

#### Investment Objective

The Fund aims to achieve long-term capital growth by investing in a diversified portfolio of equity and fixed income securities. The Fund aims to provide excess return over the composite benchmark, 50% Philippine Stock Exchange index (PSEI) and 50% return of the 91-day Philippine Treasury Bill, net of tax.

#### Figures as of 09/30/2013

##### Cumulative Performance (%)<sup>1</sup>

	1 mo	1YR	3YRS	5YRS	S.I. <sup>3</sup>
Fund	2.23	10.57	29.36	81.66	122.43
Benchmark <sup>2</sup>	1.00	8.20	27.61	76.53	120.66

##### Annualized Performance (%)<sup>1</sup>

	1YR	2YRS	3YRS	4YRS	5YRS	S.I. <sup>3</sup>
Fund	10.57	14.19	8.96	14.15	12.68	9.87
Benchmark <sup>2</sup>	8.20	13.39	8.47	13.22	12.04	9.76

##### Calendar Year Performance (%)<sup>1</sup>

	YTD	2012	2011	2010	2009	2008
Fund	5.37	16.08	-0.72	37.39	20.27	-26.80
Benchmark <sup>2</sup>	3.49	17.13	2.81	20.41	33.32	-22.30

<sup>1</sup> Returns are net of fees. Past performance is not an indication of future returns.

<sup>2</sup> The Benchmark of the fund is 50% PSEI / 50% 91-day Philippine Treasury Bill. Prior to 2009, the Benchmark was 50% PSEI/50% 1-Year Philippine Treasury bill.

<sup>3</sup> Since Inception

#### Key Figures and Statistics

Net Asset Value per Unit (NAVPU)	PHP	152.63
Total Fund NAV (Mn)	PHP	3,427.62
Average Daily NAV for the Quarter (Mn) <sup>4</sup>	PHP	3,375.15
Current Number of Holdings		36
Information Ratio <sup>5</sup>		0.41
Sharpe Ratio <sup>5</sup>		0.63

Statistics (Past 5 Years)	Fund	Benchmark
Annualized Return (net)	12.68%	12.04%
Annualized Volatility (%)	13.49%	11.23%
Portfolio beta	1.00	

#### General Information

Launch Date	April 4, 2005	
Fund Structure	Unit Investment Trust Fund	
Fund Classification	Balanced Fund	
Fund Currency	Philippine Peso	
Minimum Initial Investment	PHP	10,000.00
Minimum Transaction	PHP	1,000.00
Minimum Holding Period	None	
Days to Settlement (Contribution)	Day 1 End-of-Day	
Days to Settlement (Redemption)	1:00PM Day 4	
Management/Trust Fee <sup>6</sup>	1.50% per annum / 0.37% per quarter	
Custodianship Fees <sup>6</sup>	0.004% per quarter	
External Audit Fees <sup>7</sup>	0.01%	
Valuation Methodology	Marked-to-Market	
External Auditor	Isla Lipana & Co.	
Available Through	BPI Branches www.bpiexpressonline.com	
Trustee	Bank of the Philippine Islands	
Third Party Custodian	HSBC, Ltd. (Philippines)	
Dealing Cut-Off	2:30 PM	

#### Manager's Report

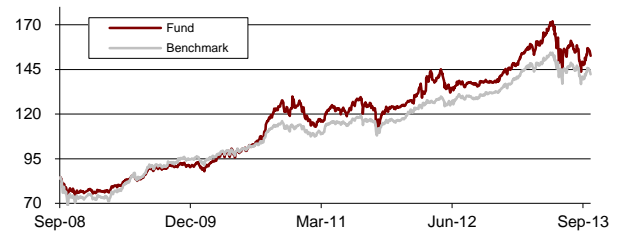
**Local Market Review:** The Philippine market recovered some ground this month, rising 1.9% to close at 6,191.80. Local markets would have ended much higher (approx. 5%) were it not for the surprising sell-off on the 30th of September causing the index to give away 3.0% day-on-day. Foreigners turned net buyers once again with inflows bolstered by the back door listing of Emperador Distillers, Inc. Macroeconomic indicators remain strong with a surplus in our Balance of Payments, healthy overseas remittances, and continued benign inflation.

Larger conglomerates were the clear outperformers for the month with SM Investments Corporation (+16.4%) and Ayala Corporation (+10.1%) posting double digit growth. DMCI Holdings, Inc. (-4.7%) and Metro Pacific Investments Corporation (-14.3%) on the other hand, succumbed to selling pressure after the (Metropolitan Waterworks and Sewerage System) MWSS released its Rate Rebasing Determination. The regulator's decision was to cut Manila Water Company's and Maynilad's opening cash positions, threatening each company's earnings. Both concessionaires are entering into arbitration.

**Fund Performance:** The Fund gained 2.23% for the month against its benchmark's 1.00% advance.

**Strategy:** We plan on picking up defensive issues on dips and increase overall equity exposure in anticipation of a fourth quarter run-up.

#### NAVPU Graph



#### Allocation

Portfolio Composition: Equities 58.20%, Fixed Income 14.95%, Cash and Other Receivables 26.85%

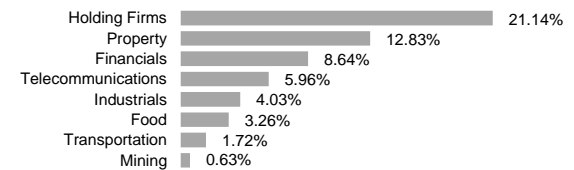
#### Top Equity Holdings

Name	Main Business	% of Fund
SM Investments Corp	Holding Firms	6.87%
Ayala Corp	Holding Firms	6.38%
Ayala Land Inc	Property	6.38%
Philippine Long Distance Telephone Co	Telecommunications	5.96%
Metropolitan Bank & Trust	Financials	3.47%

#### Top Bond Holdings

Name	Yield <sup>8</sup>	Maturity	% of Fund
Fixed Rate Treasury Notes 5.0000%	2.42%	8/18/2018	5.72%
Fixed Rate Treasury Notes 5.9100%	2.32%	1/31/2018	2.81%
Fixed Rate Treasury Notes 3.8800%	2.65%	11/22/2019	2.77%
Fixed Rate Treasury Notes 7.3000%	1.86%	9/4/2016	1.88%
Fixed Rate Treasury Notes 7.3000%	2.59%	7/19/2019	1.78%

#### Sector Holdings (Equity Portion)



Any prospective investment shall be limited to the type of investments described in the Declaration of Trust for the Fund.

#### Risk Disclosure

The Fund is suitable for investors with an aggressive risk profile or for those who have medium- to long-term views. Prior to investment in the Fund, the investor 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. As a marked-to-market UITF, the Fund's net asset value and total return may fluctuate as a result of movements in stock prices and interest rates. On redemption of units, an investor may receive an amount less than the original amount of investment. Liquidity risk also needs to be taken into account.

<sup>4</sup> Average daily NAV for the past three months.

<sup>5</sup> The Information Ratio evaluates reward-to-risk efficiency relative to the benchmark, while the Sharpe Ratio evaluates reward-to-risk efficiency relative to the risk free rate. The higher the number, the higher the reward per unit of risk. Sharpe and Information Ratios between funds of different classifications are non-comparable.

<sup>6</sup> Trust fees/custodianship fees as a percentage of average daily NAV for the quarter.

<sup>7</sup> External Audit fees as a percentage of 2012 end-year NAV.

<sup>8</sup> Net of tax.

\* Plan rules are available upon request.

