

FUND PROFILE

Fund Classification	Fixed Income Fund
Risk Profile	Conservative
Fund Currency	Philippine Peso
Launch Date	06-Sep-05
Net Asset Value per Share (NAVPS)	2.5271
Fund Size	PHP 1,067.25 in Millions
Annualized Volatility	3.09%
Duration (Years)	5.04
Management Fee	up to 1.750% per annum
Min. Initial Investment	PHP 5,000
Min. Add'l Investment	PHP 1,000
Min. Holding Period	6 months
Sales Load	Max. of 2%
Exit Fee	1.00% within 6 months
Redemption Notice Period	max. of 7 days
Valuation Method	Marked-to-Market
Custodian Bank	Deutsche Bank AG Manila
Transfer Agent	Metrobank Trust

MARKET UPDATE

July saw local bond yields trade within a narrow range, as markets digested recent supply pressures while positioning ahead of anticipated policy easing. Front-end yields declined by 3-11 bps month-on-month, supported by dovish guidance from BSP Governor Remolona, who signaled that an additional 25-50 bps of policy rate cuts remains possible should inflation continue to trend favorably. Meanwhile, long-dated bonds benefited from lighter supply in the 10 to 15-year sector, prompting investors to reestablish positions across the curve while excluding the belly, which faced headwinds from the expected jumbo issuance of another Retail Treasury Bond (RTB).

June inflation ticked slightly higher to 1.40% (vs. previous month's 1.30%, but still below market consensus of 1.50%) but remained comfortably below the BSP's 2-4% target range. The marginal increase was driven primarily by the higher annual gains in housing, utilities, and gas indices. Importantly, the latest print did little to alter the disinflation narrative, with forward expectations still anchored toward the lower bound of target, providing additional space for policy easing.

On the monetary policy side, the BSP chief provided positive guidance citing that the current inflation dynamics allow the central bank to push for a more accommodative stance. Nonetheless, monetary authorities will continue to closely monitor emerging downside risks to growth emerging from the ongoing tariff dispute.

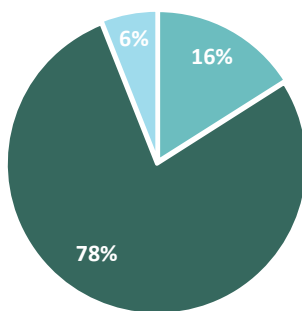
While near-term volatility from the BTR's Q3 issuance schedule may keep yields range-bound, our positioning allows a reallocation opportunity for our fund to catch yields at a more attractive level via auctions and also to the upcoming RTB. We maintain a proactive stance for our local fixed income portfolios, balancing tactical opportunities during weekly auctions and our strategic outlook for local bond yields.

Looking ahead, we continue to expect a downward shift in the yield curve mainly due to benign inflation conditions combined with the BSP's more aggressive stance on rate cuts. In this dynamic environment, we remain agile and ready to adjust our positioning as needed.

DISCLAIMER: This is not a deposit product. Earnings are not assured, and principal amount invested is exposed to risk of loss. An investment in the Fund is not insured or guaranteed by the Philippines Deposit Insurance Corporation or any other government agency. 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.

FUND BASICS

The fund aims to provide returns through investments in government, corporate debt securities, and bank deposits. This fund is suitable for conservative investors with short to medium-term investment horizons.



- Corporate Bonds
- Government Securities
- Cash and Others

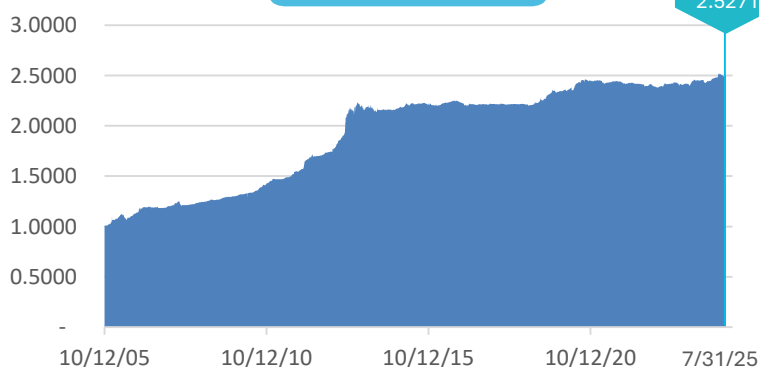
CUMULATIVE RETURNS¹

	YTD	1-year	3-year	5-year	10-year	S.I. ²
SALFIF	1.44%	2.23%	5.02%	2.97%	13.74%	150.83%
Benchmark³	1.60%	3.86%	11.93%	6.62%	-	-

CALENDAR YEAR RETURNS⁴

	2024	2023	2022	2021	2020	2019	2018	2017
SALFIF	1.40%	2.74%	-1.41%	-1.11%	4.00%	6.80%	-0.50%	0.47%

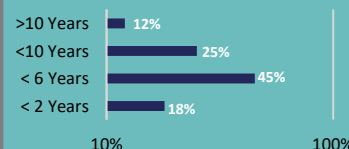
DAILY NAVPS PRICES



TOP 5 FIXED-INCOME SECURITIES

(47% OF FIXED-INCOME SECURITIES HOLDINGS)	COUPON	MATURITY DATE
FXTN 20-17	8.0000%	07/19/2031
SAN MIGUEL FOOD AND BEVERAGES, INC.	5.2500%	03/10/2027
FXTN 20-27	6.8750%	05/23/2044
RTB 05-18	6.2500%	02/28/2029
FXTN 20-23	6.7500%	01/24/2039

MATURITY PROFILE



¹ Cumulative returns as of July 31, 2025.

² Since Inception as of 10/12/05.

³ Benchmark - Blended FI Benchmark. (Blended FI Benchmark is composed of 60% BPHILR Index + 30% SPBPHCPT Index + 10% PSAVAVE Index and was first used on 09/01/20)

⁴ Calendar Year Return is computed by getting the change on NAVPS from the first business day of the calendar year to the last business day of same year (Jan 01 - Dec 31 of a given year).

Note: Year-to-date (YTD) return refers to the amount of profit made by an investment since the first day of the current year