

31 MAY 2024

# Peso Optimized Dividend Equity Fund

## FUND DETAILS:

Inception Date	17-Sep-14	Latest NAVPU	1.089060
Fund Manager	PNB - Trust Banking Group	Initial NAVPU	1.000000
Fund Currency	PHP	Highest NAVPU (05.21.2024)	1.131570
Fund Size	PHP 1.14 Billion	Lowest NAVPU (03.25.2020)	0.555395
Management Fee	2.00% 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

The PSEi fell by 4.0% month-on-month in May and extended its descent for the 3rd consecutive month. Ending at 6,433 at the end of May, the PSEI was trading at 11.2x P/E at 36.1% below the past 15-year average of 17.5x.

The market ended on a weaker note, as the last trading day was also the last day for funds to adjust their portfolios to track the MSCI rebalancing. Net foreign outflow continued for the 3rd month in a row amounting to Php10.1 bn in May alone, Php3 bn of which came from AEV which was removed from the Philippine country index.

Main catalyst of Fed and BSP rate cuts is still on the horizon due to easing inflation, but turbulence continues to be expected in the near-term as investors debate when and by how much central banks will cut.

In the US, all 3 indices ended in the green with the S&P up 4.8% (YTD 10.64%), DJIA up 2.3% (YTD 2.64%) and NASDAQ up 7.24% (YTD 13.34%).

The Federal Open Market Committee kept the policy rate steady and unchanged, noting that inflation has remained higher

than hoped and signaled that it may be prolong higher interest rates to hit its inflation target of 2%.

Locally, May inflation rate came out at 3.9% from 3.8% in April, bringing the national average from January to May to 3.5%. This was primarily influenced by year-on-year increases in housing, water, electricity, gas and other fuels at 0.9% from 0.4% in April 2024. The faster annual growth of the transport index at 3.5% in May from 2.6% in April also contributed to the uptrend of the overall inflation. Food inflation at the national level however declined down to 6.1% from 6.3% in April, though this was much lower than the 7.5% May print in 2023.

## Market Outlook

For investors with higher risk appetite and longer investment horizon, continue to cautiously accumulate companies with strong balance sheet and accumulate on weakness.

**RISK RATING** ● ● ●  
**AGGRESSIVE**

Based on the Fund Manager's fund risk categorization

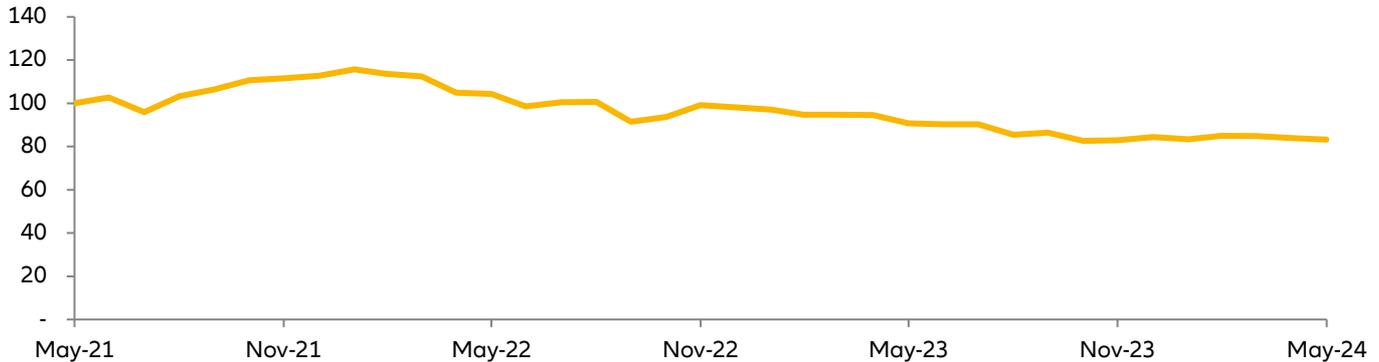
## Investment Objective

To achieve dividend income and long term capital appreciation by investing in a customized basket of no more than twenty (20) companies listed on the Philippine Stock Exchange with a history of regular declaration of dividends; that have recently provided the highest dividend yields; and are considered very liquid and are actively traded

## Performance Overview

Performance History	Year To Date	1 Year (YoY)	3 Years (YoY)	5 Years (YoY)	Since Inception
Absolute	2.54%	3.38%	27.90%	10.13%	8.91%
Annualized	N/A	3.38%	8.55%	1.95%	0.88%

## Indexed Performance Over 3 Years (NAV - NAV)



## NAVPU Since Inception

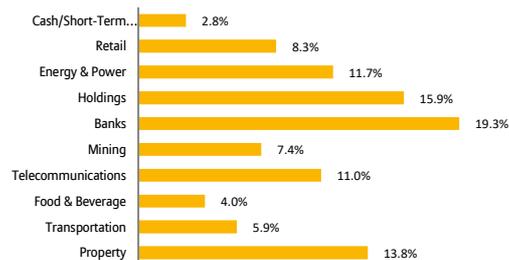


## Portfolio Analysis

### Top 5 Holdings

Securities	%
PLDT Co. (TEL)	6.3
DMCI Holdings, Inc. (DMC)	6.2
LT Group, Inc. (LTG)	6.2
Semirara Mining Corp (SCC)	6.1
Manila Electric Co. (MER)	6.0
<b>Total</b>	<b>30.8</b>

### Sector Allocation



Securities (Ticker)	Sub-Sector	2024 YTD Dividend Yield*	2023 Dividend Yield**
Cash/Short-Term Deposits	Cash/Short-Term Deposits	0.00%	0.00%
BDO Unibank, Inc. (BDO)	Banks	1.35%	2.30%
Bank of the Philippine Islands (BPI)	Banks	0.00%	3.24%
Metrobank (MBT)	Banks	2.42%	5.85%
Security Bank (SECB)	Banks	0.00%	2.10%
Union Bank of the Philippines (UBP)	Banks	0.00%	(not in basket in 2023)
Aboitiz Equity Ventures, Inc. (AEV)	Holdings	0.00%	3.30%
DMCI Holdings, Inc. (DMC)	Holdings	3.87%	14.74%
LT Group, Inc. (LTG)	Holdings	2.86%	13.36%
Aboitiz Power (AP)	Energy & Power	0.00%	4.95%
Manila Electric Co. (MER)	Energy & Power	0.00%	4.90%
Universal Robina Corporation (URC)	Food & Beverage	0.00%	3.06%
Nickel Asia Corp. (NIKL)	Mining	1.98%	4.38%
Semirara Mining Corp (SCC)	Mining	4.42%	23.14%
AyalaLand REIT, Inc. (AREIT)	Property	0.00%	(not in basket in 2023)
Megaworld Corp. (MEG)	Property	0.00%	(not in basket in 2023)
Robinsons Land Corp. (RLC)	Property	0.00%	3.26%
Globe Telecom (GLO)	Telecommunications	1.27%	5.81%
International Container Terminal Services (ICT)	Transportation	2.74%	4.05%
PLDT Co. (TEL)	Telecommunications	0.00%	8.44%
Puregold Price Club, Inc. (PGOLD)	Retail	0.00%	(not in basket in 2023)
<b>Total***</b>		<b>100.00%</b>	

\*2024 yield calculated using YTD 2024 closing prices

\*\*2023 yield calculated using December 2023 closing prices

### IMPORTANT NOTICE:

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