

#### 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 Treasury Bill, net of tax.

#### Figures as of 03/31/2012

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

	1 mo	1YR	3YRS	5YRS	S.I. <sup>3</sup>
Fund	9.01	21.70	81.32	47.45	109.73
Benchmark <sup>2</sup>	2.21	13.78	82.48	37.93	91.60

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

	1YR	2YRS	3YRS	4YRS	5YRS	S.I. <sup>3</sup>
Fund	21.70	22.43	21.94	11.98	8.08	11.17
Benchmark <sup>2</sup>	13.78	15.29	22.20	9.13	6.64	9.75

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

	YTD	2011	2010	2009	2008	2007
Fund	15.32	-0.72	37.38	20.28	-26.80	11.42
Benchmark <sup>2</sup>	8.55	2.81	20.41	33.32	-22.30	12.06

<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-d T-Bills. Prior to 2009, the Benchmark was 50% PSEI/50% 1-Year T-bills.

<sup>3</sup> Since inception

#### Key Figures and Statistics

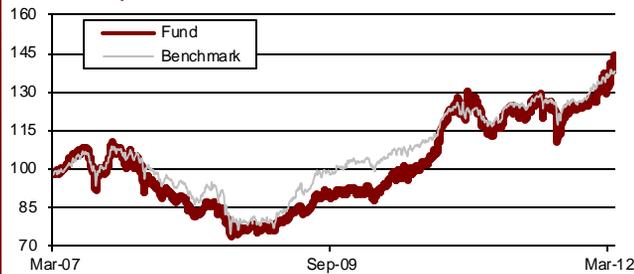
Net Asset Value per Unit (NAVPU)	PHP	143.91
Total Fund NAV (Min)	PHP	782.87
Current Number of Holdings		16
Information Ratio <sup>4</sup>		0.93
Sharpe Ratio <sup>5</sup>		1.33

Statistics – Past 5 Years	Fund	Benchmark
Annualized Return (net)	8.08%	6.64%
Annualized Volatility (%)	13.49%	12.61%
Portfolio beta		1.05

#### General Information

Launch Date	April 4, 2005	
Fund Structure	Unit Investment Trust Fund	
Fund Classification	Balanced Fund	
Fund Currency	Philippine Peso	
Minimum Holding Period	90 calendar days	
Minimum Initial Investment <sup>6</sup>	PHP	10,000.00
Minimum Transaction <sup>6</sup>	PHP	1,000.00
Early Redemption Fee	0.50%	
Management/Trust Fee	1.50% per annum / 0.37% per quarter <sup>6</sup>	
Custodianship Fees	0.001% per quarter <sup>6</sup>	
External Audit Fees	0.01% <sup>7</sup>	
Valuation Methodology	Marked-to-Market	
Special Expense <sup>8</sup>	PHP 2,000.00 per annum	
External Auditor	Isla Lipana & Co.	
Receiving Banks	BPI Branches	
Trustee	Bank of the Philippine Islands	
Third Party Custodian	HSBC, Ltd. (Philippines)	
Dealing Cut-Off	2:30 PM	

#### NAVPU Graph



#### Allocation

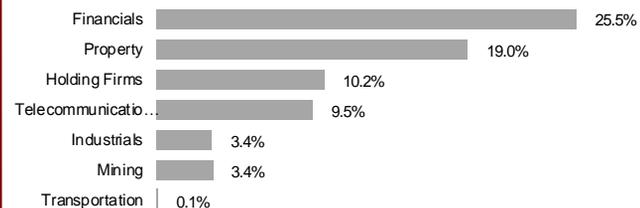
Portfolio Composition: Equities 71.2%, Cash, Fixed Income and Other Receivables 28.8%

#### Top Equity Holdings

Name	Main Business	% of Fund
Cebu Holdings, Inc.*	Property	16.24%
Union Bank of the Philippines	Financials	11.49%
Bank of the Philippine Islands	Financials	10.60%
DMCI Holdings, Inc.	Holding Firms	7.10%
Philippine Long Distance Tel. Company	Telecommunications	6.22%
The Philippine Stock Exchange	Financials	3.46%
Semirara Mining Corporation	Mining	3.43%
Manila Water Company, Inc.	Industrials	3.41%
Globe Telecom, Inc.	Telecommunications	3.31%

\*Shares were purchased in March 2012 from BPI Capital Corp., a wholly-owned subsidiary of BPI. As of April 10, 2012, outstanding exposure is 10.41% of the Fund.

#### Sector Holdings (Equity Portion)



Any prospective investments 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. As a marked-to-market UTF, the Fund's net asset value and total return may fall as well as rise as a result of stock prices and interest rates movements. On redemption of units, an investor may receive an amount less than the original amount of investment.

<sup>4</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>5</sup> Contribution rounded down/ redemption rounded off to the nearest whole unit.

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

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

<sup>8</sup> For publication expense.

#### Manager's Report

**Local Market Review:** The Philippine Stock Exchange index completed the month of March again in positive territory, gaining 4.29% month-on-month. Lessening pressures from global markets shifted investor attention to the strong macroeconomic backdrop of the country. The PSEI closed at a new historical high of 5,145.89 on March 16 and is consolidating to form a new support level at 5,000. In addition, average daily volume traded for the month was US\$180 million, 38% higher year-on-year. Foreign investors were net buyers at US\$216 million (ex-cross) for the month of March, a 380% uptick from March 2011's level of US\$45 million (ex-cross).

Consumer names such as JFC (+17% MoM) and URC (+15%), and infrastructure conglomerates MPI (+17%) and DMC (+9%) lead the index in terms of returns. The financial sector continues to be the top-performing sector, returning 30% year-to-date. Banks posted double-digit growth in profitability, growing net income by 15% year-on-year from Pnp83 billion to Pnp96 billion on the back of higher trading gains and lower provisions for bad debts.

On the macro side, inflation stayed low at 2.7% in February, hitting the lower end of the target of the Bangko Sentral ng Pilipinas which was between 2.7% to 3.6%. This bodes well for the economy as the Monetary Board has signified its intent to induce more growth-stimulating policies for this year. In addition, we expect strong growth from the infrastructure sector as the government promised to hasten the roll-out of 8 big-ticket projects this year, aiming to offer 3 to 5 projects for the first half of 2012.

**Fund Performance:** The Fund outperformed its benchmark by 680 basis points during the month, returning 9.01% in March.

**Strategy:** We are keeping our year-end target at 5,500 due to improving investor sentiment abroad, strong macroeconomic fundamentals, and a benign inflation scenario resulting to an accommodative monetary policy. We continue to expect the banking and the real estate sectors to outperform the index given the low interest rate regime. For the upcoming quarter, infrastructure companies may post strong gains as developments in the government's infrastructure plans unfold.

