

Investment Objective

To achieve long-term capital appreciation and income, investing primarily in EUR, USD, GBP, JPY, AUD, NZD or any Asian currency denominated debt markets, with the focus on Asian countries.

31 MARCH 2021

DOLLAR FLEXI ASIA DIVIDEND-PAYING BOND FUND

FUND DETAILS:

Inception Date	11-Dec-17	Latest NAVPU	0.855059
Fund Manager of		Initial NAVPU	1.000000
Underlying Fund	Allianz Global Investors (AGI)	Highest NAVPU (12.11.2017)	1.000000
Fund Currency	USD	Lowest NAVPU (03.23.2020)	0.781310
Fund Size	USD68.42 Million	Pricing / Valuation	Daily
Management Fee	1.85% p.a.		

RISK CLASSIFICATION

The Fund is suitable for investors who take medium to long - term views. As a marked -to-market Fund, its net asset value and total return may fall or rise as a result of interest rates movements. On redemption of units, a policyholder may receive an amount less than the original amount invested. Prior to investment in the Fund, the policyholder shall undergo a client suitability assessment procedure to determine whether the Fund is appropriate for him considering his investment objective, risk tolerance, preferences and experience.

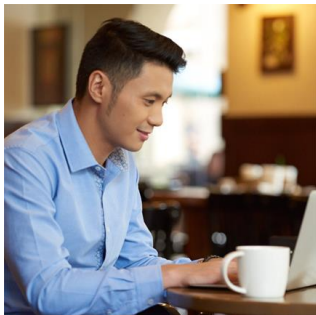
MARKET OUTLOOK

Despite US Treasuries yield increasing, we do think that the largest portion of the move to higher yields have already occurred, given the divergences between yields and their fundamental drivers. Moreover, an orderly rise in US Treasuries yields should allow spreads, which should consolidate, to cushion the rising rates. We maintain an overweight allocation for High Yield over Investment Grade bonds for yield and carry. This is because High Yield Corporates would have a wider spread cushion to rising rates and better fundamentals on economic recovery should help spread to tighten. For Investment Grade Corporates, we prefer to stay with the belly of the curve and perpetuals with high coupon step-up.

MARKET COMMENTARY

For the month of March, global sentiment was boosted by US Congress' approval of President Joe Biden's massive fiscal stimulus programme and by signs the US economy may be picking up steam, with the S&P 500 Index closing the month at a fresh record high. The US Federal Reserve (Fed) kept its policy rate unchanged during the March FOMC meeting and its dot plot indicated no rate hikes until at least 2024. Nonetheless, 10-year Treasury yield continued its upward trend to close the month at 1.74% driven by inflation concerns, and the yield curve further steepened as the short-term bond yields were pegged by ultra-low interest rates. On the macro data front, US non-farm payrolls increased by a stronger-than-expected 379,000 in February, driven by rising hospitality employment. In line with the strong global economic rebound, China's official manufacturing purchasing managers' index (PMI) rose by a stronger-than-expected 1.3 percentage point to 51.9 in March, and the non-manufacturing PMI also jumped 4.9 pp to 56.3, beating consensus expectations.

The broad Asian USD credit market declined 0.39% in March as positive spread returns were more than offset by negative Treasury returns. The Asian high-yield segment declined 0.13% over the month, outperforming its investment grade counterpart (-0.46%) due to strong recovery in High Yield Sovereigns. Within the market, Sri Lanka Sovereigns were the key leaders over March while bonds of a few Chinese Real Estate names detracted. In terms of primary market activity, gross supply for Asia USD bonds increased slightly to USD 28 billion in March, bringing the total year-to-date supply to USD 108 billion.

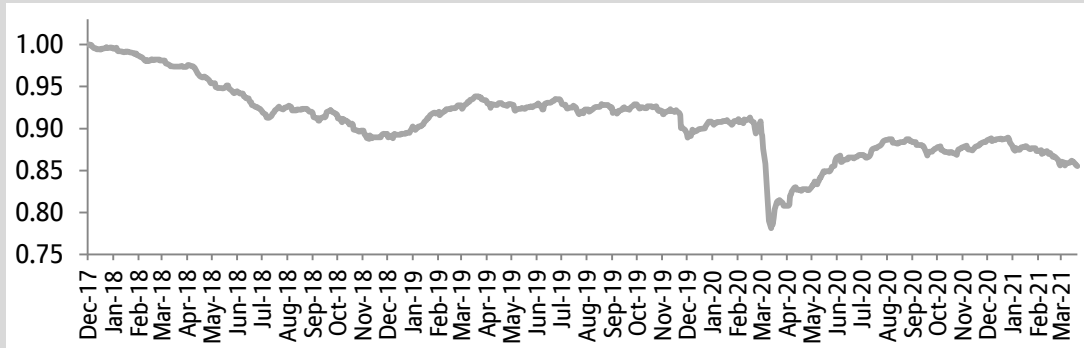


RISK PROFILE ●●○○○

Performance Overview

Performance History	Year To Date	1 Year (YoY)	3 Years (YoY)	5 Years (YoY)	Since Inception
Absolute	-3.60%	5.08%	-12.19%	N/A	-14.49%
Annualized	N/A	5.08%	-4.24%	N/A	-4.63%

NAVPU Since Inception

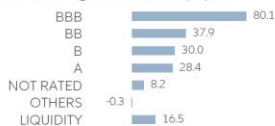


Asset Allocation



PORTFOLIO ANALYSIS – ALLIANZ FLEXI ASIA BOND

Credit Rating Allocation (%)



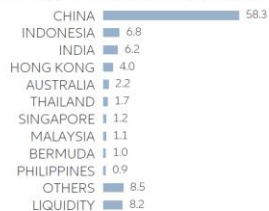
Bond Type Allocation (%)



Currency Allocation (%)



Country/Location Allocation (%)



Statistics Summary

Average Coupon	5.21%
Average Credit Quality ³	BBB
Effective Maturity	5.03 years
Effective Duration	3.88 years
Yield to Maturity	5.24%

Top 10 Holdings – ALLIANZ FLEXI ASIA BOND

Top 10 Holdings ²	Country/Location	%
ALLIANZ SGD INCOME-W H2 USD	OTHERS	6.6
FAR EAST HORIZON LTD EMTN PERP FIX TO FLOAT 4.350% 14.12.2198	CHINA	1.3
JOY TRSR ASSETS HLD FIX 2.750% 17.11.30	HONG KONG	1.2
WENS FOODSTUFF GROUP FIX 2.349% 29.10.25	CHINA	1.2
CNAC HK FINBRIDGE CO LTD FIX 4.875% 14.03.25	CHINA	1.1
EASY TACTIC LTD FIX 7.000% 25.04.21	CHINA	1.1
CHALCO HK INVESTMENT PERP FIX TO FLOAT 4.250% 29.04.2198	CHINA	1.1
HUARONG FINANCE 2019 EMTN FIX 3.375% 24.02.30	CHINA	1.0
PT PERTAMINA (PERSERO) REGS FIX 2.300% 09.02.31	INDONESIA	1.0
SIRIUS INTERNATIONAL GRP REGS FIX 4.600% 01.11.26	BERMUDA	1.0
Total		16.6

IMPORTANT NOTICE:

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