

FUND OVERVIEW

The Fund aims to achieve capital preservation through a steady stream of income by investing in a diversified portfolio of fixed income instruments issued by foreign and local entities, such as but not limited to, Euro-denominated government securities, corporate notes and bonds, and fixed income funds.

The fund is suitable for investors who:

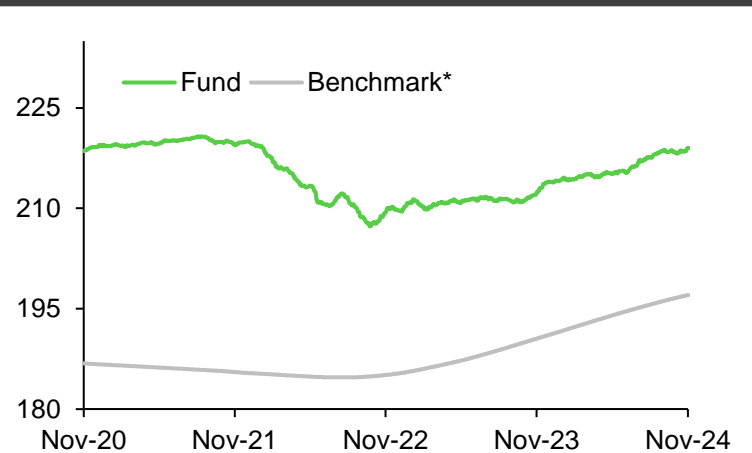
- Are at least classified as **moderately aggressive** based on their risk profile.
- have an investment horizon of up **at least three (3) years**.

FUND FACTS

Classification:	Medium Term Bond Fund
Launch Date:	January 19, 2006
Dealing Day:	Daily up to 2:00 PM
Minimum Investment:¹	EUR 500.00
Min. Subsequent Order:¹	EUR 500.00
Minimum Holding Period:	180 calendar days
Redemption Settlement:	T+0 End-of-Day
Early Redemption Charge:	1.00%
Total Management Fee:²	0.375% per annum
Total Fund NAV (Mn) :	EUR 14.92

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

NAVPS GRAPH



NAVPS 219.03

STATISTICS

Weighted Ave Duration (Yrs)	3.58
Volatility, Past 1 Year (%) ⁵	0.67
Sharpe Ratio ⁶	-0.50
Information Ratio ⁷	-0.49
Port. Weighted Yield to Maturity (%)	2.09
Number of Holdings	21

PORTFOLIO COMPOSITION

Allocation	% of Fund
Government	57.88
Corporates	9.00
Fixed Income Funds	10.10
Cash & Cash Equivalents ⁸	23.02

Asset Valuation

Marked-to-Market	50.87
Amortized Cost	49.13

Maturity Profile

Less than 1 year	36.51
1 – 3 years	24.06
3 – 5 years	21.00
More than 5 years	18.43

CUMULATIVE PERFORMANCE (%)³

	1 mo	6 mos	1 YR	3 YRS	5 YRS	S.I. ⁴
Fund	0.37	1.80	3.07	-0.21	-0.31	44.75
Benchmark	0.21	1.56	3.41	6.20	4.79	13.63

ANNUALIZED PERFORMANCE (%)³

	1 YR	2 YRS	3 YRS	4 YRS	5 YRS	S.I. ⁴
Fund	3.07	2.26	-0.07	0.05	-0.06	1.98
Benchmark	3.41	3.18	2.03	1.34	0.94	0.68

CALENDAR YEAR PERFORMANCE(%)³

	YTD	2023	2022	2021	2020	2019
Fund	2.36	2.07	-4.71	0.38	-0.25	3.33
Benchmark	3.12	3.11	-0.04	-0.71	-0.64	-0.62

BENCHMARK

3-month German T-Bill

TOP HOLDINGS

Name	Maturity	%
Republic of the Philippines Bonds	2027	13.02
PIMCO GIS Income Fund		10.10
Republic of the Philippines Bonds	2029	8.70
Republic of the Philippines Bonds	2041	8.28
Time Deposit		6.70

¹Contribution rounded down/redemption rounded off to the nearest whole share. Mutual Fund shares do not issue fractional shares.

²Management, Distribution & Transfer Agency Fees

³Returns are net of fees.

⁴Since Inception.

⁵Measures the degree to which the Fund fluctuates vis-à-vis its average return over a period of time.

⁶Used to characterize how well the return of a Fund compensates the investor for the level of risk taken.

⁷Measures reward-to-risk efficiency of the portfolio relative to the benchmark. The higher the number, the higher the reward per unit of risk.

⁸Includes time deposits, other receivables (accrued income, investment securities purchased, accrued expenses, etc.) Net of Liabilities⁸

Fund prospectus is available upon request through authorized distributors and sales agents.

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

OUTLOOK AND STRATEGY

Market Review. The 10-year German Bund declined by 30 basis points for the month of November as the global rate-cutting cycle continued. Investors continue to expect weak demand in France and Germany, which could mean more room for the European Central Bank to cut rates.

Last month, the US Fed cut rates by another 25 basis points, citing easing inflationary pressures and a job market that potentially needs support. The Bank of England followed suit, also cutting its rates by 25 basis points, though notably lifted its inflation projections for 2025 and 2026. However, bond market gains were limited as the US elections concluded with Donald Trump emerging as the winning presidential candidate. Concerns over the impact of his policies on inflation dampened sentiment in the fixed income market.

On the domestic front, October headline inflation rose to 2.3% year-on-year (YoY) from 1.9% YoY in September. This was well within Bangko Sentral ng Pilipinas' (BSP) forecasted range of 2.0% to 2.8% for the month. The pick-up in inflation was driven mainly by faster food inflation due to adverse weather conditions for the month, and the tapering of favorable base effects from last year. The BSP will continue to monitor local data in determining its policy actions moving forward.

Fund Performance. The Fund returned 0.37% for the month, outperforming its benchmark by 16 basis points. Year-to-date, return amounted to 2.36%, underperforming its benchmark by 76 basis points.

Fund Strategy. The fund will maintain its current duration. Investors in the bond fund must be prepared to withstand short-term volatility as higher investment value is normally achieved over the medium- to long-term.