



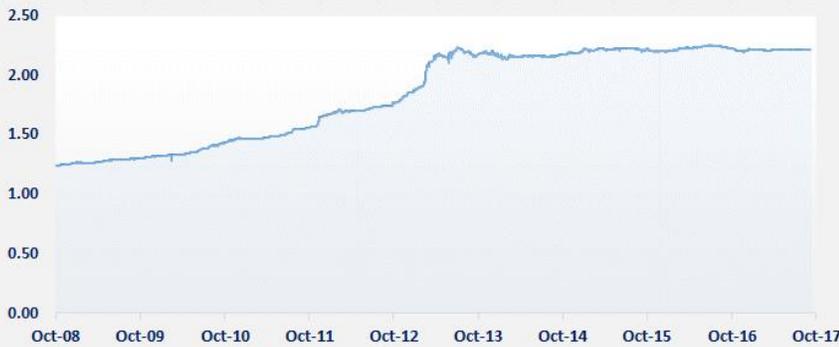
The Fund seeks to provide as high a level of current income as is consistent with the preservation of capital and liquidity, suitable for conservative, long-term investors looking for reasonable growth but are wary of price volatility.

INCEPTION DATE: 06 SEP 05	MIN INVESTMENT: PHP 5,000	FUND CURRENCY: PH Peso
FUND SIZE: PHP 1.94B	ADD'L INVESTMENT: PHP 1,000	MANAGEMENT FEE: 1.75%

## FUND FACT SHEET

as of October 06, 2017

### NAVPS GRAPH

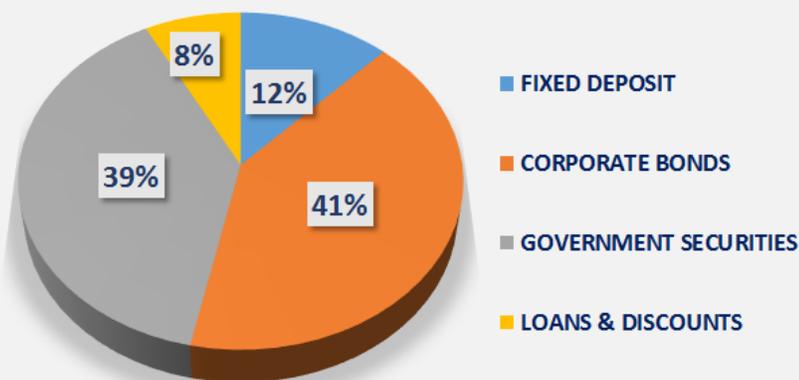


### FUND PERFORMANCE

NAVPS	YTD	SINCE INCEPTION
2.2175	0.53%	120.10%
1-YEAR	3-YEAR	5-YEAR
-0.69%	0.83%	4.94%

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

#### PHILIPPINES INSIGHT: BSP Still Has Scope to Avoid a Rate Hike

By Tamara Mast Henderson (BI Economist)  
(Bloomberg Intelligence) --

The risk of Bangko Sentral ng Pilipinas raising rates before year-end just shot up. Headline inflation is now already where the central bank expected it to peak this year, while the core gauge is above 3% and accelerating. Higher oil prices, a weaker peso and firm domestic demand could easily push both measures higher still, threatening the 4% upper end of the target for headline inflation.

#### Inflation Advances Toward 4% Target Limit

The central bank said on Sept. 21 that inflation was "manageable." If the next set of CPI data due on Nov. 7 indicate slowing momentum, the BSP would have more scope to hold off on tightening at its next policy meeting, which will be held two days later. But if core and headline inflation show no signs of abating and the trends in oil and the peso have not reversed, then a November rate hike to anchor inflation expectations is likely. Inflation rose to 3.4% year on year in September, up from 3.1% in August and 2.3% a year earlier, according to data released on Thursday. The core measure jumped 0.3 ppt to 3.3%, the highest since 2014 -- a time when the central bank (under the former governor) was raising interest rates. The stakes are even higher for a new central bank governor who has yet to demonstrate his inflation-fighting credentials.