

# FUND FACT SHEET

All data as of December 29, 2023 unless otherwise stated

## Fund Objective and Strategy

The Fund aims to achieve a steady stream of income by investing in a diversified portfolio of Philippine Peso denominated high-grade fixed income instruments, such as, but not limited to, government securities, corporate notes and bonds, and fixed income funds. The Fund aims to outperform its composite benchmark, 75% of the 91-day Philippine Treasury Bill– net of tax and 25% of the BPI 1-5 Year Index.

## Fund Details

Fund Manager	BPI WEALTH – A Trust Corporation
Inception Date	October 25, 2011
Fund Classification	Bond Fund
Fund Size	PHP 9,906.70 Million
Fund Currency	Philippine Peso
No. of Holdings	86
Fund Management Fee	1.00% per annum

## Highest and Lowest Unit Price Achieved

Initial (25 October 2011)	1.0000
Highest (28 December 2023)	1.4207
Lowest (25 October 2011)	1.0000
NAVPU – 29 December 2023	1.4206

## Risk Classification

The Fund is suitable for investors who take medium- to long-term views. 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. The Fund's yield, net asset value, and total return may fluctuate as a result of interest rate movements and the changes in credit quality of the investments. On redemption of shares, an investor may receive an amount less than the original amount of the investment. Liquidity risk also needs to be taken into account.

## BPI-Philam Peso Bond Fund

### Market Commentary

The BPI Government Bond Index returned 1.29% in December as the local yield curve bull flattened, dropping 18 basis points (bps) on average. Average daily trading volume for the month amounted to PHP15.48 billion significantly lower than November's PHP29.54 billion with trades mostly seen on the long end of the curve.

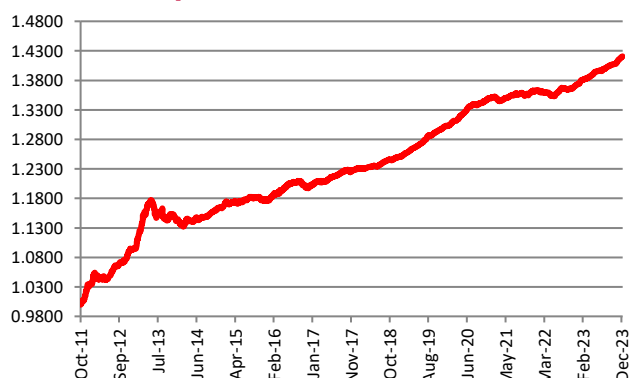
The Bureau of the Treasury (BTr) held only one FXTN auction in December. The 10-year FXTN 10-71, was fully awarded at an average yield of 6.224%. Meanwhile, the scheduled 15-year FXTN issuance was cancelled. Towards the end of the month, the BTr released the auction schedule for the first quarter of 2024, with weekly Treasury Bill auctions and monthly FXTN issuances (3-, 5-, 7- and 10-year tenors) and an additional 20-year issuance in February with an offer size of PHP30 billion each.

In the local space, November headline inflation fell sharply to 4.1% year-on-year from 4.9% last month. The slowdown in inflation was driven by all major subsectors with food inflation decelerating to 5.7% year-on-year from the previous 7% and transport cost contracting by 0.8% year-on-year due to lower global oil prices. The BSP retained its key policy rate at 6.5% during its last monetary board meeting for the year. Despite the inflation figure trending lower, BSP Governor Eli Remolona noted that risks to the inflation outlook remain tilted to the upside.

### Cumulative Performance (%)

YTD	6 Months	1YR	2YR	Since Inception
3.38	1.73	3.38	4.33	42.06

### NAVPU Graph

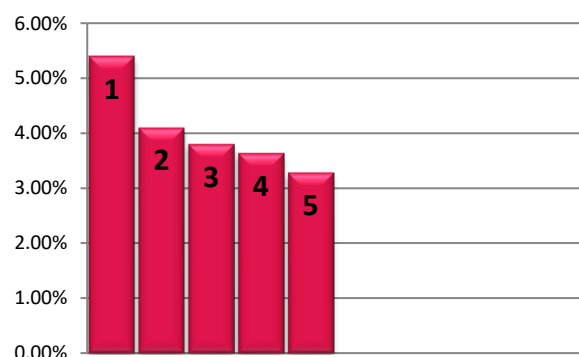


### PORTFOLIO COMPOSITION

Allocation	% of Fund
Government	32.60
Corporates	62.82
Fixed Income Funds	0.00
Cash & Cash Equivalents	4.58
Preferreds	0.00

## TOP HOLDINGS

### Asset Allocation



① Retail Treasury Bond 2027	5.40%
② Fixed Rate Treasury Bond 2032	4.10%
③ Fixed Rate Treasury Bond 2028	3.80%
④ Ayala Corporation Bond 2025	3.64%
⑤ Aboitiz Equity Ventures Bond 2027	3.28%

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