

**Investment Objective**

The Fund seeks long-term capital appreciation by investing in a customized basket of stocks listed on the Philippine Stock Exchange (1) that are considered highly liquid and actively traded; and (2) of companies owned and/or controlled by businessmen of Chinese ethnic origins.

31 MAY 2018

# PESO DYNASTY EQUITY FUND

**FUND DETAILS:**

Inception Date	15-Feb-18	Latest NAVPU	0.868352
Fund Manager	PNB - Trust Banking Group	Initial NAVPU	1.000000
Fund Currency	Peso	Highest NAVPU (02.15.2018)	1.000000
Fund Size	Php404.03 Million	Lowest NAVPU (05.31.2018)	0.868352
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.

Rising inflation, depreciating currency and continued foreign outflows greatly affected the performance of the local stock market. In addition, external factors such as geopolitical risk in Italy and Venezuela, political unrest in Italy, the North Korean and US bilateral talks as well as US oil sanction on Iran greatly affected the emerging markets like the Philippines.

The MSCI rebalancing created the volatility during the last trading day of the month as the China A shares were added in the benchmark index. The Philippines was given a downweight of up to 1.10%.

**MARKET COMMENTARY**

Selling pressure from foreign funds continued and sent the PSEi to a 52-week low of 7,470.14 last May 30. At the end of the trading month, the PSEi was down by 322.08 points or 4.12% to close at 7,497.17. It ended the month at 16.8x PE and still the 3rd most expensive in the region behind Vietnam and India and just a few points above its 10-yr mean PE. Average value turnover was at Php9.1B. Net foreign selling amounted to Php9.1B bringing the YTD figure to Php50.4B.

**MARKET OUTLOOK**

For June, we may see further index consolidation. Technicals signal a short term rally in June with support at 7,480 and 7,100; resistance at 7,890 and 8,288. Investors are may adopt a sell-on strength approach in the market.

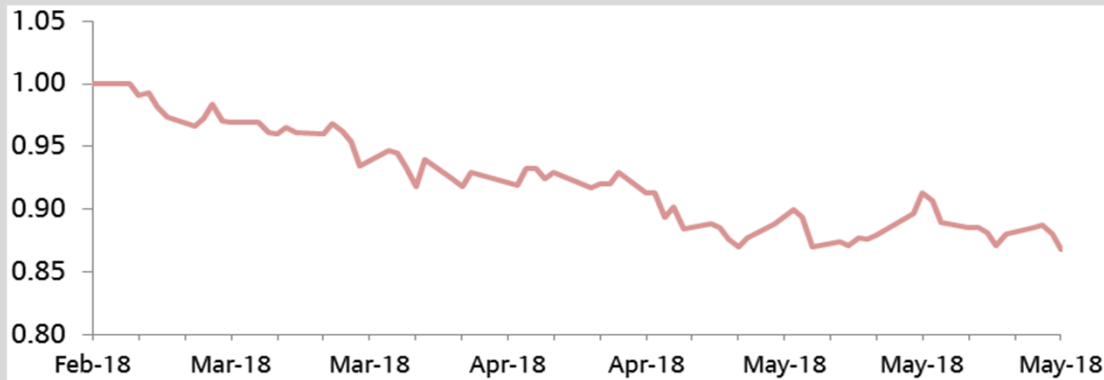

**RISK PROFILE** ● ● ● ● ●

## Performance Overview

Performance History	Year To Date	3 Months	1 Years (YoY)	Since Inception
Absolute	-13.16%	-11.72%	N/A	-13.16%
Annualized	N/A	N/A	N/A	N/A

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

### NAVPU Since Inception

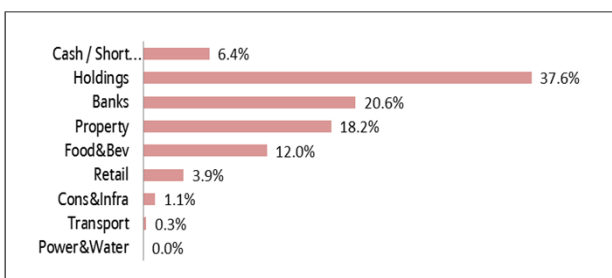


## PORTFOLIO ANALYSIS

### Top 5 Holdings

Securities	%
SM Investments Corp. (SM)	19.6
SM Prime Holdings (SMPH)	14.2
BDO Unibank, Inc. (BDO)	11.1
JG Summit Holdings, Inc. (JGS)	7.4
Short Term Deposits	6.4
<b>Total</b>	<b>58.7</b>

### Sub-Sector Allocation



Securities (Ticker)	Sub-Sector	Allocation
SM Investments Corp. (SM)	Holdings	19.59%
SM Prime Holdings (SMPH)	Property	14.25%
BDO Unibank, Inc. (BDO)	Banks	11.09%
JG Summit Holdings, Inc. (JGS)	Holdings	7.35%
Short Term	Cash / Short Term	6.38%
Jollibee Foods Corp. (JFC)	Food&Bev	5.57%
Metrobank (MBT)	Banks	5.48%
Universal Robina Corp. (URC)	Food&Bev	5.40%
Security Bank Corp. (SECB)	Banks	3.81%
GT Capital Holdings, Inc. (GTCAP)	Holdings	3.68%
LT Group, Inc. (LTG)	Holdings	2.47%
Alliance Global Group, Inc. (AGI)	Holdings	2.42%
Megaworld (MEG)	Property	2.18%
San Miguel Corp. (SMC)	Holdings	2.13%
Robinsons Retail Holdings, Inc. (RRHI)	Retail	2.01%
Puregold Priceclub (PGOLD)	Retail	1.85%
Robinsons Land Corp. (RLC)	Property	1.77%
D&L Industries, Inc. (DNL)	Food&Bev	1.01%
Megawide Construction Corp. (MWIDE)	Cons&Infra	0.78%
Eagle Cement Corp. (EAGLE)	Cons&Infra	0.35%
Macroasia Corp. (MAC)	Transport	0.26%
East West Banking Corp. (EW)	Banks	0.18%
<b>Total</b>		<b>100.00%</b>

#### IMPORTANT NOTICE:

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