

**ODYSSEY DIVERSIFIED BALANCED FUND**Key Information and Investment Disclosure Statement  
As of January 31, 2025**FUND FACTS**

<b>Classification:</b>	Multi-Asset Fund	<b>Net Asset Value per Unit (NAVPU):</b>	Php 199.37
<b>Launch Date:</b>	May 12, 2006	<b>Total Fund NAV (Mn):</b>	Php 681.96
<b>Minimum Investment:</b>	Php 10,000.00	<b>Dealing Day:</b>	Daily up to 2:00 PM
<b>Additional Investment:</b>	Php 5,000.00	<b>Redemption Settlement:</b>	T+2 End-of-Day
<b>Minimum Holding Period:</b>	None	<b>Early Redemption Charge:</b>	None

**FEES\***

<b>Trustee Fees:</b> 0.1275%* 1.50% per annum	<b>Custodianship Fees:</b> 0.0006%**	<b>External Auditor Fees:</b> 0.0000%***	<b>Other Fees:</b> 0.0000%
BPI Wealth	DB AG Manila Branch	Isla Lipana	None

\*Monthly rate: billings received for January 2025 divided by the average daily NAV for the same month valued at Php 701.24 Mn

\*\*Monthly rate: billings received for December 2024 divided by the average daily NAV for the same month valued at Php 715.89 Mn

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

**INVESTMENT OBJECTIVE AND STRATEGY**

The Fund aims to achieve long-term capital and income growth by investing in a diversified portfolio of fixed income and equity securities. The Fund aims to outperform its benchmark which is composed of 50% BPI Philippine Government Bond Index and 50% Philippine Stock Exchange Total Return Index (PSEi TRI).

**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 Diversified Balanced Fund is suitable for investors who:

- Are at least classified as aggressive based on their risk profile
- Have an investment horizon 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.

**Interest** Investors are exposed to adverse changes in the prices of domestic fixed income securities due to a rise in interest

**Rate Risk:** rates, which generally causes fixed income security prices to decline. Factors/ events that may lead to a rise in interest rates include adverse market conditions, issuer-specific factors/ events and/ or negative developments in domestic political and economic conditions..

**Equity** Investors are exposed to adverse changes in the prices of stocks listed in the Philippine Stock Exchange, which  
**Price Risk:** 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** Investors are exposed to the risk of loss due to the fund's inability to convert fixed income and equity security  
**Risk:** 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** Investors are exposed to actual or potential conflicts of interest in the handling of related party transactions by the  
**Party Risk** Trustee, specifically, time deposit placements with the Trustee's own bank and/ or its subsidiary, purchase of debt and equity securities issued by related parties, as well as the execution of trade transactions with related counterparties.

**Credit/** Investors are exposed to the risk of loss due to the failure of the borrower/ debt issuer to make timely interest and/  
**Default** or principal payments on its deposit liabilities, loans, bonds or other debt instruments due to a deterioration in the  
**Risk** borrower's/ issuer's financial condition or external factors and events that may affect its ability to repay financial obligations such as negative developments in domestic political and economic conditions.

In accordance with the provisions in the Declaration of Trust, the Fund employs a risk management policy based on duration. 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.**

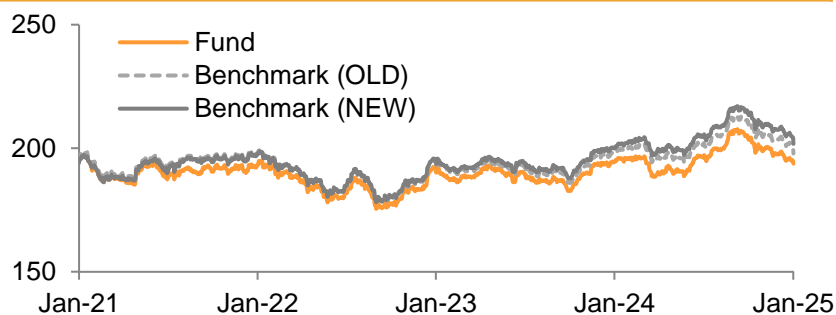
• **THE TRUSTEE IS NOT LIABLE FOR ANY LOSS UNLESS UPON WILLFUL DEFAULT, BAD FAITH OR GROSS NEGLIGENCE.**

• **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 JANUARY 31, 2025

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

### NAVPU GRAPH



\*(NEW) 50% return of the BPI Philippine Government Bond Index, 50% PSEi TRI

\*\* (OLD) 50% return of the BPI Philippine Government Bond Index, 50% PSEi

### CUMULATIVE PERFORMANCE (%) <sup>2</sup>

	1 mo	3 mos	6 mos	1 YR	3 YRS	S.I. <sup>3</sup>
<b>Fund</b>	-3.50	-7.84	-3.47	-3.02	-3.59	99.37
<b>Benchmark</b>	-4.92	-9.22	-4.49	-3.40	-6.04	177.90

### ANNUALIZED PERFORMANCE (%) <sup>2</sup>

	1 YR	2 YRS	3 YRS	4 YRS	5 YRS	S.I. <sup>3</sup>
<b>Fund</b>	-3.02	-0.35	-1.21	-0.24	0.29	3.75
<b>Benchmark</b>	-3.40	-1.09	-2.06	-0.48	0.05	5.61

### CALENDAR YEAR PERFORMANCE (%) <sup>2</sup>

	YTD	2024	2023	2022	2021	2020
<b>Fund</b>	-3.50	1.80	4.77	-4.43	-3.01	2.95
<b>Benchmark</b>	-4.92	3.05	3.36	-5.54	-1.18	1.87

### PORTFOLIO COMPOSITION

Allocation	% of Fund
Equities	47.01
Government Bonds	43.24
Corporate Bonds	2.78
Cash and cash equivalents	6.90
Other Receivables – Net of Liabilities	0.07

### Sector Holdings

Holding Firms	11.51
Financials	11.85
Property	7.41
Services	9.40
Industrials	6.84
Mining and Oil	0.00

### NAVPU over the past 12 months

Highest	222.94
Lowest	196.64

### STATISTICS

Weighted Ave Duration (Yrs)	6.15
Portfolio Beta	0.99
Volatility, Past 1 Year (%) <sup>4</sup>	8.16
Sharpe Ratio <sup>5</sup>	-0.93
Information Ratio <sup>6</sup>	0.23
Current Number of Holdings	34

<sup>1</sup>On November 1, 2012, the bond portion of the Fund's benchmark was changed from HSBC Phil. Liquid Bond Index.

<sup>2</sup>Returns are net of fees.

<sup>3</sup>Since inception.

<sup>4</sup>Measures the degree to which the fund fluctuates vis-à-vis its average return over a period of time. The higher the number, the better.

<sup>5</sup>Used to characterize how well the return of a Fund compensates the investor for the level of risk taken.

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

<sup>7</sup>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 Fund
Fixed Rate Treasury Note	01/25/2034	10.76
Fixed Rate Treasury Note	11/24/2042	9.60
Retail Treasury Bond	02/28/2029	6.67
Time Deposit		6.16
SM Investments Corporation		5.91
Bank of the Philippine Islands		5.74
SM Prime Holdings, Inc.		4.45
Fixed Rate Treasury Note	05/23/2044	4.30
Fixed Rate Treasury Note	10/20/2032	4.30
BDO Unibank, Inc.		4.23

### 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 Wealth - A Trust Corporation ("BPI Wealth"):

ACEN Corporation – Php 0.54 Million  
 Ayala Corporation – Php 15.77 Million  
 Ayala Land Inc. – Php 24.11 Million  
 Bank of the Philippine Islands – Php 39.14 Million  
 Globe Telecom Inc. – Php 13.76 Million

Investments in the said outlets were approved by the BPI Wealth'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 Wealth's internal policy.

## BENCHMARK INFORMATION

**Name:** The PSEi Total Return Index (PSEi TRI)

**Date of Change:** January 2, 2025

**Description and Reason for Change:** The Philippine Stock Exchange Index or PSEi is the main index of the Philippine Stock Exchange. The PSEi is a free float-adjusted market capitalization-weighted index of the 30 largest and most active common stock. The PSEi Total Return Index (PSEi TRI) covers both price performance and income from dividend payments by reinvesting cash dividends back to the PSEi according to each constituent's respective market capitalization weightings. The change in the fund's benchmark from PSEi to PSEi TRI is mainly to satisfy the characteristics of a valid benchmark for a UITF in the BSP Circular No. 1178, and to conform with the Global Investment Performance Standards (GIPS) requirement for firms to select an appropriate total return benchmark when available.

*Information about the benchmark may be accessed through Philippine Stock Exchange <https://www.pse.com.ph/>. Alternatively, participants may request information from BPI Wealth at [bpiwealth.com.ph](https://www.bpiwealth.com.ph).*

## OUTLOOK AND STRATEGY

**Market Review.** Domestic fixed income investments performed well in January 2025, with the BPI GS Overall Index up 0.57%. This was due to steady income from bonds and falling yields, as people expect the Bangko Sentral ng Pilipinas (BSP) to cut rates in February after the Philippine economy grew slower than expected in the last quarter of 2024. The economy grew by 5.2%, which was below expectations, partly due to multiple typhoons. Inflation rose to 2.9% in December, driven by higher vegetable prices, utility costs, and transport expenses. The BSP is expected to cut the policy rates by a total of 0.5% (50 basis points) in 2025.

The Philippine Stock Exchange Index (PSEi) took a dive to start a year amidst a lackluster month. Investors erred on the side of caution on persisting concerns over the Trump 2.0 presidency and less favorable domestic economic data. Trading activity accelerated in the latter part of the month following the PSE semi-annual index review or PSE rebalancing where China Banking Corp (CBC) and AREIT Inc (AREIT) got included in the 30 names basket, replacing Wilcon Depot Inc (WILCON) and Nickel Asia Corp (NIKL). The PSEi began 2025 by falling 10.20% month-on-month to 5,862.59

Trading activity, as measured by the Average Daily Turnover, improved by 1.11% to Php4.88 billion in January. This was mainly lifted by the PSE rebalancing in the last trading day of the month. Prior to the day, the Average Daily Turnover only recorded at Php4.10 billion. In terms of foreign activity, foreigners were net sellers with US\$113 million outflow. Top foreign sold stocks were ALI (-US\$21.2 million), MBT (-US\$20.6 million), and BDO (-US\$19.5 million). Foreign participation in January was at 49%.

On a per stock basis, the top three index gainers for the month include: CBC (+46.46%), AREIT (+10.67%) and TEL (+3.47%). Meanwhile, the bottom three performers include: WLCN (-41.26%), NIKL (-37.82%) and AGI (-33.33%).

**Fund Performance.** The Fund returned -3.50% in January, outperforming the benchmark by 142 basis points. Year-to-date, the Fund registered a loss of -3.50%, above the benchmark by 142 basis points.

**Fund Strategy.** The Fund looks to gradually increase its duration position as interest rates are expected to fall over the next few months. Local inflation has settled within the BSP's target in the past months and is expected to be manageable. After easing its policy rates by 75 basis points in 2024, the BSP remains vigilant in monitoring inflation figures before easing rates further. Volatility may persist in the near term driven by global factors, and the portfolio will be actively managed to take advantage of this. Investors in a bond fund must be prepared to withstand volatility as higher investment value is typically achieved over the medium to long term. As for Equities, the Fund will accumulate on market dips as volatility from the upcoming Trump 2.0, geopolitical risks coupled with thin market liquidity continue to persist. The Fund's preference is for companies with leading market capitalization and good fundamentals as well as defensive and high-yielding stocks.

## 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) Bank deposits and such other investments allowed under regulations issued by the BSP;
- (b) Securities issued by or guaranteed by the Philippine government, or by the BSP;
- (c) Tradable securities issued or guaranteed by multilateral institutions such as the Asian Development Bank (ADB), International Monetary Fund (IMF) and World Bank;
- (d) Tradable securities issued by the government of a foreign country, any political subdivision of a foreign country or any supranational entity;
- (e) Exchange-listed securities;
- (f) Marketable instruments that are traded in an organized exchange;
- (g) Loans traded in an organized market; and
- (h) Such other tradable investments outlets/categories as may be approved by the relevant authority and allowed by the BSP.

*BPI Wealth is a subsidiary of the Bank of the Philippine Islands. For inquiries and comments, please send us a message through <https://www.bpi.com.ph/contactus> or 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>*