FIRST METRO ASSET MANAGEMENT, INC.
Metrobank Group

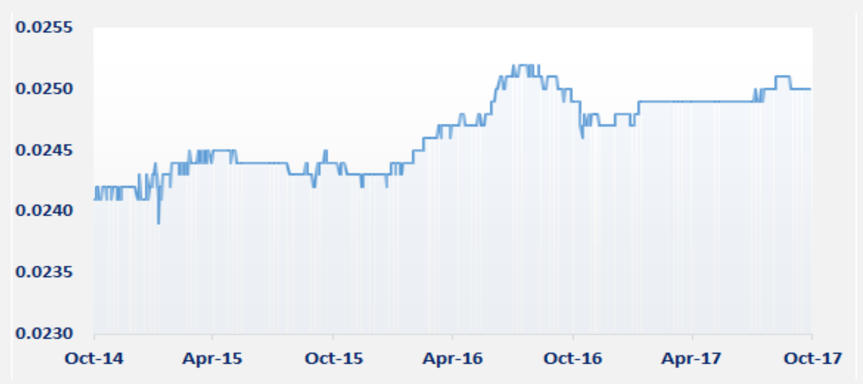
SAVE AND LEARN DOLLAR BOND FUND

The Fund that aims to generate a steady stream of income by investing in a diversified portfolio of fixed income instruments issued by foreign and local entities.

INCEPTION DATE: 10 OCT 14	MIN INVESTMENT: $ 1,000	FUND CURRENCY: US Dollar
FUND SIZE: $ 4.58M	ADD'L INVESTMENT: $ 100	MANAGEMENT FEE: 1.75%

FUND FACT SHEET as of October 27, 2017

NAVPS GRAPH

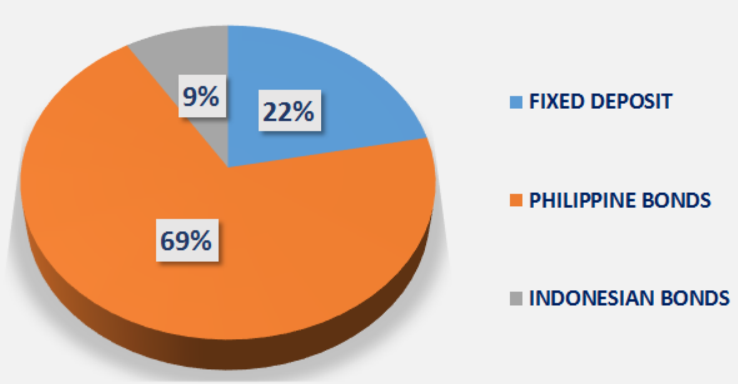


FUND PERFORMANCE

NAVPS	YTD	SINCE INCEPTION
0.0250	**1.21%**	**4.60%**
1-YEAR	**3-YEAR**	**5-YEAR**
0.00%	**1.23%**	**-**

Past performance is not a guide to future performance. The price of securities can and does fluctuate, and any individual security may experience upward or downward movement.

SECTOR ALLOCATION



SUMMARY & OUTLOOK

Emerging Markets' (EM) 10-year yields up 3bps week-on-week (WoW). Yields of EM bonds we follow rose by an average of 3bps last week on selling pressures amid the Fed's balance sheet reduction. Brazil (10-year yield: -5bps), Mexico (0bps), and Colombia (+2bps) relatively outperformed last week, while Indonesia (10-year yield +8bps), Peru (+5bps), and Chile (+5bps) underperformed.

With the rally that EM bonds have experienced thus far this year, analysts have been looking for flags that could signal that the party in EM bonds could be over and unravel, one of which that could have a more broad-based effect is the pace of the Fed's hike. If the US inflation is high enough that the Fed should feel like it warrants a faster pace of hikes, flows could easily reverse, which is especially evident in ETFs, the primary investment vehicle for passive investors. JP Morgan's USD Emerging Market Bonds ETF has already seen a reversal of its flows at the second half of the year, although the outflows still paled in comparison to the net inflows during the first half of the year.

Meanwhile, investors will now turn their attention towards the release of US GDP numbers for the third quarter, which is expected to come in at 2.6%, lower than 3.1% in the second quarter. Though the typhoon devastation has reduced economic activity, economists expect the rise of inventories to pick up the slack from somewhere else. However, the Atlanta and New York Feds widely differ in their expectations, with the former expecting a 2.7% growth to the latter's 1.5%.

Odds for a hike this December stands at 97%, up from last week's 87%, behind the bevy of positive economic data.

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