

FUND FACTS

Classification:	Equity Feeder Fund	NAVPU:	USD 164.98
Launch Date:	August 5, 2014 ¹	Total Fund NAV (Mn):	USD 7.96
Minimum Investment:	USD 100.00	Dealing Day:	Daily up to 2:00 PM
Additional Investment:	No Minimum	Redemption Settlement:	T+5 End-of-Day
Minimum Holding Period:	None	Early Redemption Charge:	None

FEES

Trustee Fees: 0.1229%* **Custodianship Fee: 0.0000%** **External Audit Fee: 0.0000%**** **Other Fees: 0.0138%*****

1.50% per annum

BPI Wealth None Isla Lipana Indexing Licensing Fee

*Monthly rate: Billings received for June 2024 divided by the average daily NAV for the same month valued at USD 8.13 Mn

**Billing is received at the last quarter of the year

***Billings received in June 2024

INVESTMENT OBJECTIVE AND STRATEGY

The Fund, operating as a Feeder Fund, intends to achieve long-term capital growth by investing in a Target Fund that aims to provide returns in excess of the return of the MSCI Europe Index. Pursuant to existing BSP rules and regulations, as a Feeder Fund, this Fund is mandated to invest at least 90% of its assets in a single collective investment scheme.

CLIENT SUITABILITY

A client profiling process should 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 BPI European Equity Feeder Fund is for investors who:

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

Participation in the Fund shall be open to Participants with legal capacity to contract and who are not considered US persons under the US securities and tax laws, subject to the other conditions, rules or provisions stated in the Plan Rules and those established by the Trustee. No beneficial owner shall hold more than 10% of the Fund. Any investor who owns more than 10% shall be asked to redeem the amount (or its equivalent number of units) in excess of 10% within thirty (30) calendar days.

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.

Market/Price Risk: Investors are exposed to adverse changes in the prices of large cap stocks in the Eurozone, which may be brought about by adverse market conditions, unfavorable company earnings and valuations, and negative developments in the political and economic conditions of countries where investee companies are domiciled.

Liquidity Risk: Investors are exposed to the risk of loss due to the target fund's inability to convert security holdings to cash immediately or in instances where conversion to cash is possible but at a highly disadvantageous price due to limited participants in the market, low trading volumes, market disruptions, among others.

Country Risk: Investors are exposed to the risk of loss arising from negative developments in the political, economic and social conditions of countries, primarily in Europe, which may adversely affect the value of the feeder fund.

FX Risk: Investors are exposed to the risk of loss from a decline in the market value of the target fund when the market value of EUR denominated equity securities held by the target fund are translated to USD.

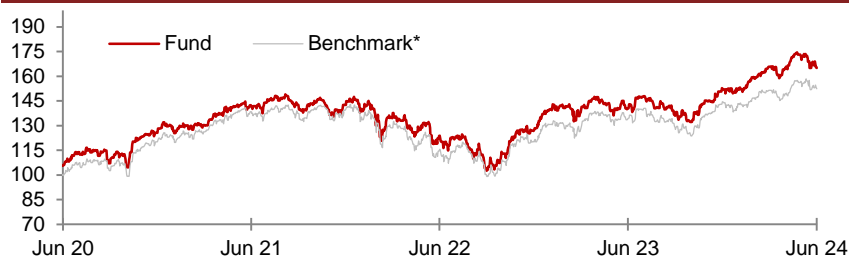
The Fund's investment outlets undergo proper screening and evaluation in accordance with the Trustee's accreditation process. The Fund may also use financial derivatives to hedge the portfolio against market and credit risks.

- **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 WILL 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 JUNE 28, 2024

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

NAVPU GRAPH



*MSCI Europe Index

CUMULATIVE PERFORMANCE (%) ²

	1 mo	3 mos	6 mos	1YR	3YRS	S.I. ³
Fund	-4.14	-0.43	8.50	15.50	17.77	64.98
Benchmark	-2.25	0.56	5.81	11.68	12.08	58.12

ANNUALIZED PERFORMANCE (%) ²

	1YR	2YRS	3YRS	4YRS	5YR	S.I. ³
Fund	15.50	16.90	5.60	11.67	8.86	5.18
Benchmark	11.68	16.63	3.87	10.93	7.13	4.73

CALENDAR YEAR PERFORMANCE (%) ²

	YTD	2023	2022	2021	2020	2019
Fund	8.50	18.50	-11.33	12.89	11.52	24.89
Benchmark	5.81	18.43	-14.01	15.50	5.69	24.75

PORTFOLIO COMPOSITION

Allocation	% of Fund
Target Fund	99.01
Cash & Equivalents	1.43
Others - Net of Liabilities ⁸	-0.44

Portfolio Allocation	% of Target Fund
United Kingdom	33.48
Germany	17.17
France	11.27
Belgium	6.02
Switzerland	5.87
Others	26.19

NAVPU over the past 12 months

Highest	174.49
Lowest	132.12

STATISTICS

Volatility, Past 1 Year (%) ⁴	13.73
Sharpe Ratio ⁵	0.74
Information Ratio ⁶	0.75

¹ Originally launched as BPI European Equity Index Feeder Fund. The Target Fund was switched from SPDR Euro Stoxx 50 ETF to Wellington Strategic European Equity Fund on April 1, 2016.

² Returns are net of fees.

³ Since Inception.

⁴ Measures the degree to which the Fund fluctuates vis-à-vis its average return over a period of time.

⁵ Used to characterize how well the return of a Fund compensates the investor for the level of risk taken. The higher the number, the better.

⁶ Measures reward-to-risk efficiency of the portfolio relative to the benchmark. The higher the number, the higher the reward per unit of risk.

⁷ Cost of buying/selling of shares/units of the Target Fund through dealers/brokers.

⁸ Includes accrued income, investment securities purchased, accrued expenses, etc.

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

TOP TEN HOLDINGS

Name	% of Target Fund
British Amer Tob PLC	4.91
Rheinmetall AG	3.52
Unilever PLC	3.27
Holcim AG	3.21
Erste Group Bank AG	3.02
UCB SA	2.93
BAE Systems PLC	2.91
Smiths Group PLC	2.84
Haleon PLC	2.83
QIAGEN NV	2.59

RELATED PARTY TRANSACTIONS*

The Fund has no transactions and outstanding investments with entities related to BPI Wealth - A Trust Corporation ("BPI Wealth")

*Related party in accordance with BPI Wealth's internal policy.

OTHER FUND FACTS

Fund Currency:	US Dollar	Fund structure:	UCITS (Dublin, Ireland)
Benchmark*:	MSCI Europe Index	Inception Date:	March 7, 2014
Name of Target Fund:	Wellington Strategic European Equity Fund	Trustee and Custodian:	State Street Custodial Services (Ireland) Limited
Regulator:	Central Bank of Ireland	Total Expense Ratio:	0.82%
Fund Manager:	Wellington Management International Ltd.		

The Fund Performance Report and relevant information about the Wellington Strategic European Equity Fund can be viewed and downloaded through www.wellington.com

OUTLOOK AND STRATEGY

Market Review. European equities declined in June as political turmoil in France rattled risk assets. The eurozone's recovery slowed, as the HCOB Flash Eurozone Composite PMI fell to 50.8 in June, from 52.2. However, the latest reading still signaled a fourth consecutive monthly increase in business activity, suggesting that GDP will continue to expand modestly in the second quarter. Against a better economic backdrop, the European Central Bank (ECB) lowered interest rates for the first time since September 2019 but signaled concerns about strong inflation pressures from elevated wage growth. The Swiss National Bank reduced rates for the second consecutive meeting, while the central banks of Sweden, Norway, and the UK left policy unchanged. Eurozone headline inflation slowed to 2.5% in June, while core inflation remained stable at 2.9%. Persistently high services inflation of 4.1% matched the seven-month high reached in May and will likely dissuade the ECB from cutting interest rates in July. Europe's manufacturing sector slipped further into contractionary territory in June, while services sector activity expanded for a fifth consecutive month. In France, President Macron shocked markets by calling a snap parliamentary election after his centrist alliance was trounced by Marine LePen's far-right movement in elections for the European Parliament, triggering a sell-off in French stocks and bonds. While the outcome of elections is uncertain, markets grew increasingly nervous about the country's high level of public debt and large deficit. The MSCI Europe Index returned -1.0% for the period. Within the index, 9 out of 11 sectors declined over the period, with information technology and health care as the top performing sectors.

Fund Performance. The fund returned -4.14% in June, underperforming the benchmark. Security selection within the fund detracted from performance.

Fund Strategy. European markets took a breather as central banks dampened hopes of a rapid rate cutting cycle. Inflation numbers also painted an unclear picture while the French parliamentary election as well as the upcoming British elections added to the uncertainty. Despite the market's rate-cut expectations, central banks continue signaling that interest rate levels may remain structurally higher than in the past. The level of longer-term yields will be a key element to watch, while the war in Ukraine and the Middle East also continue to impact broader market volatility. We are monitoring inflation and longer-term yield levels, recession risk, the situation in Ukraine and the Middle East and the evolving European regulatory framework. The fund will continue to assess companies for their long-term fundamental attractiveness based on the fund's investment criteria and incorporating the implications a recession may have on this.

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) Primarily in a single collective investment scheme whose investment objective is to provide investment results in excess of the return of the MSCI Europe Index; provided further that such CIS is approved or registered and supervised by a regulatory authority that is a member of the International Organization of Securities Commissions (IOSCO) and managed by reputable fund manager/s; provided further that the investment in the said collective investment scheme should at least be ninety percent (90%) of the total assets of the Fund. The Target Fund must be recognized as a collective investment scheme in its home jurisdiction by a regulatory authority or any regulatory authority acceptable to the BSP to supervise this CIS. Such collective investment scheme must not have any investment exposure in other collective investment schemes.
- (b) Primarily short-term tradable fixed-income instruments issued or guaranteed by the Philippine government or the BSP; tradable securities issued by the government of a foreign country, any political subdivision/agency of a foreign country or any supranational entity; tradable fixed-income instruments issued by foreign or local financial institutions or private corporations; exchange-listed securities; marketable instruments that are traded in an organized exchange; loans traded in an organized market; and, such other tradable investments outlets/categories as the BSP may allow. Provided, that, a financial instrument is regarded as tradable if two-way prices are quoted, readily available or regularly available from an exchange, dealer, broker, industry group, pricing service or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis.
- (c) Primarily short-term tradable fixed-income instruments issued, underwritten, or otherwise dealt by BPI and/or any of its subsidiaries, affiliates, their successors-in-interest or assignees, their directors, officers, stockholders, and related interest, and any of their trust and fund managed accounts, under such terms and conditions as the Trustee may deem to be in the best interest of the Fund; and, any such other instruments as may be allowed under BSP regulations. Investment with related interests shall be in accordance with Subsection X410.12 (a) of the Manual of Regulations for Banks.
- (d) The principal investments of the Fund will be denominated in, but not limited to the U.S. Dollar.
- (e) Bank deposits, BSP special deposit account or tradable debt instruments issued by the BSP.
- (f) Such other investments allowed under regulations issued by the BSP.

INVESTMENT OBJECTIVE OF TARGET FUND

The Wellington Strategic European Equity Fund seeks long-term total return (that is capital gain and yield). The Portfolio seeks to achieve this objective by investing predominantly in a diversified portfolio of European-domiciled companies that enjoy earnings and cash flow growth that are greater than the average earnings and cash flow growth of constituents of the MSCI Europe Index.

- BPI Wealth is a subsidiary of the Bank of the Philippine Islands. For inquiries and comments, please send us a message through bpiwealth@bpi.com.ph or by visiting www.bpi.com.ph/contactus. You may also call our 24-hour BPI Contact Center at (+632) 889 10000.
- BPI Wealth as Trustee/Investment Manager is regulated by the Bangko Sentral ng Pilipinas. <https://www.bsp.gov.ph>