

FUND FACTS

<b>Classification:</b> Value Equity Fund	<b>Net Asset Value per Unit (NAVPU):</b> 129.4474
<b>Launch Date:</b> December 8, 2010	<b>Total Fund NAV:</b> PHP 62.505 Million
<b>Minimum Investment:</b> PHP 5,000.00	<b>Dealing Cut-Off:</b> 11:00 AM
<b>Additional Investment:</b> PHP 1,000.00	<b>Redemption Settlement:</b> 3 banking day (T+3)
<b>Minimum Holding Period:</b> 30 calendar days	<b>Early Redemption Charge:</b> 0.25% of Redemption Value

FEES

<b>Trust fees:</b> 1.50% p.a. PBCOM Trust & Wealth Management Group	<b>External auditor fees*:</b> 0.13% p.a. SGV & Co.	<b>Third party custodian fees*:</b> 0.002% p.a. NROSS/PDTC
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\*Calculated based on the total annual fees for the previous year divided by the average monthly NAV of the previous year.

INVESTMENT OBJECTIVE AND STRATEGY

The Fund is a Philippine Peso denominated Unit Investment Trust Fund (UITF) which aims to provide income and long-term capital growth in a portfolio of stocks listed in the Philippine Stock Exchange (PSE). Investments will be at least 80% of net asset value in equities.

CLIENT SUITABILITY

A client profiling process should be performed prior to participating in the Fund to guide the prospective investor if the Fund is suited to his/her investment objectives and risk tolerance. Clients are advised to read the Declaration of Trust/Plan Rules of the Fund, which may be obtained from the Trustee, before deciding to invest.

The PBCOM Value Equity Fund Fund is suitable **only** for investors who:

- Have an aggressive risk profile
- Have a long term horizon
- Seek potentially higher returns through stock market investments

KEY RISK AND RISK MANAGEMENT

- You should not invest in this Fund if you do not understand or are not comfortable with the accompanying risks.
- **Interest Rate Risk.** This is the possibility for an investor to experience losses due to changes in interest rates. The purchase and sale of a debt instrument may result in profit or loss because the value of a debt instrument changes inversely with prevailing interest rates.
  - **Market/Price Risk.** This is the possibility for an investor to experience losses due to changes in market prices of securities (e.g., bonds and equities). It is the exposure to the uncertain market value of a portfolio due to price fluctuations.
  - **Liquidity Risk.** This is the possibility for an investor to experience losses due to the inability to sell or convert assets into cash immediately or in instances where conversion to cash is possible but at a loss. These may be caused by different reasons such as trading in securities with small or few outstanding issues, absence of buyers, limited buy/sell activity or underdeveloped capital market.
  - **Credit/Default Risks.** This is the possibility for an investor to experience losses due to a borrower's failure to pay principal and/or interest in a timely manner on instruments such as bonds, loans, or other form of security which the borrower issued.
  - **Reinvestment Risks.** This is the risk associated with the possibility of having lower returns or earnings when maturing funds or the interest earnings of funds are reinvested.
  - **Foreign Exchange Risks.** This is the possibility for an investor to experience losses due to fluctuations in foreign exchange rates. The exchange rates depend upon a variety of global and local factors, e.g., interest rates, economic performance, and political developments.
  - **Country Risks.** This is the possibility for an investor to experience losses arising from investments in securities issued by/ in foreign countries due to the political, economic and social structures of such countries.
  - **Regulatory Risks.** Changes in laws and regulations that could adversely affect the value and return of the investment.
  - **Other Risks.** This is the risk of potential conflict of interest in a related party transaction.

◆ The UITF is a trust product and not a deposit account, and is not insured nor governed by the PDIC.

◆ The UITF is not an obligation of, nor guaranteed, nor insured by the trust entity or its affiliates or subsidiaries.

◆ Due to the nature of the investments of a UITF, the returns/yields cannot be guaranteed. Historical performance, when presented, is purely for reference purposes and is not a guarantee of similar future performance.

◆ Any losses and income arising from market fluctuations and price volatility of the securities held by the UITF, even if invested in government securities, are for the account of the client. As such, the units of participation of the client in the UITF, when redeemed, may be worth more or worth less than his/her initial investment/contribution.

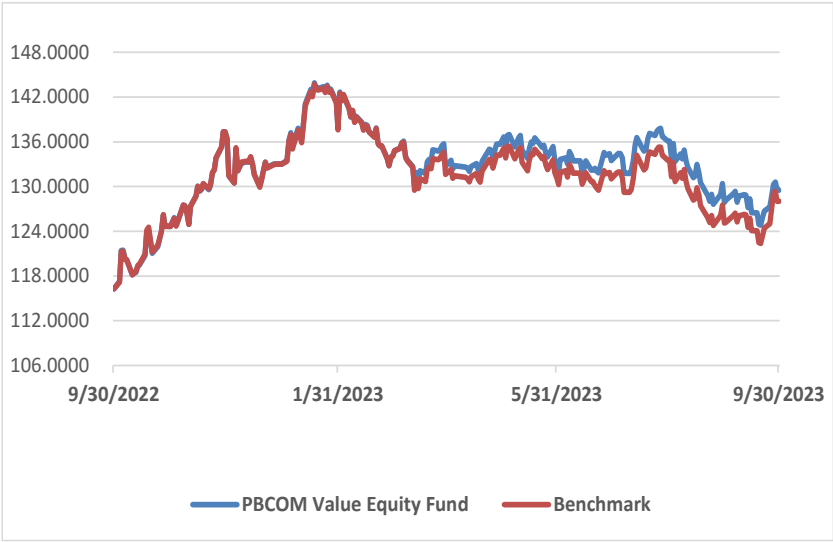
◆ The trustee is not liable for losses unless upon willful default, bad faith, or gross negligence.

◆ The investor must read the complete details of the fund in the UITF's Plan Rules, make his/her own risk assessment, and when necessary, seek an independent/professional opinion before making an investment.

FUND PERFORMANCE AND STATISTICS

(Purely for reference purposes and not a guarantee of future results)

NAVPU Graph (Fund's NAVPU vs Benchmark)



NAVPU over the past 12 months

	Date	NAVPU
Highest	Jan 18, 2023	143.8456
Lowest	Sept 30, 2022	116.2399

Statistics

Volatility, (Annualized)	20.16%
Sharpe Ratio**	0.22%
Information Ratio***	0.1921

*\*Volatility measures the degree to which the Fund fluctuates vis-à-vis its average return over a period of time.*  
*\*\*Sharpe ratio is used to characterize how well the return of a Fund compensates the investor for the level of risk taken. The higher the number, the better.*  
*\*\*\*Information ratio measures reward-to-risk efficiency of the portfolio relative to the benchmark. The higher the number, the higher the reward per unit of risk.*

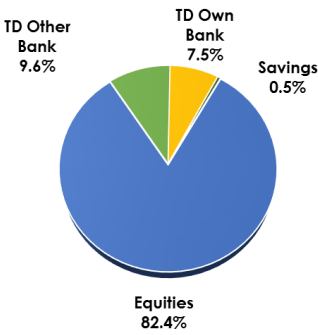
Cumulative Performance<sup>1</sup>

Period	1 mo	3 mos	6 mos	1 yr	3 yrs	YTD	Since Inception
Fund <sup>2</sup>	1.27%	-2.97%	-2.42%	11.36%	16.20%	-2.65%	29.45%
Benchmark <sup>3</sup>	2.36%	-2.27%	-2.75%	10.11%	8.21%	-3.73%	49.75%

<sup>1</sup> Rates shown are absolute.  
<sup>2</sup> Net of 1.50% Trust Fees. Past Performance is not indicative of future returns  
<sup>3</sup> Benchmark is the Year To Date Performance of the Phil. Stock Exchange Index (price only return)

PORTFOLIO MIX

Composition



Top Sector Holdings

Sector	% to NAV
Holding Firms	27.80%
Financials	22.39%
Property	18.23%
Food	9.90%
Telecom	7.93%

Top 10 Stocks

Stocks	% to NAV
SM Investment Corp.	8.87%
Banco de Oro	7.78%
SM Prime Holdings	7.57%
Bank of the Phil. Islands	6.21%
Ayala Corporation	5.72%
Ayala Land Inc.	5.69%
International Container Terminal Services, Inc.	5.39%
PLDT, Inc.	3.79%
Metrobank	3.69%
Universal Robina Corporation	3.66%

RELATED PARTY TRANSACTIONS

The Fund has deposits with the Bank Proper amounting to PHP 7,023,989.79 which was approved by the Trust Committee. Likewise, all related parties transactions are conducted on an arm's length basis.

PROSPECTIVE INVESTMENTS

The following are among the Fund's approved investment outlets where the Trustee intends to invest in depending on its availability or other market driven circumstances: Government Securities, Time Deposits. Equity Issues and Corporate Bonds/Notes.

MARKET UPDATE

The PSEi declined by 2.3% in 3Q23, closing at 6,321.24, which brought the YTD performance of the local market to -3.7%. Net foreign selling was recorded at \$309mn, a reversal from the net foreign buying registered in 2Q23. Overall market sentiment remained fragile, especially with the headline August inflation print coming in at 5.3%, higher than the 4.7% in July due to the continuous effect of higher oil prices affecting local commodities.

The PSE also announced several changes to the index constituents, with Metro Pacific, Aboitiz Power and Union Bank to be replaced by Bloomberry Resorts, Century Pacific and Nickel Asia respectively.

Given the decline in stock prices, local equity valuations have started to look attractive. Forward Price to Earnings multiple of the PSEi is around 11x, a level last seen in 2010. However, with the current backdrop of elevated inflation and high interest rates, it would be prudent to stay defensive and adopt an accumulate on weakness strategy.

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