C.1 Purchases			
C.2 Merchandise Inventory, Beginning			
C.3 Merchandise Inventory, End (negative entry)			
D. GROSS PROFIT (A - B - C)	712	8,250	14,036

Control No.: _____

Form Type: PHFS1**SPECIAL FORM FOR FINANCIAL STATEMENTS OF PUBLICLY-HELD AND INVESTMENT COMPANIES**NAME OF CORPORATION: ALFM DOLLAR BOND FUND INC.CURRENT ADDRESS: BPI HEAD OFFICE BUILDING, AYALA AVENUE COR. PASEO DE ROXAS, MAKATI CITYTEL. NO.: (632) 580-3573 FAX NO.: (632) 580-4682COMPANY TYPE: INVESTMENT COMPANY PSIC: 6691**Table 2. Income Statement**

FINANCIAL DATA	2022 (in \$'000)	2021 (in \$'000)	2020 (in \$'000)
E. OPERATING EXPENSES (E.1 + E.2 + E.3 + E.4)	3,587	4,216	3,452
E.1 Selling or Marketing Expenses			
E.2 Administrative Expenses			
E.3 General Expenses			
E.4 Other Expenses, specify	3,587	4,216	3,452
Management, distribution and other professional fees	3,437	3,642	3,184
Taxes and licenses	107	500	230
Custodian fee	26	51	24
Others	17	23	14
F. FINANCE COSTS (F.1 + F.2 + F.3)	0	0	0
F.1 Interest			
F.2 Amortization			
F.3 Other interests, specify			
G. Share of Income (Losses) of Associates and Joint Ventures accounted for using the Equity Method			
H. Net Income (Loss) Before Tax (D - E - F + G)	(2,875)	4,033	10,583
I. Income Tax Expense (negative entry)	1,308	396	3,365
J. Income After Tax	(4,183)	3,637	7,218
K. Minority Interest (negative entry)	0	0	0
L. Net Income (Loss - negative entry) from Ordinary Activities (J - K)	(4,183)	3,637	7,218
M. Extraordinary Items	0	0	0
N. Net Income (Loss - negative entry) for the Year (L + M)	(4,183)	3,637	7,218
0 Earnings (Loss) Per Share			
O.1 Basic	(7.11)	6.29	13.53
O.2 Diluted	(7.11)	6.29	13.53

SPECIAL FORM FOR FINANCIAL STATEMENTS OF PUBLICLY-HELD AND INVESTMENT COMPANIES

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 TEL. NO.: (632) 580-3573 FAX NO.: (632) 580-4682
 COMPANY TYPE : INVESTMENT COMPANY PSIC: 6691

Table 3. Cash Flow Statements

FINANCIAL DATA	2022 (in \$'000)	2021 (in \$'000)	2020 (in \$'000)
CASH FLOWS FROM OPERATING ACTIVITIES			
Net Income (Loss) Before Tax and Extraordinary Items	(2,875)	4,033	10,583
Adjustments to Reconcile Net Income to Net Cash Provided by Operating Activities			
Depreciation			
Amortization, specify: Unrealized fair value losses (gains), net	6,731	6,732	(8,419)
Others, specify:			
Interest income	(9,374)	(8,503)	(5,570)
Interest received	9,423	7,769	5,810
Income taxes paid	(2,467)	(2,043)	(1,081)
Unrealized foreign exchange (gains) losses	0	0	(1)
Write-down of Property, Plant, and Equipment			
Changes in Assets and Liabilities:			
Decrease (Increase) in:			
Short term investments	0	0	12,400
Financial assets at fair value through profit or loss	29,292	36,025	(31,476)
Loans and receivables	0	0	0
Others, specify: Investment securities at amortized cost	13,542	(60,967)	1,963
Increase (Decrease) in:			
Trade and Other Payables		(3)	
Income and Other Taxes Payable	(197)	202	
Others, specify: Management and distribution fees payable	(55)	37	19
Capital Shares Redeemed Payable			3
Withholding taxes payable	(10)	6	
Custody fee payable		0	0
A. Net Cash Provided by (Used in) Operating Activities (sum of above rows)	44,010	(16,712)	(15,768)
CASH FLOWS FROM INVESTING ACTIVITIES			
(Increase) Decrease in Long-Term Receivables			
(Increase) Decrease in Investment			
Reductions/(Additions) to Property, Plant, and Equipment			
Others, specify: Cash Dividends			
B. Net Cash Provided by (Used in) Investing Activities (sum of above rows)	0	0	0
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from:			
Loans			
Long-term Debt			
Issuance of Securities	20,614	104,433	47,570
Others, specify: Deposit for Future Subscription		11,672	
Payments of:			
(Loans)			
(Long-term Debt)			
(Stock Subscriptions)			
Others, specify (negative entry):			
Redemption of shares	(111,486)	(47,357)	(32,000)
C. Net Cash Provided by (Used in) Financing Activities (sum of above rows)	(90,872)	68,748	15,571
NET INCREASE IN CASH AND CASH EQUIVALENTS (A + B + C)	(46,862)	52,035	(197)
D. Effects of Exchange Rate Changes on Cash & Cah Equivalents	1	0	1
Cash and Cash Equivalents			
Beginning of year	52,361	326	522
End of year	5,500	52,361	326

SPECIAL FORM FOR FINANCIAL STATEMENTS OF PUBLICLY-HELD AND INVESTMENT COMPANIES

NAME OF CORPORATION: ALFM DOLLAR BOND FUND INC.
CURRENT ADDRESS: BPI HEAD OFFICE BUILDING, AYALA AVENUE COR. PASEO DE ROXAS, MAKATI CITY
TEL. NO.: (632) 580-3573 FAX NO.: (632) 580-4682
COMPANY TYPE: INVESTMENT COMPANY PSIC: 6691

Table 4. Statement of Changes in Equity

FINANCIAL DATA	(Amount in \$'000)					TOTAL
	Capital Stock	Additional Paid-in	Revaluation Increment	Translation Differences	Retained Earnings	
A. Balance, 2020	109,856	65,354	0	0	96,598	271,808
A.1 Correction of Fundamental Error						
A.2 Changes in Accounting Policy						
B. Restated Balance	109,856	65,354	0	0	96,598	271,808
B.1 Surplus (Deficit) on Revaluation of Properties						
B.2 Surplus (Deficit) on Revaluation of Investments						
B.3 Currency Translation Differences (negative entry)						
C. Net Gains (Losses) not recognized in the Income	22,841	34,112	0	0	3,759	60,713
C.1 Net Income (Loss) for the Period	0	0	0	0	3,637	3,637
C.2 Dividends (negative entry)						
C.3 Current Appropriation for Contingencies						
C.4 Issuance/Redemption of Capital						
C.4.1 Common Stock	22,841	34,112	0	0	122	57,075
C.4.2 Preferred Stock						
C.4.3 Others						
D. Balance, 2021	132,697	99,467	0	0	100,357	332,521
D.1 Correction of Fundamental Error						
D.2 Changes in Accounting Policy						
E. Restated Balance	132,697	99,467	0	0	100,357	332,521
E.1 Surplus (Deficit) on Revaluation of Properties						
E.2 Surplus (Deficit) on Revaluation of Investments						
E.3 Currency Translation Differences (negative entry)						
F. Net Gains (Losses) not recognized in the Income	(31,889)	(52,434)	0	0	940	(83,383)
F.1 Net Income (Loss) for the Period	0	0	0	0	(4,183)	(4,183)
F.2 Dividends (negative entry)						
F.3 Current Appropriation for Contingencies						
F.4 Issuance/Redemption of Capital						
C.4.1 Common Stock	(31,889)	(52,434)	0	0	5,123	(79,200)
C.4.2 Preferred Stock						
C.4.3 Others- Prior Adj. per AFS						
F. Balance, 2022	100,808	47,033	0	0	101,297	249,138

Table 4a. Statement of Recognized Gains and Losses

FINANCIAL DATA	(Amount in \$'000)		
	2022	2021	2020
A. Surplus (Deficit) on Revaluation of Properties			
B. Surplus (Deficit) on Revaluation of Investments			
C. Exchange Differences on Translation of the Financial Statements of Foreign Entities			
D. Net Gains (Losses) not recognized in the Income Statement			
E. Net Income for the Period	(4,183)	3,637	7,218
Total Recognized Gains (Losses) (A + B + C + D + E)	(4,183)	3,637	7,218
Effect of Changes in Accounting Policy			

ALFM DOLLAR BOND FUND, INC.
ATTACHMENT TO FINANCIAL STATEMENTS
(In thousands)

TOTAL ASSETS- January 1 to Dec 249,525
NET ASSET VALUE- January to Dec 249,138

SECURITY NAME	PERCENTAGE			OUTSTANDING SECURITIES OF AN INVESTEE CO.	OUTSTANDING SECURITIES OF AN INVESTEE CO.	PERCENTAGE TO OUTSTANDING SECURITIES OF AN INVESTEE CO.
	MARKET VALUE	NET ASSET VALUE	PERCENTAGE TO TOTAL ASSET.			
CASH EQUIVALENT:						
BPBIB-\$TDT20230103	1,997	0.80%	0.80%	5,000,000	n/a	n/a
CHIB-\$TDT20230103	3,500	1.40%	1.40%	7,325,000	n/a	n/a
Cash in Bank	4					
TOTAL CASH AND CASH EQUIVALENT	5,501					
SHORT-TERM INVESTMENTS						
BPILDN\$TD20230112	1,000	0.40%	0.40%	1,000	n/a	n/a
TOTAL SHORT-TERM INVESTMENT	1,000					
FAIR VALUE THROUGH PROFIT OR LOSS						
PHILIPPINE CORPORATE BONDS:						
ACNRGY 20251125	310	0.12%	0.12%	400		
AEV-BOND 20300116	5,315	2.13%	2.13%	5,750	400,000	1.44%
AYC-PERP 20241030	2,718	1.09%	1.09%	3,630	259,880	1.40%
AYC-PERP 20710313	3,214	1.29%	1.29%	3,675	365,000	1.01%
GLO-BOND 20300723	1,628	0.65%	0.65%	1,980	300,000	0.66%
ICTSI 20250917	6,004	2.41%	2.41%	6,471	400,000	1.62%
ICTSI 20300617	1,745	0.70%	0.70%	2,194	400,000	0.55%
JFC-BOND 20300624	135	0.05%	0.05%	150	300,000	0.05%
JGSHBOND 20300709	2,695	1.08%	1.08%	3,000	600,000	0.50%
MWC-BOND 20300730	3,447	1.38%	1.38%	4,000	500,000	0.80%
RCBC-BOND20240911	2,578	1.03%	1.03%	2,700	300,000	0.90%
TOTAL	29,789					
PHILIPPINE GOVERNMENT BONDS:						
ROP 20310610	803	0.32%	0.32%	1,000	1,250,000	0.08%
ROP 20341023	2,247	0.90%	0.90%	2,000	1,900,131	0.11%
ROP 20370113	999	0.40%	0.40%	1,000	1,330,799	0.08%
ROP 20400120	867	0.35%	0.35%	1,000	2,000,000	0.05%
TOTAL	4,916					
ASIA PACIFIC CORPORATES AND GOVERNMENT BONDS						
FIRPAC 20270911	629	0.25%	0.25%	663	350,000	0.19%
INDONOTE 20270108	3,032	1.22%	1.22%	3,000	1,250,000	0.24%
INDONOTE 20280424	4,950	1.99%	1.98%	5,000	1,000,000	0.50%
INDONOTE 20290211	5,105	2.05%	2.05%	5,000	1,250,000	0.40%
INDONOTE 20300101	953	0.38%	0.38%	1,000	1,650,000	0.06%
TOTAL	14,669					

LATIN AMERICA GOVERNMENT BONDS						
CHILE-USD20310131	<u>842</u>	0.34%	0.34%	1,000	1,758,000	0.06%
MUTUAL FUNDS						
PIMINIA	6,320	2.54%	2.53%	400	518,666	0.08%
TOTAL	<u>6,320</u>					
EUROPEAN CORPORATE BOND						
TOTAL						
	<u>-</u>					
UNIT INVESTMENT TRUST FUNDS						
		0.00%	0.00%			#DIV/0!
TOTAL	<u>-</u>	0.00%	0.00%			#DIV/0!
US CORPORATES		0.00%	0.00%			

TOTAL FAIR VALUE THROUGH PR 56,536

INVESTMENT SECURITIES AT AMORTIZED COST

PHILIPPINE CORPORATE BONDS:

ACNRGY 20240129	4,141	1.66%	1.66%	4,073	360,000	1.13%
ACNRGY 20290212	4,987	2.00%	2.00%	5,000	110,000	4.55%
AEV-BOND 20300116	13,997	5.62%	5.61%	14,000	400,000	3.50%
AYC-PERP 20241030	7,117	2.86%	2.85%	7,000	259,880	2.69%
AYC-PERP 20710313	13,451	5.40%	5.39%	13,451	365,000	3.69%
BDO-BOND 20260113	4,997	2.01%	2.00%	5,000	600,000	0.83%
DBP-BOND 20310311	2,447	0.98%	0.98%	2,500	300,000	0.83%
FDC-BOND 20250917	207	0.08%	0.08%	200	200,000	0.10%
GLO-BOND 20300723	8,859	3.56%	3.55%	8,858	300,000	2.95%
ICTSI 20230116	4,500	1.81%	1.80%	4,500	394,000	1.14%
ICTSI 20250917	479	0.19%	0.19%	440	300,000	0.15%
ICTSI 20300617	5,810	2.33%	2.33%	5,500	394,000	1.40%
ICTSI 20311116	3,000	1.20%	1.20%	3,000	300,000	1.00%
JFC-BOND 20260124	6,547	2.63%	2.62%	6,300	300,000	2.10%
JFC-BOND 20300624	4,139	1.66%	1.66%	4,000	750,000	0.53%
JGSHBOND 20230123	1,320	0.53%	0.53%	1,320	600,000	0.22%
JGSHBOND 20300709	8,386	3.37%	3.36%	8,000	500,000	1.60%
MWC-BOND 20300730	7,361	2.95%	2.95%	7,000	300,000	2.33%
PLDT-BOND20310123	989	0.40%	0.40%	1,000	300,000	0.33%
PNB-BOND 20230427	201	0.08%	0.08%	200	450,000	0.04%
RCBC-BOND20230316	3,948	1.58%	1.58%	3,950	300,000	1.32%
RCBC-BOND20240911	3,457	1.39%	1.39%	3,450	300,000	1.15%
SECB-BOND20230925	823	0.33%	0.33%	804	350,000	0.23%
SMIC-BOND20240610	9,896	3.97%	3.97%	9,770	500,000	1.95%

TOTAL 121,058

PHILIPPINE GOVERNMENT BONDS:						
OD-BOND 20230604	999	0.40%	0.40%	1,000	500,000	0.20%
ROP 20240925	5,807	2.33%	2.33%	5,797	577,589	1.00%
ROP 20241021	1,095	0.44%	0.44%	1,000	347,796	0.29%
ROP 20250316	8,160	3.28%	3.27%	7,500	1,480,193	0.51%
ROP 20260330	3,784	1.52%	1.52%	3,500	1,032,178	0.34%
ROP 20270329	1,002	0.40%	0.40%	1,000	1,500,000	0.07%
ROP 20290114	362	0.15%	0.15%	350	2,000,000	0.02%
ROP 20300202	2,796	1.12%	1.12%	2,000	1,250,000	0.16%
ROP 20310610	2,000	0.80%	0.80%	2,000	1,022,248	0.20%
ROP 20320115	1,246	0.50%	0.50%	1,000	1,900,131	0.05%
ROP 20341023	2,589	1.04%	1.04%	2,000	1,330,799	0.15%
ROP 20370113	1,187	0.48%	0.48%	1,000	2,000,000	0.05%
ROP 20400120	3,222	1.29%	1.29%	2,928	2,000,000	0.15%
ROP 20410301	2,032	0.82%	0.81%	2,000	2,000,000	0.10%
ROP 20420202	6,702	2.69%	2.69%	6,000	2,000,000	0.30%
TOTAL	42,983					

ASIA PACIFIC SOVEREIGNS						
		0.00%	0.00%			#DIV/0!
		0.00%	0.00%			#DIV/0!

TOTAL -

ASIA PACIFIC CORPORATES:						
FIRPAC 20230416	3,947	1.58%	1.58%	3,940	358,835	1.10%
FIRPAC 20270911	12,211	4.90%	4.89%	11,584	358,835	3.23%
KORGAS 20250721	736	0.30%	0.29%	700	500,000	0.14%
PETRONAS 20280323	2,991	1.20%	1.20%	3,000	600,000	0.50%
		0.00%	0.00%			#DIV/0!
		0.00%	0.00%			#DIV/0!
TOTAL	19,885					

EUROPEAN CORPORATES						
TOTAL	-					

US CORPORATES AND GOVERNMENT SECURITIES						
		0.00%	0.00%			#DIV/0!
		0.00%	0.00%			#DIV/0!
TOTAL	-					

OTHER CORPORATES						
		0.00%	0.00%			#DIV/0!
		0.00%	0.00%			#DIV/0!
TOTAL	-					

TOTAL INVESTMENT SECURITIES 183,926

Accrued Interest Receivable	2,543	1.02%	1.02%	n/a	n/a	n/a
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INVESTMENT IN LIQUID / SEMI-LIQUID ASSETS						
GOVERNMENT SECURITIES	47,899	19.23%	19.20%	n/a	n/a	n/a
CASH AND CASH EQUIVALENTS	5,501	2.21%	2.20%	n/a	n/a	n/a
SHORT-TERM INVESTMENTS	1,000	0.40%	0.40%	n/a	n/a	n/a
TOTAL	54,400					

TOTAL OPERATING EXPENSES
AVE NET ASSET VALUE- January 1 272,730

	AMOUNT	PERCENTAGE TO NET ASSET VALUE
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Management, distribution and other pr	3,437	1.26%
Taxes and licenses	107	0.04%
Custodian fee	26	0.01%
Others	17	0.01%

TOTAL 3,587

TOTAL ASSETS TO TOTAL BORROWINGS

NO BORROWINGS FOR THE YEAR

ALFM DOLLAR BOND FUND, INC.
ATTACHMENT TO FINANCIAL STATEMENTS
(In thousands)

TOTAL ASSETS- January 1 to Dec 346,001
NET ASSET VALUE- January to Dec 332,521

SECURITY NAME	PERCENTAGE			PERCENTAGE TO		
	MARKET VALUE	NET ASSET VALUE	PERCENTAGE TO TOTAL ASSETS	OUTSTANDING SECURITIES OF INVESTEE	OUTSTANDING SECURITIES OF INVESTEE CAN	PERCENTAGE TO INVESTEE CO.
CASH EQUIVALENT:						
BPIB-\$TDT20220103	5,000	2.01%	2.00%	5,000,000	n/a	n/a
BPIB-\$TDT20220103	7,325	2.94%	2.94%	7,325,000	n/a	n/a
BPIB-\$TDT20220106	10,000	4.01%	4.01%	10,000,000	n/a	n/a
BPIB-\$TDT20220127	5,000	2.01%	2.00%	5,000,000	n/a	n/a
CHIB-\$TDT20220106	10,000	4.01%	4.01%	10,000,000	n/a	n/a
CHIB-\$TDT20220107	1,000	0.40%	0.40%	1,000,004	n/a	n/a
CHIB-\$TDT20220124	5,000	2.01%	2.00%	5,000,000	n/a	n/a
CHIB-\$TDT20220221	3,000	1.20%	1.20%	3,000,000	n/a	n/a
RBANK-\$TD20220124	5,000	2.01%	2.00%	5,000,000	n/a	n/a
RBANK-\$TD20220207	1,000	0.40%	0.40%	1,000,000	n/a	n/a
Cash in Bank	37					
TOTAL CASH AND CASH EQUIVALENT	52,362					

SHORT-TERM INVESTMENTS						
RBANK-\$TD20220222801	1,000	0.40%	0.40%	1,000	n/a	n/a
TOTAL SHORT-TERM INVESTMENT	1,000					

FAIR VALUE THROUGH PROFIT OR LOSS

PHILIPPINE CORPORATE BONDS:						
AEV-BOND 20300116	6,011	2.41%	2.41%	5,750	400,000	1.44%
AYC-PERP 20220913	3,799	1.52%	1.52%	3,675	259,880	1.41%
AYC-PERP 20241030	3,731	1.50%	1.50%	3,630	365,000	0.99%
GLO-BOND 20300723	1,902	0.76%	0.76%	1,980	300,000	0.66%
JFC-BOND 20300624	159	0.06%	0.06%	150	300,000	0.05%
JGSHBOND 20230123	1,050	0.42%	0.42%	1,000	750,000	0.13%
JGSHBOND 20300709	3,216	1.29%	1.29%	3,000	600,000	0.50%
MWC-BOND 20300730	4,215	1.69%	1.69%	4,000	500,000	0.80%
RCBC-BOND20240911	2,800	1.12%	1.12%	2,700	300,000	0.90%
TOTAL	26,883					

PHILIPPINE GOVERNMENT BONDS:						
ROP 20300202	797	0.32%	0.32%	500	2,000,000	0.03%
ROP 20310610	968	0.39%	0.39%	1,000	1,250,000	0.08%
ROP 20341023	3,502	1.41%	1.40%	2,500	1,900,131	0.13%
ROP 20370113	1,263	0.51%	0.51%	1,000	1,330,799	0.08%
ROP 20400120	2,269	0.91%	0.91%	2,000	2,000,000	0.10%
TOTAL	8,799					

ASIA PACIFIC CORPORATES AND GOVERNMENT BONDS

ICTSI 2030061700800	2,188	0.88%	0.88%	2,000	400,000	0.50%
INDONOTE 20270108	3,403	1.37%	1.36%	3,000	1,250,000	0.24%
INDONOTE 20280424	5,612	2.25%	2.25%	5,000	1,000,000	0.50%
INDONOTE 20290211	5,911	2.37%	2.37%	5,000	1,250,000	0.40%
INDONOTE 20300101	1,133	0.45%	0.45%	1,000	1,650,000	0.06%
KOREA 20280920	913	0.37%	0.37%	810	500,000	0.16%
TOTAL	19,160					

LATIN AMERICA GOVERNMENT BONDS

CHILE-USD20310131	<u>1,004</u>	0.40%	0.40%	1,000	1,758,000	0.06%
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MUTUAL FUNDS

PIMINIA	13,118	5.27%	5.26%	768	518,666	0.15%
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TOTAL	<u>13,118</u>					
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EUROPEAN CORPORATE BOND

ICTSI 20250917	<u>6,959</u>	2.79%	2.79%	6,000	400,000	1.50%
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FIRPAC 20270911	<u>708</u>	0.28%	0.28%	663	350,000	0.19%
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TOTAL	<u>7,667</u>					
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UNIT INVESTMENT TRUST FUNDS

PDBIF	513	0.21%	0.21%	8	212	3.75%
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BPI USSTF	<u>15,004</u>	6.02%	6.01%	48	526,217	0.01%
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TOTAL	<u>15,516</u>					
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US CORPORATES ACNRGY 2025112500800	<u>414</u>	0.17%	0.17%	400	300,000	0.13%
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TOTAL FAIR VALUE THROUGH PR 92,559

INVESTMENT SECURITIES AT AMORTIZED COST

PHILIPPINE CORPORATE BONDS:

AYC-PERP 2022091300888	13,743	5.52%	5.51%	13,451	259,880	5.18%
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AYC-PERP 2024103000888	7,177	2.88%	2.88%	7,000	365,000	1.92%
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BDO-BOND 2026011300888	4,997	2.01%	2.00%	5,000	600,000	0.83%
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DBP-BOND 2031031100888	2,441	0.98%	0.98%	2,500	300,000	0.83%
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GLO-BOND 20300723	8,859	3.56%	3.55%	8,858	300,000	2.95%
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ICTSI 2023011600888	4,509	1.81%	1.81%	4,500	394,000	1.14%
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ICTSI 2031111600888	3,000	1.20%	1.20%	3,000	300,000	1.00%
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JFC-BOND 2030062400888	4,154	1.67%	1.66%	4,000	300,000	1.33%
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JGSHBOND 20230123	1,327	0.53%	0.53%	1,320	750,000	0.18%
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JGSHBOND 20300709	8,431	3.38%	3.38%	8,000	600,000	1.33%
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MWC-BOND 2030073000888	7,402	2.97%	2.97%	7,000	500,000	1.40%
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PLDT-BOND2031012300888	988	0.40%	0.40%	1,000	300,000	0.33%
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PNB-BOND 2023042700888	203	0.08%	0.08%	200	300,000	0.07%
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RCBC-BOND20230316	3,940	1.58%	1.58%	3,950	450,000	0.88%
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RCBC-BOND20240911	3,461	1.39%	1.39%	3,450	300,000	1.15%
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SECB-BOND2023092500888	848	0.34%	0.34%	804	300,000	0.27%
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SMIC-BOND2024061000888	9,770	3.92%	3.92%	9,570	350,000	2.73%
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UBP-BOND 2022112900888	5,418	2.17%	2.17%	5,404	500,000	1.08%
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TOTAL	<u>90,667</u>					
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PHILIPPINE GOVERNMENT BONDS:

OD-BOND 2023060400888	998	0.40%	0.40%	1,000	500,000	0.20%
ROP 2024092500888	5,813	2.33%	2.33%	5,797	577,589	1.00%
ROP 2024102100888	1,145	0.46%	0.46%	1,000	347,796	0.29%
ROP 2025031600888	8,441	3.39%	3.38%	7,500	1,480,193	0.51%
ROP 2026033000888	3,866	1.55%	1.55%	3,500	1,032,178	0.34%
ROP 2029011400888	364	0.15%	0.15%	350	1,500,000	0.02%
ROP 2030020200888	2,895	1.16%	1.16%	2,000	2,000,000	0.10%
ROP 2031061000888	2,000	0.80%	0.80%	2,000	1,250,000	0.16%
ROP 2032011500888	1,269	0.51%	0.51%	1,000	1,022,248	0.10%
ROP 2034102300888	2,630	1.06%	1.05%	2,000	1,900,131	0.11%
ROP 2037011300888	1,197	0.48%	0.48%	1,000	1,330,799	0.08%
ROP 2040012000888	3,235	1.30%	1.30%	2,928	2,000,000	0.15%
ROP 2041030100888	2,034	0.82%	0.81%	2,000	2,000,000	0.10%
ROP 2042020200888	6,729	2.70%	2.70%	6,000	2,000,000	0.30%

TOTAL 42,614**ASIA PACIFIC SOVEREIGNS**

INDONOTE 20220108	500	0.20%	0.20%	500	750,000	0.07%
INDONOTE 20220425	501	0.20%	0.20%	500	1,484,807	0.03%

TOTAL 1,001**ASIA PACIFIC CORPORATES:**

AEV-BOND 20300116	13,997	5.62%	5.61%	14,000	400,000	3.50%
FIRPAC 20230416	3,973	1.59%	1.59%	3,940	358,835	1.10%
ICBCAS 2022101700888	3,000	1.20%	1.20%	3,000	500,000	0.60%
ICTSI 20300617	5,846	2.35%	2.34%	5,500	400,000	1.38%
JFC-BOND 2026012400888	6,623	2.66%	2.65%	6,300	300,000	2.10%
KORGAS 2025072100888	749	0.30%	0.30%	700	500,000	0.14%
TOTAL	<u>34,187</u>					

EUROPEAN CORPORATES

FIRPAC 2025053000888	1,807	0.73%	0.72%	1,690	120,500	1.40%
FIRPAC 2027091100888	12,333	4.95%	4.94%	11,584	350,000	3.31%
ICTSI 2025091700888	493	0.20%	0.20%	440	400,000	0.11%
PCCW-BOND2022041700888	1,671	0.67%	0.67%	1,650	300,000	0.55%
SCB-BOND 2022012500888	307	0.12%	0.12%	306	1,000,000	0.03%
TOTAL	<u>16,611</u>					

US CORPORATES AND GOVERNMENT SECURITIES

ACNRGY 20240129	4,203	1.69%	1.68%	4,073	360,000	1.13%
ACNRGY 20290212	4,985	2.00%	2.00%	5,000	110,000	4.55%

TOTAL 9,188**OTHER CORPORATES**

FDC-BOND 2025091700888	209	0.08%	0.08%	200	200,000	0.10%
PETRONAS 2028032300888	2,990	1.20%	1.20%	3,000	600,000	0.50%
TOTAL	<u>3,199</u>					

TOTAL INVESTMENT SECURITIES 197,468

Accrued Interest Receivable	<u>2,605</u>	1.05%	1.04%	n/a	n/a	n/a
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INVESTMENT IN LIQUID / SEMI-LIQUID ASSETS

GOVERNMENT SECURITIES	51,413	20.64%	20.60%	n/a	n/a	n/a
CASH AND CASH EQUIVALENTS	-	0.00%	0.00%	n/a	n/a	n/a
SHORT-TERM INVESTMENTS	1,000	0.40%	0.40%	n/a	n/a	n/a
TOTAL	<u>52,413</u>					

TOTAL OPERATING EXPENSESAVE NET ASSET VALUE- January 1 290,692

	AMOUNT	PERCENTAGE TO NET ASSET VALUE
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Management, distribution and other pr	-	0.00%
Taxes and licenses	-	0.00%
Custodian fee	-	0.00%
Others	-	0.00%

TOTAL -**TOTAL ASSETS TO TOTAL BORROWINGS****NO BORROWINGS FOR THE YEAR**

ALFM DOLLAR BOND FUND, INC.
Financial Statement Ratios
As at December, 2022 and December, 2021

	<u>January 1 to December 31, 2022</u>	<u>January 1 to December 31, 2021</u>
Current Asset	81,337	173,673
Current Liabilities	269	12,203
Current /Liquidity Ratio	302.35	14.23
Total Liabilities	387	13,480
Total Equity	249,138	332,521
Debt-to-Equity Ratio	0.0016	0.0405
Total Assets	249,525	346,001
Total Equity	249,138	332,521
Asset-to-Equity Ratio	1.0016	1.0405
Earnings Before Income Tax	(2,875)	4,033
Interest Expense	-	-
Interest Rate Coverage Ratio	n.a.	n.a.
Net Income	(4,183)	3,637
Total Equity	249,138	332,521
Return on Investment	(0.0168)	0.0109