

**BPI ASSET MANAGEMENT AND TRUST CORPORATION
ODYSSEY ASIA PACIFIC HIGH DIVIDEND EQUITY FUND
KEY INFORMATION AND INVESTMENT DISCLOSURE STATEMENT
As of August 31, 2018**

FUND FACTS

Classification:	Equity Fund	Net Asset Value per Unit (NAVPU):	USD 11.28
Launch Date:	May 20, 2008	Total Fund NAV (Mn):	USD 15.13
Minimum Investment:	USD 5,000.00	Dealing Day:	Daily up to 2:00 PM
Additional Investment:	USD 1,000.00	Redemption Settlement:	T+6 1:00 PM
Minimum Holding Period:	None	Early Redemption Charge:	None

FEES

Trustee Fees: 1.75%	Custodianship Fees: 0.6834%	External Auditor Fees: 0.0315%	Other Fees: 0.00%
BPI Asset Management (Sub-Manager: JP Morgan Asset Management)	HSBC	Isla Lipana	None
As a percentage of average daily NAV for the quarter valued at USD15.14Million	Billings in 2017 divided by the average daily NAV	Billings in 2017 divided by the average daily NAV	

INVESTMENT OBJECTIVE AND STRATEGY

The objective of this Fund is to pursue long term capital appreciation by investing in a diversified portfolio of attractively priced stocks with high dividend yields in the Asia Pacific region. The Fund aims to outperform its benchmark, the MSCI AC Asia Pacific ex-Japan Total Return Index.

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 Odyssey Asia Pacific High Dividend 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.

Market/Price Risk: Investors are exposed to adverse changes in the prices of high dividend yield stocks in the Asia Pacific Region, which may be brought about by adverse stock market conditions, unfavorable company earnings and valuations and negative developments in the political and economic conditions of countries in the Asia Pacific Region.

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 participants in the market, low trading volumes or 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 in the Asia Pacific region, which may adversely affect the prices of its stocks.

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

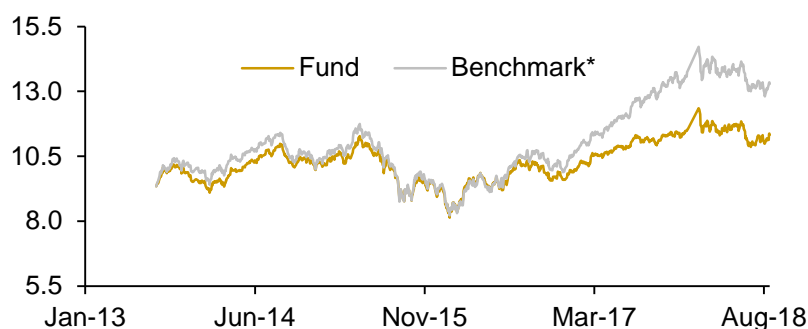
The Fund's investment outlets undergo proper screening and evaluation in accordance with the Trustee's accreditation process and minimum regulatory requirements. Regulatory exposure limits and asset allocation ranges as provided in the Fund's Plan Rules are strictly adhered to and monitored on a regular 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 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.**

FUND PERFORMANCE AND STATISTICS AS OF AUGUST 31, 2018

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

NAVPU GRAPH



Benchmark* : MSCI AC Asia Pacific ex-Japan Total Return Index

NAVPU over the past 12 months

Highest	12.35
Lowest	10.86

STATISTICS

Portfolio Beta	0.93
Volatility, Past 1 Year (%) ²	11.10
Sharpe Ratio ³	-0.05
Information Ratio ⁴	-0.40
Current Number of Holdings	69

CUMULATIVE PERFORMANCE (%) ¹

	1 mo	3 mos	6 mos	1YR	3YRS	S.I
Fund	0.00	-2.25	-3.59	0.98	22.34	12.80
Benchmark	-1.12	-3.81	-5.79	3.08	43.03	44.78

ANNUALIZED PERFORMANCE (%) ¹

	1YR	2YRS	3YRS	4YRS	5YRS	S.I
Fund	0.98	5.47	6.95	0.95	3.85	1.18
Benchmark	3.08	12.68	12.67	3.97	7.18	3.66

CALENDAR YEAR PERFORMANCE (%) ¹

	YTD	2017	2016	2015	2014	2013
Fund	-2.25	20.33	3.45	-9.91	7.08	-5.41
Benchmark	-4.22	37.63	6.18	-9.47	3.71	2.65

¹Returns are net of fees.

²Measures the degree to which the Fund fluctuates vis-à-vis its average return over a period of time.

³Used to characterize how well the return of a Fund compensates the investor for the level of risk taken. The higher the number, the better.

⁴Measures reward-to-risk efficiency of the portfolio relative to the benchmark. The higher the number, the higher the reward per unit of risk.

⁵Since inception.

⁶Includes accrued income, investment securities purchased, accrued expenses, etc.

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

PORTFOLIO COMPOSITION

Allocation	% of Fund
Equities	94.64
Cash	7.22
Time deposits and money market	-
Other receivables - net of liabilities	-1.86
Top Five Sector Holdings	% of Equities
Financials	38.87
Real Estate	18.06
Information Technology	12.99
Industrials	11.52
Utilities	7.10
Top Five Country Weightings	% of Equities
China	26.96
Hong Kong	13.85
Singapore	13.82
Australia	13.74
Korea	12.85

TOP TEN HOLDINGS

Name	% of Equities
Taiwan Semiconductor Manufacturing	4.77
Korea Electric Power	4.19
Samsung Electronics	3.57
BOC Hong Kong	3.48
DBS Group Holdings	3.35
HSBC Holdings	3.32
United Overseas Bank	3.20
Bangkok Bank	3.12
Shinhan Financial Group	2.80
China Life Insurance	2.64

RELATED PARTY TRANSACTIONS*

The Fund has no transactions and outstanding investments with entities related to BPI Asset Management and Trust Corporation (BPI AMTC).

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

OUTLOOK AND STRATEGY

Market Review. Asian equities fell in August. Modest outperformance in Philippines, Thailand, Korean and Indian markets was offset by a strong pullback in Chinese and Australian markets. Despite upbeat US economic data and strong corporate earnings season, markets remained range-bound as investor sentiment was weighted down by escalation in trade tensions, sharp sell-off in Turkish assets and EM FX weakness.

ASEAN continued to outperform over the month. Philippines was supported by a proactive monetary policy stance. Despite soft CPI prints, Indonesia also hiked 25bps to stabilize the currency, bringing the YTD rate hike to 125bps. Thailand benefitted from its lower currency risk driven by high current account surplus and FX reserves, as well as a small beat in 2Q GDP. The Singapore market lagged the region slightly due to a lackluster set of 2Q results and ongoing listlessness in the property market post the surprise tightening measures announced the month before. In Taiwan, financials, commodities and defensives such as staples and telecom outperformed, while technology underperformed as market turned risk-off. Indian equities moved higher, led by weak currency beneficiaries such as Healthcare, and IT.

China fell in August and underperformed the region. Markets were hit by Trump announcement of 25% tariffs on an additional \$200bn worth of Chinese imports. China's July macro disappointed, led by further deceleration in infrastructure investments. Earnings season was mixed with energy and financials generally meeting expectations, while technology and consumer sectors missed on higher expenses and/or investments as well as currency headwinds. Hong Kong equities declined as concerns over Chinese tourism spending amid macro and currency depreciation weighted on Macau gaming and consumption related names. Australia was dragged by the weakening currency on the back of lower commodity prices. The ongoing trade tensions and the fall in big banks triggered by the political circus also weighed on the market.

Fund Performance. The fund outperformed the benchmark in August.

On the positive side, stock selection in China and Taiwan added value. In China, PC maker Lenovo rallied as it delivered another strong quarter of fundamental improvement. This was driven mainly by the PC segment while losses in smartphone and data centre also narrowed. At the same time, not owning internet/ eCommerce names also helped as they pulled back. In Taiwan, hardware name Zhen Ding reported stronger than expected results particularly on the margin. Yuanta Financial also posted good results thanks to strong market activity and net interest margin expansion. Other top contributors include Australian insurance QBE which finally delivered a beat driven by all three regions. Selective Thai bank and REITs also performed well.

On the negative side, stock selection in Korea hurt as utility company KEPCO remain under pressure due to earnings volatility. Stock is now trading below 0.3x price-to-book. Elsewhere, China Life was among the key detractors. Though the company already came out with a profit alert last month, it didn't help that 1H18 operating metrics lagged peers. We believe a lot of negative concerns have been factored in and the expected return remains attractive. The Chinese power plant sector also suffered this month.

Fund Strategy. While we acknowledge that the risk to global growth and equity markets has risen over this year, we believe contagion is not a significant risk for most emerging markets, including Asia. Asian economies and equity markets are only 2-3 years into the recovery from the 2015/16 downturn, which was led by commodity prices. Our base case is that we are in mid-cycle and that is supported by current profitability, which has recovered but is not excessive, and valuations, which are actually still below long term averages.

That said, as portfolio constructors we need to consider the risks and prepare for the potential arrival of the late cycle in Asia. Our focus on identifying income with value and low beta characteristics should allow us to outperform during initial upturn of cycle as well as late cycle to down cycle. Over the last few months, defensives have entered our sweetspot and we have added to regulated utilities, toll road and REITs. This resulted in a more balanced portfolio of financials and defensives.

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;
- b) Primarily short-term securities issued by or guaranteed by the Philippine government, or by the BSP;
- c) 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;
- d) Primarily short-term tradable securities issued by the government of a foreign country, any political subdivision of a foreign country or any supranational entity;
- e) Primarily short-term exchange-listed securities and warrants of such securities;
- f) Primarily short-term marketable instruments that are traded in an organized exchange;
- g) Primarily short-term loans traded in an organized market;
- h) Such other tradable investments outlets/categories as may be approved by the relevant authority and allowed by the BSP; and
- i) Allowable investments denominated in any acceptable foreign currency.

BPI Asset Management and Trust Corporation (BPI AMTC) is a subsidiary of the Bank of the Philippine Islands. For any inquiries and complaints relating to our services and products you may call our hotline: 89-100, or send an email at bpi_asset_management@bpi.com.ph or write a letter addressed to BPI Asset Management – Consumer Protection, 17F, BPI Building, Ayala Ave. cor. Paseo De Roxas, Makati City, 1226. BPI AMTC as Trustee / Investment Manager is regulated by the Bangko Sentral ng Pilipinas (BSP) with telephone number (632) 708-7087 and email address: consumeraffairs@bsp.gov.ph. To know your rights under BSP Circular No. 857 (Regulations on Financial Consumer Protection), please access a copy at our website: www.bpiassetmanagement.com.