

PESO OPTIMIZED DIVIDEND EQUITY FUND

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.

30 APRIL 2019

FUND DETAILS:

Inception Date	17-Sep-14	Latest NAVPU	0.993487
Fund Manager	PNB - Trust Banking Group	Initial NAVPU	1.000000
Fund Currency	Peso	Highest NAVPU (09.22.2017)	1.102789
Fund Size	Php2.13 Billion	Lowest NAVPU (01.22.2016)	0.834893
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 prices 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.

As of end April, PSEi traded at 16.2X 2019 PER, below the 5 year average PER of 19.2X.

MARKET OUTLOOK

Market is still seen to be range bound between 7,800 and 8,000 level as market may have priced in the possibility of softer 1Q19 GDP growth. With inflation further easing, investors are now looking forward to the 1Q19 earnings results. 2019 earnings are seen to grow over 11%, as three big banks BDO, BPI and MBT had a remarkable head start.

MARKET COMMENTARY

The local index ended April flat month on month, inching up only by 0.40% as investors stayed on the sidelines waiting for new catalysts. Trading was characterized by thin volume as average daily value turnover was recorded at Php5.5B vs. March's Php6.1B due to a number of holidays observed during the period. The PSEi ended the month at 7,952.72 from March's 7,920.93 for a marginal gain of 31.78 points.

The property sector (+5.19%) was the only bright spot in the market led by breakouts from both ALI (+9.02%) and SMPH (+3.88%) as market priced in developments in the REITs. The sector is also expected to outperform with an estimate of 19% average FY19 earnings growth.

The month of May is quite interesting due to release of 1Q19 GDP number and BSP's policy rate decision. A GDP figure of 6.0% or better and an accommodative action from the BSP may finally provide the catalyst for the PSEi to break out of the tight trading range of 7,800-8,000. Hopes are high that the BSP will institute an accommodative position as the recently passed national budget may have stalled growth. According to BSP officials, a cut in policy rate and in reserve requirements are in the table. The upcoming MSCI rebalancing could cause some weakness in the market as passive funds shift into the China A shares.

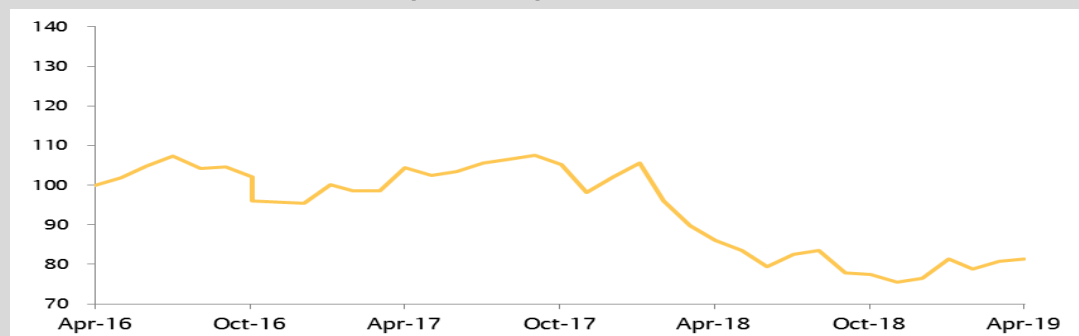


RISK PROFILE ●●●●●

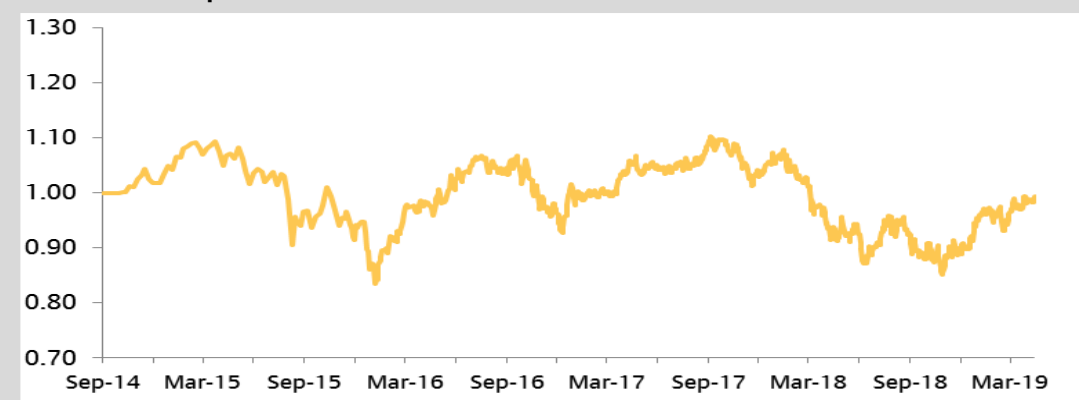
Performance Overview

Performance History	Year To Date	3 Months	1 Years (YoY)	3 Years (YoY)	Since Inception
Absolute	10.29%	3.45%	7.09%	1.61%	-0.65%
Annualized	N/A	N/A	7.09%	0.53%	-0.14%

Indexed Performance Over 3 Years (NAV - NAV)



NAVPU Since Inception

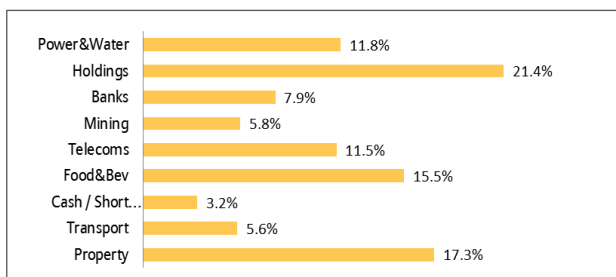


PORTFOLIO ANALYSIS

Top 5 Holdings

Securities	%
Aboitiz Power (AP)	5.9
Manila Electric Co. (MER)	5.9
PLDT (TEL)	5.9
San Miguel Food and Beverage, Inc. (FB)	5.8
Vista Land & Lifescapes, Inc. (VLL)	5.8
Total	29.2

Sub-Sector Allocation



Securities (Ticker)	Sub-Sector	2019 YTD Dividend Yield*	2018 Dividend Yield**
Aboitiz Equity Ventures (AEV)	Holdings	2.37%	2.33%
Aboitiz Power (AP)	Power&Water	3.90%	3.96%
Ayala Land, Inc. (ALI)	Property	0.53%	1.24%
Bank of the Phil. Islands (BPI)	Banks	1.06%	1.91%
D&L Industries (DNL)	Food&Bev	0.00%	2.37%
DMCI Holdings, Inc. (DMC)	Holdings	0.00%	7.51%
Globe Telecoms (GLO)	Telecoms	1.28%	4.79%
Int'l. Cont. Terminal Services (ICT)	Transport	0.00%	2.50%
LT Group, Inc. (LTC)	Holdings	0.00%	1.20%
Manila Electric Co. (MER)	Power&Water	2.75%	3.52%
Megaworld Corp. (MEG)	Property	0.00%	1.31%
Metro Pacific Inv. Corp. (MPI)	Holdings	1.66%	2.38%
PLDT, Inc. (TEL)	Telecoms	2.93%	5.69%
Robinsons Land Corp. (RLC)	Property	0.00%	1.79%
San Miguel Corp. (SMC) ***	Holdings	0.00%	(not in basket in 2018)
San Miguel Food and Beverage, Inc. (FB) ***	Food&Bev	0.34%	(not in basket in 2018)
Security Bank (SECB)	Banks	0.83%	1.94%
Semirara Mining Corp (SCC)	Mining	5.24%	9.76%
Universal Robina (URC)	Food&Bev	0.98%	2.48%
Vista Land & Lifescapes, Inc. (VLL) ***	Property	0.00%	(not in basket in 2018)

*2019 Calculated using Apr. 30, 2019 closing prices

**2018 Calculated using Dec 28, 2018 closing prices

***not in basket as of Dec 2018

IMPORTANT NOTICE:

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