

INVESTMENT OBJECTIVE

The Index Fund aims to track the performance of the Philippine equities market by investing in a basket of securities included in PSEi, prior to application of fees and expenses. The Fund is suitable for aggressive investors with long-term investment horizon.

INVESTMENT INFORMATION

Fund Classification	Equity Fund
Risk Profile	Moderately Aggressive
Fund Currency	Philippine Peso
Inception Date	December 2, 2013
Net Asset Value per Share (NAVPS)	Php 102.2434
Fund Size	Php 1.8 B
YOY Return (02/26/2021)	-1.88%
Benchmark YOY Return (02/26/2021)	-2.48%
Annualized Volatility	19.56%
Management Fee	up to 0.50% per annum
Min. Initial Investment (shares)	10,000 shares
Redemption Notice Period	max. of 7 days
Valuation Method	Marked-to-Market
Custodian Bank	Citibank
Transfer Agent	Metrobank Trust

MARKET COMMENTARY

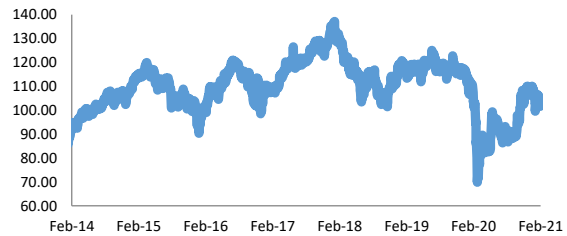
PSEi : 6,794.86, YTD : -4.83%

PSEi declined 1.90% week-on-week, to 6,744 as disappointing corporate earnings as well as rising US yields dragged the market down. Majority of the sectors ended the week on a weak note: Conglomerates (-0.24%), Properties (+0.33%), Mining (-0.69%), Services (-1.76%), Industrials (-3.44%) and Banks (+0.39%). Foreign investors were net sellers of \$87M this week.

January Balance of Payments reversed to a deficit. Reverted to deficit at \$752m, a reversal from \$4.236b surplus in Dec. The deficit was a result of the gov't payment of foreign obligations according to the BSP. Dec. deficit at P302.6b to bring FY20 budget deficit to P1.37T. The pandemic brought FY20 deficit to more than double the P660.2b shortfall in 2019. The FY20 budget deficit was equivalent to 7.63% of GDP, lower than the 9.63% revised program, but sharply higher than the 3.38% recorded in 2019.

Market will be on a wait-and-see attitude as it will wait for the release of February inflation figures. While the government's receipt of the first batch of vaccine is a good step forward in improving sentiment, we believe investors will wait for a follow-through in deliveries to expand inoculation to a wider set of population.

NAVPS GRAPH



HISTORICAL PERFORMANCE

Cumulative Performance

	YTD	1YR	3YR	5YR	S.I.*
FUND	-4.94%	-1.88%	-19.39%	1.67%	16.78%
BENCHMARK^	-4.83%	-2.48%	-19.83%	0.35%	9.44%

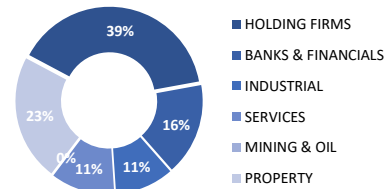
*Since Inception – December 2, 2013

^Benchmark – Philippine Composite Index

ASSET ALLOCATION

EQUITY **100%** CASH & OTHER ASSETS 0%

PORTFOLIO MIX



TOP 5 HOLDINGS

NAME
SM INVESTMENTS CORPORATION
SM PRIME HOLDINGS, INC.
AYALA LAND, INC.
AYALA CORPORATION
BDO UNIBANK INC.

Disclosure Statements: This is not a deposit product. Earnings are not assured and principal amount invested is exposed to risk of loss. This product cannot be sold to you unless its benefits and risks have been thoroughly explained. 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.