

31 MAY 2024

# Dollar Systematic Global Equity Dividend-Paying Fund



## FUND DETAILS:

Inception Date	1-Sep-22	Latest NAVPU	1.161140
Fund Manager	BlackRock (Luxembourg) S.A.	Initial NAVPU	1.000000
Fund Currency	USD	Highest NAVPU (05.22.2024)	1.172510
Fund Size	USD 26.94 Million	Lowest NAVPU (10.14.2022)	0.959178
Management Fee	2.20% p.a.	Pricing / Valuation	Daily

## Risk Classification

The Fund is suitable for investors with a very aggressive profile or for those 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 stock price 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 Commentary

Having paused for breath over April, May saw global stock markets resume an upward trajectory. The MSCI World rebounded 4.52%, posting a new all-time high during the month. This leaves the global stock index with a total return of 9.56% YTD (all in USD terms).

Gains were driven by renewed dovish rhetoric from policy makers, most notably from the US. This followed April inflation data, which showed signs of cooling after 3 consecutive months of hotter than expected prints.

The resultant pull-back in bond yields played out in strong gains across longer duration equity expressions such as IT and Communication Services. Elsewhere bond proxies such as Utilities also outperformed. In contrast, inflation sensitive segments including Energy lagged.

Along the style dimension growth outperformed value. This theme was accelerated by another set of blockbuster earnings from Nvidia, which ensured that the bullish narrative around AI and the broader theme of impactful innovation remained intact.

After a bout of elevated volatility through April, the combined effect of these forces played out in renewed strength in Momentum styles.

Outperformance of IT played out in US stocks resuming their leadership of global markets along the country dimension. This was despite strong earnings from parts of the Asian market such as Japanese banks, and signs that some European economies may be strengthening just

as policy makers are poised to cut rates.

## Market Outlook

Our alternative data sets continue to forecast a positive backdrop for equity markets. For example, our focus on long dated macro variables dating back to the 1950s suggests a very low probability of recession, despite recent economic jitters. Likewise, alternative data on business-to-business e-invoicing suggest a lack of deterioration in spending, that we find to be a positive.

On the inflation side, our job postings data continues to suggest a gradual normalization of labor dynamics. Hiring intentions are declining, but we do not see layoff mentions increasing. Web scrapped inflation data is now normalizing extremely quickly, having shown signs of reverting upwards earlier in the year.

In terms of positioning, the Fund continued to increase its overweight in Communication Services on the back of a positive view from our thematic model. Likewise, exposure to Consumer Staples increased. Health Care remains the largest relative sector position (vs. the MSCI ACWI Index) followed by Communication Services and Consumer Staples. On the other hand, the fund has increased its relative underweight in IT.

On a regional level, the fund has been reducing its exposure to Europe, particularly Norway and Germany, while increasing its overweight to China. The model has also From a factor perspective, the fund has moved from an underweight to a flat position in Momentum.

## BLACKROCK RISK AND REWARD INDICATOR

Lower Risk Lower Rewards ●●●●●○ Higher Risk Higher Rewards  
4/7 as of 15/07/2024

## Investment Objective

To achieve long-term capital appreciation and regular income investing globally in equities of companies with no prescribed country or regional limits and sells calls on equity indices

- The Fund is exposed to significant risks which include investment/general market, company-specific, creditworthiness/credit rating/ downgrading, default, currency, valuation, asset allocation, country and region, emerging market and interest rate risks.
- The Fund may invest in equities and equity-related securities can be affected by daily stock market movements, political factors, economic news, company earnings and significant corporate events and therefore may adversely impact the net asset value of the Fund.
- The Fund may invest in financial derivative instruments ("FDI") for efficient portfolio management (including for hedging) which may expose to higher leverage, counterparty, liquidity, valuation, volatility, market and over the counter transaction risks. The Fund will not invest extensively in FDI for investment purpose.
- Dividend payments may, at the sole discretion of the Investment Manager, be made out of the Fund's capital or effectively out of the Fund's capital which represents a return or withdrawal of part of the amount investors originally invested and/or capital gains attributable to the original investment. This may result in an immediate decrease in the NAV per share and the capital of the Fund available for investment in the future and capital growth may be reduced.
- This investment may involve risks that could result in loss of part or entire amount of investors' investment.
- In making investment decisions, investors should not rely solely on this material.

## Performance Overview

Performance History	Year To Date	1 Year (YoY)	3 Years (YoY)	5 Years (YoY)	Since Inception
Absolute	5.15%	9.96%	N/A	N/A	16.11%
Annualized	N/A	9.96%	N/A	N/A	8.91%

## NAVPU Since Inception

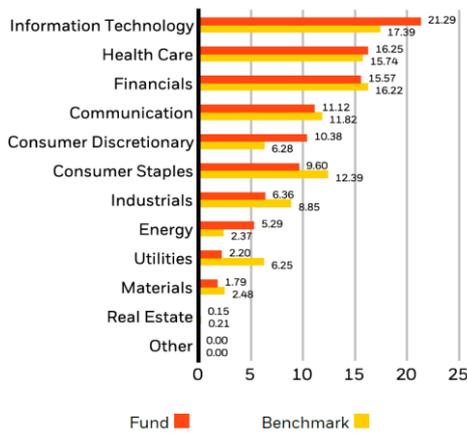


## Portfolio Analysis

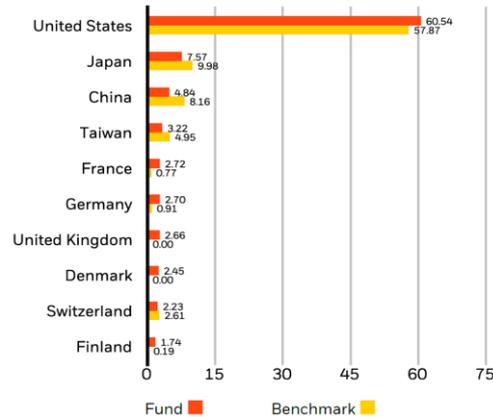
### Asset Allocation



### SECTOR BREAKDOWN (%)



### GEOGRAPHIC BREAKDOWN (%)



### TOP 10 HOLDINGS (%)

MICROSOFT CORPORATION	4.22%
AMAZON.COM INC	3.92%
APPLE INC	3.91%
ALPHABET INC	3.09%
NVIDIA CORPORATION	2.61%
MERCK & CO INC	2.46%
VISA INC	2.45%
NOVO NORDISK A/S	2.32%
COCA-COLA CO	2.03%
VERISIGN INC	1.62%
<b>Total of Portfolio</b>	<b>28.63%</b>

Holdings subject to change

### RISKS

- Share value can go up as well as down and any capital invested in the Fund may be at risk.
- The Fund may use derivatives for hedging or as part of its investment strategy which may involve certain costs and risks. The Fund may tactically use a covered call option strategy. This strategy may cause the Fund to forego any appreciation in the underlying instrument's stock price above the option strike price, and so limits the growth potential of the Fund. Equity may fall more than the respective call premium, resulting in the losses of premium cushions on equity holdings
- Underperformance of global capital markets possible
- Currency losses possible against investor currency in unit classes not hedged
- Flexible investment policy is no guarantee that losses will be excluded
- Limited participation in the potential of individual securities
- Success of single security analysis and active management not guaranteed
- Any distributions involving payment of distributions out of the Fund's capital may result in an immediate decrease in the Net Asset Value per Share and may reduce the capital available for the Fund for future investment and capital growth

### IMPORTANT NOTICE:

This document is for information purposes only. This does not constitute an offer or a solicitation to buy or sell any investment referred to in this document. The information in this publication is based on carefully selected sources believed to be reliable but we do not make any representation as to its accuracy or completeness. Any opinions herein reflected are good as of this date but may be subject to change without prior notice. Investment or participation in the Fund is subject to risk and possible loss of principal, and is not insured by the Philippine Deposit Insurance Corporation (PDIC). Losses, if any, shall be for the account and risk of the Trustor/Participant. Past performance is not indicative of future performance.