

Investment Objective

To achieve long term capital appreciation by investing in a customized basket of companies listed on the Philippine Stock Exchange (PSE) that are highly liquid, actively traded and among the top companies in their respective sectors as classified in the PSE. The six sectors are: Financials, Industrials, Holdings, Property, Services, and, Mining and Oil.

31 MAY 2018

PESO MULTI SECTOR EQUITY FUND

FUND DETAILS:

Inception Date	01-Jul-15	Latest NAVPU	0.935595
Fund Manager	PNB - Trust Banking Group	Initial NAVPU	0.950000
Fund Currency	Peso	Highest NAVPU (01.30.2018)	1.122841
Fund Size	Php2.287 Billion	Lowest NAVPU (01.22.2016)	0.736114
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.

The upward trend could be attributed to higher prices alcoholic beverages & tobacco (+20%), transport (+4.90%), housing, water, electricity, gas and other fuels (+3%), furnishing & house maintenance (+2.80%) and clothing and footwear (+2.2%).

The Philippines Gross Domestic Product (GDP) for the first quarter of 2018 rose to 6.80% vs the 6.50% growth posted during the last quarter of 2017.

The PSEi 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 Php9.1Bn. Foreign outflows amounted to Php50.4Bn on a year to date basis.

MARKET COMMENTARY

The PSEi closed the month at 7,497.17 down by 322.08 points or 4.12% from April's close of 7,819.25. On a year-to-date basis, the PSEi is down 12.40%. 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, the North Korean and US bilateral talks as well as the US oil sanction on Iran greatly affected the emerging markets like the Philippines.

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.

April inflation was reported at 4.50%, which was in line with market consensus. This is highest CPI figure recorded since January 2013 and higher by 0.20% from April's 4.30%.

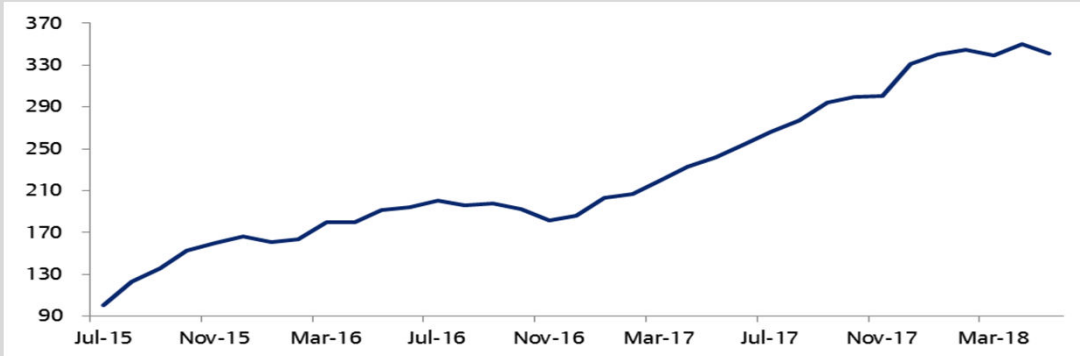


RISK PROFILE ● ● ● ● ●

Performance Overview

Performance History	Year To Date	3 Months	1 Years (YoY)	Since Inception
Absolute	-12.22%	-12.75%	-5.02%	-1.52%
Annualized	N/A	N/A	-5.02%	-0.52%

Indexed Performance Over 2.5 Years (NAV - NAV)



NAVPU Since Inception

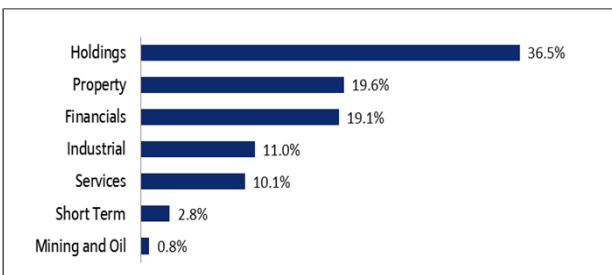


PORTFOLIO ANALYSIS

Top 5 Holdings

Securities	%
Ayala Corp. (AC)	12.4
SM Investments Corp. (SM)	12.1
JG Summit Holdings, Inc. (JGS)	12.0
Megaworld Corp. (MEG)	6.8
BDO Unibank, Inc. (BDO)	6.5
Total	49.8

Sector Allocation



Securities (Ticker)	Sector	2018 Weight* (%)	2017 Weight** (%)
BDO Unibank, Inc. (BDO)	Financials	6.45	6.40
Bank of the Phil. Islands (BPI)	Financials	6.45	6.40
Metrobank (MBT)	Financials	6.45	6.40
Ayala Corp. (AC)	Holdings	12.49	13.17
JG Summit Holdings, Inc. (JGS)	Holdings	12.49	13.17
SM Investments Corp. (SM)	Holdings	12.49	13.17
Jollibee Foods Corp. (JFC)	Industrial	3.92	3.62
Manila Electric Co. (MER)	Industrial	3.92	3.62
Universal Robina Corp. (URC)	Industrial	3.92	3.62
PXP Energy Corp. (PXP)	Mining and Oil	0.42	0.53
Semirara Mining Corp (SCC)	Mining and Oil	0.42	0.53
Ayala Land Inc. (ALI)	Property	6.85	6.33
Megaworld Corp. (MEG)	Property	6.85	6.33
SM Prime Holdings (SMPH)	Property	6.85	6.33
Globe Telecoms (GLO)	Services	3.33	3.46
Int'l. Cont. Terminal Services (ICT)	Services	3.33	3.46
PLDT (TEL)	Services	3.33	3.46
TOTAL***		100.00	100.00

*2018 Weights based on rebalancing as of May 25, 2018.

**2017 Weights based on rebalancing as of December 23, 2017.

*** Totals may not equal to 100.00 due to rounding-off.

IMPORTANT NOTICE:

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