

# FUND FACT SHEET

All data as of June 30, 2023 unless otherwise stated

## Fund Objective and Strategy

The Fund aims to achieve long-term capital growth by investing in a diversified portfolio of equity and fixed income securities. The Fund aims to provide excess return over the composite benchmark, 50% Philippine Stock Exchange index (PSEi) and 50% return of the BPI Philippine Government Bond 1-5 Year Index, net of tax.

## Fund Details

Fund Manager	BPI WEALTH – A Trust Corporation
Inception Date	March 12, 2015
Fund Classification	Balanced Fund
Fund Size	PHP3,032.39 Million
Fund Currency	Philippine Peso
No. of Holdings	55
Fund Management Fee	1.50% per annum

## Highest and Lowest Unit Price Achieved

Initial (12 March 2015)	1.0000
Highest (30 January 2018)	1.0793
Lowest (17 March 2020)	0.8382
NAVPU – 30 June 2023	0.9444

## Risk Classification

The Fund is suitable for investors with an aggressive profile or for those who take long-term views. As a marked-to-market UITF, the Fund's net asset value and total return may fall as well as rise as a result of stock prices and interest rates movements. On redemption of units, an investor may receive an amount less than the original amount of investment. Prior to investment in the Fund, the investor shall undergo a client suitability assessment procedure to determine whether the Fund is appropriate for him considering his investment objective, risk tolerance, preferences and experience.

## BPI-Philam Balanced Fund Market Commentary

The BPI Government Bond Index returned -1.35% in June as the local yield curve inverted, rising 39 basis points (bps) on average. Average daily trading volume fell significantly to PHP8.55 billion from May's PHP21.77 billion with trades mostly seen on the long-end of the curve.

The Bureau of the Treasury (BTr) held four FXTN auctions in June. The 5-year FXTN 10-63, 15-year FXTN 20-22, 6-year FXTN 7-67, and 9-year FXTN 10-69 re-issuances were all fully awarded at average yields of 5.805%, 6.085%, 6.097%, and 6.243%, respectively. Towards the end of the month, the BTr released the July auction schedule with four Treasury Bill auctions and four FXTN issuances (9-, 15-, 6-, and 7-year tenors) while increasing the offer size to PHP30 billion each.

In the local space, May headline inflation slowed down further to 6.1% year-on-year, from last month's 6.6% year-on-year. The dwindling inflation figure was primarily driven by a decrease in transport prices and slower food inflation. During its scheduled policy meeting, the Bangko Sentral ng Pilipinas (BSP) paused its tightening cycle and kept its policy rate unchanged at 6.25% as headline inflation continued in a downward trend. Moreover, the central bank adjusted its inflation forecast lower for 2023 to 5.4% but higher for 2024 to 2.9%.

The Philippine Stock Exchange Index (PSEi) finished below the 6,500 level again on muted volumes as worries over the elevated interest rate environment persisted. The US Federal Reserve (The Fed) kept benchmark rates steady in the latest FOMC meeting but still gave a hawkish stance by hinting of potentially two more rate hikes this year. Meanwhile on the local front, the Bangko Sentral ng Pilipinas (BSP) also maintained interest rates with retiring BSP Governor Medalla stating that the central bank will only cut rates should inflation fall within the BSP target band of 2% to 4%. The PSEi dropped 0.14% to 6,468.17 in June.

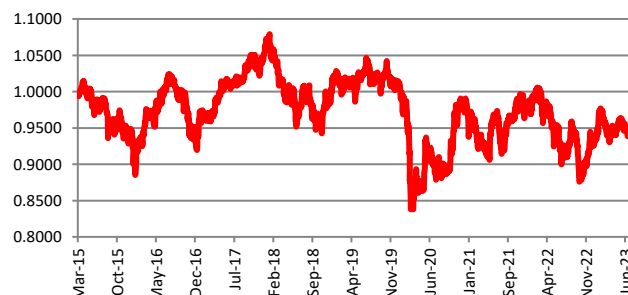
We saw lackluster trading for the month of June with Average Daily Turnover only at Php4.27 billion or 15% lower month-on-month. Meanwhile, foreigners turned "Net Buyers" at US\$97 million, mostly flowing through banks, particularly BPI and BDO. However, foreign participation fell to 38% compared to 53% in the previous period.

As for individual stock performances, the top three index gainers for the month were: MPI (+9.66%), PLDT (+9.33%) and BPI (+8.85%). Meanwhile, the bottom three index performers included: WLCN (-14.96%), ACEN (-8.02%) and ALI (-7.60%).

## Cumulative Performance (%)

YTD	6 Months	1YR	2YR	Since Inception
1.21	1.21	4.05	-1.92	-5.56

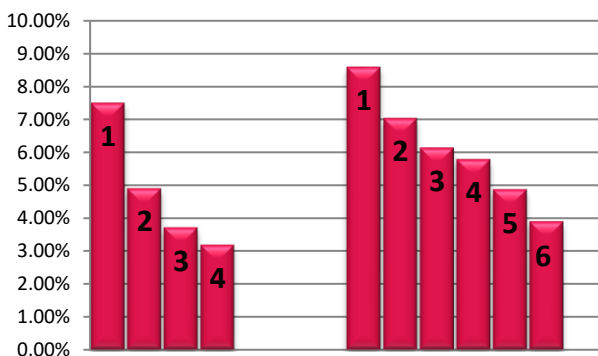
## NAVPU Graph



## PORTFOLIO COMPOSITION

Allocation	% of Fund
Equities	47.45
Cash	0.23
Corporates	8.74
Time Deposits and Money Market	0.95
Government	42.42
Other Receivables - Net of Liabilities	0.21

## TOP HOLDINGS Asset Allocation



## Top Equity Holdings

① SM Investments Corporation	7.49%
② SM Prime Holdings, Inc.	4.89%
③ BDO Unibank, Inc.	3.70%
④ Bank of the Philippine Islands	3.18%

## Top Fixed Income Holdings

① Retail Treasury Bond 3/7/2028	8.58%
② Fixed Rate Treasury Note 2/14/2026	7.02%
③ Retail Treasury Bond 8/12/2025	6.13%
④ Retail Treasury Bond 3/4/2027	5.78%
⑤ Fixed Rate Treasury Note 4/8/2026	4.86%
⑥ Retail Treasury Bond 8/22/2028	3.89%

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