

BPIASSET MANAGEMENT AND TRUST CORPORATION

ODYSSEY PHILIPPINE HIGH CONVICTION EQUITY FUND

KEY INFORMATION AND INVESTMENT DISCLOSURE STATEMENT

As of October 28, 2022

FUND FACTS

Classification:	Equity Fund	NAVPU:	Php 107.82
Launch Date:	February 1, 2007	Total Fund NAV (Mn):	Php 826.43
Minimum Investment:	Php 10,000.00	Dealing Day:	Daily up to 2:30 PM
Additional Investment:	Php 5,000.00	Redemption Settlement:	T+3 End-of-Day
Minimum Holding Period:	None	Early Redemption Charge:	None

FEES*

Trustee Fees: 1.500%	Custodianship Fees: 0.0017%	External Auditor Fees: 0.0038%	Other Fees: none
BPI Asset Management	HSBC	Isla Lipana	

*As a percentage of average monthly rate: billings received for daily NAV for the quarter valued April 2021 divided by the average at Php 860.16 Mn

*Billings received in 2017 divided by the average daily NAV

INVESTMENT OBJECTIVE AND STRATEGY

The objective of this Fund is to attain long-term capital growth for Peso investors. To achieve this, the Fund will be invested in a concentrated portfolio of stocks listed on the Philippine Stock Exchange. The Fund seeks to outperform the Philippine Stock Exchange Index (PSEi).

CLIENT SUITABILITY

A client profiling process shall be performed prior to participating in the Fund to guide the prospective investor if the Fund is suited to his/her investment objectives and risk tolerance. Clients are advised to read the Declaration of Trust/Plan Rules of the Fund, which may be obtained from the Trustee, before deciding to invest.

The Odyssey Philippine High Conviction Equity Fund is suitable only for investors who:

- Are at least classified as aggressive based on their risk profile
- Have an investment horizon of at least five (5) years

KEY RISKS AND RISK MANAGEMENT

You should not invest in this Fund if you do not understand or are not comfortable with the accompanying risks.

Equity Price Risk: The Fund invests in a concentrated portfolio of stocks listed in the Philippine Stock Exchange, exposing investors to potentially larger losses from a decline in stock prices, compared to funds tracking the index or employing a value style bias/ strategy. Decline in stock prices may be brought about by adverse stock market conditions, unfavorable company earnings and valuations and/ or negative developments in domestic and global political and economic conditions.

Liquidity Risk: Investors are exposed to the risk of loss due to the Fund's inability to convert equity holdings to cash immediately or in instances where conversion to cash is possible but at a highly disadvantageous price due to limited buyers/ sellers in the market, low trading volumes or market disruptions, among other reasons/factors.

Related Party Risk: Investors are exposed to actual or potential conflicts of interest in the handling of related party transactions by the Trustee, specifically, time deposit placements with the Trustee's own bank and/ or its subsidiary, purchase of equity securities issued by related parties, as well as the execution of trade transactions with related counterparties.

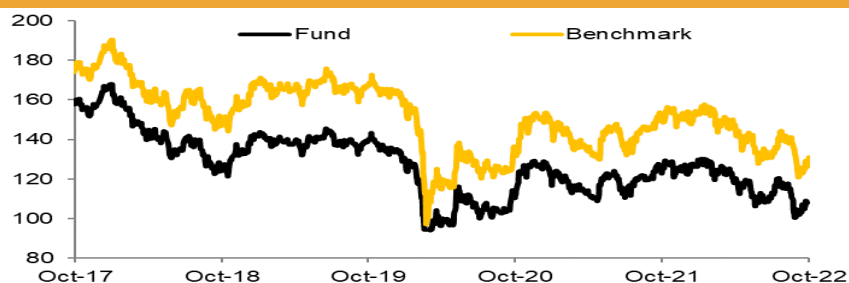
The Fund's investment outlets undergo proper screening and evaluation in accordance with the Trustee's accreditation process and minimum regulatory requirements. Regulatory exposure limits and asset allocation ranges as provided in the Fund's Plan Rules are strictly adhered to and monitored on a regular basis. The Fund may also use financial derivatives to hedge the portfolio against market and credit risks.

- **THE UIT FUND IS NOT A DEPOSIT AND IS NOT INSURED BY THE PHILIPPINE DEPOSIT INSURANCE CORP. (PDIC).**
- **RETURNS CANNOT BE GUARANTEED AND HISTORICAL NAVPU IS FOR ILLUSTRATION OF NAVPU MOVEMENTS/ FLUCTUATIONS ONLY.**
- **WHEN REDEEMING, THE PROCEEDS MAY BE WORTH LESS THAN THE ORIGINAL INVESTMENT AND ANY LOSSES SHALL BE SOLELY FOR THE ACCOUNT OF THE CLIENT.**
- **THE TRUSTEE IS NOT LIABLE FOR ANY LOSS UNLESS UPON WILLFUL DEFAULT, BAD FAITH OR GROSS NEGLIGENCE.**
- **THIS PRODUCT CANNOT BE SOLD TO YOU UNLESS ITS BENEFITS AND RISKS HAVE BEEN THOROUGHLY EXPLAINED. IF YOU DO NOT FULLY UNDERSTAND THIS PRODUCT, DO NOT PURCHASE OR INVEST IN IT.**

FUND PERFORMANCE AND STATISTICS AS OF OCTOBER 28, 2022

(Purely for reference purposes and is not a guarantee of future results)

NAVPU GRAPH



* Benchmark is the Philippine Stock Exchange Composite Index (PSEI)

NAVPU over the past 12 months

Highest	130.27
Lowest	100.31

STATISTICS

Portfolio Beta	1.02
Volatility, Past 1 Year (%) ²	20.80
Sharpe Ratio ³	-0.64
Information Ratio ⁴	0.35
Current Number of Holdings	27

CUMULATIVE PERFORMANCE (%)¹

	1 mo	3 mos	6 mos	1YR	3YRS	S.I
Fund	7.49	-2.10	-8.63	-12.11	-22.84	7.82
Benchmark	7.18	-2.57	-8.58	-12.78	-22.86	89.61
Benchmark (TR)	7.32	-2.10	-7.78	-11.00	-18.32	183.30

ANNUALIZED PERFORMANCE (%)¹

	1YR	2YRS	3YRS	4YRS	5YRS	S.I
Fund	-12.11	-1.71	-8.28	-3.92	-7.45	0.48
Benchmark	-12.78	-1.36	-8.29	-3.65	-5.96	4.15
Benchmark (TR)	-11.00	0.51	-6.52	-1.85	-4.27	6.84

CALENDAR YEAR PERFORMANCE (%)¹

	YTD	2021	2020	2019	2018	2017
Fund	-12.90	-2.06	-6.12	1.21	-16.63	20.50
Benchmark	-13.61	-0.24	-8.64	4.68	-12.76	25.11
Benchmark (TR)	-12.03	1.58	-6.90	6.46	-11.41	27.15

PORTFOLIO COMPOSITION

Allocation	% of Fund
Equities	98.42
Cash	0.18
Time Deposits and Money Market	1.72
Other Receivables - Net of Liabilities	-0.32
Sector Holdings (Equity Portion)	
Holding Firms	32.40
Financials	17.78
Property	18.57
Industrials	15.32
Services	14.35
Mining and Oil	0.00

TOP TEN HOLDINGS

Name	%
SM Investments Corporation	14.35
SM Prime Holdings, Inc.	10.14
BDO Unibank, Inc.	7.30
Ayala Corporation	7.06
Ayala Land, Inc.	6.81
Bank of the Philippine Islands	6.17
Int'l Container Terminal Services, Inc.	5.42
Universal Robina Corp.	4.62
Aboitiz Equity Ventures, Inc.	4.46
PLDT Inc.	4.45

¹ Returns are net of fees.

² Since Inception

³ Measures the degree to which the Fund fluctuates vis-à-vis its average return over a period of time.

⁴ Measures of deviation between the Fund's return and benchmark returns. A lower number means the Fund's return is closely aligned with the benchmark.

*Declaration of Trust is available upon request through branch of account.

RELATED PARTY TRANSACTIONS*

The Fund has transactions and outstanding investments including deposits, investment in the share/s of stocks, and/or debt issuances of the following companies related to the BPI Asset Management and Trust Corporation (BPI AMTC):

ACEN Corporation – Php 11.23 Mn Ayala Corporation – Php 58.37 Mn Ayala Land, Inc. – Php 56.30 Mn
Bank of the Philippine Islands – Php 60.17 Mn Globe Telecom. Inc. – Php 16.65 Mn

Investments in the said outlets were approved by the BPI AMTC's Board of Directors. Likewise, all related party transactions are conducted on an arm's length and best execution basis and within established limits.

*Related party in accordance with BPI AMTC's internal policy

OUTLOOK AND STRATEGY

Market Review. The Philippine Stock Exchange Index (PSEi) rallied in October on bargain-hunting after a steep decline in September. The PSEi's positive performance also tracked US stocks rally given better-than-expected 3Q earnings report and the hope that the US Federal Reserve (Fed) will slow the pace of its tightening. Cooling US housing market and decelerating manufacturing growth are few of the economic data that the Fed will definitely take into consideration. The PSEi rose by 7.2% to close at 6,153.43

Trading volume remained thin as many expected with Average Daily Value Turnover coming in at US\$ 155 million or 32% lower than the prior month. Meanwhile, foreigners continued to be net sellers at US\$11.6 million for October. This has stretched the year-to-date Net Foreign Selling to US\$ 1.24 billion.

For the individual stock performances, the top index gainers for the month include: MER (+14.60%), GLO (+14.38%) and BDO (+14.17%). Meanwhile, the bottom index performers were: SCC (-10.38%), RLC (-9.95%) and WLCON (-8.14%).

Fund Performance. The Fund registered a gain of 7.49% in October, outperforming its benchmark by 31 bps. Meanwhile, the YTD performance of the Fund reported a loss of 12.90%, outperforming its benchmark by 71 bps.

Fund Strategy. The Fund will maintain its defensive stance given the persisting volatility in the global markets. Global rate hikes, high inflation and local currency depreciation coupled with low-volume trading will continue to apply pressure on equity assets. Likewise, the fund will prefer defensive names (high dividend yielding stocks). Tactically, the fund will take advantage of price swings – raising cash on rallies and buying on dips.

LIST OF PROSPECTIVE INVESTMENTS

The following are among the Fund's approved investment outlets, wherein the Trustee intends to invest depending on strategy, availability, or other market-driven circumstances:

- a) Common shares, preferred shares, and convertible preferred shares listed on the Philippine Stock Exchange;
- b) Shares offered in an Initial Public Offering (IPO), provided that the company will be listed on the Philippine Stock Exchange within the normal listing period (approximately 30 days from the start of the offer period);
- c) Bank Deposits;
- d) Primarily short term securities issued by or guaranteed by the Philippine government, or by the BSP;
- e) Primarily short term tradable securities issued or guaranteed by multilateral institutions such as the Asian Development Bank (ADB), International Monetary Fund (IMF), and World Bank;
- f) Primarily short term exchange-listed securities;
- g) Primarily short term marketable instruments that are traded in an organized exchange;
- h) Primarily short term loans traded in an organized market; and
- i) Such other tradable investments outlets/categories as may be approved by the relevant authority and allowed by the BSP.

BPI Asset Management and Trust Corporation (BPI AMTC) is a subsidiary of the Bank of the Philippine Islands. For inquiries and comments, please send an email to bpi_asset_management@bpi.com.ph or call us at (02) 8580-AMTC (2682).

Regulated by the Bangko Sentral ng Pilipinas. <https://www.bsp.gov.ph>, BSP Webchat <https://www.bsp.gov.ph>

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For more information, you may contact us at (632) 8580-AMTC (2682), email us at bpi_asset_management@bpi.com.ph or visit our website, www.bpiassetmanagement.com.