

### 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 11/30/2011

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

	1 mo	1YR	3YRS	5YRS
Fund	-1.03	3.27	59.10	36.93
Benchmark <sup>2</sup>	-1.38	-1.49	61.05	34.16

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

	1YR	2YRS	3YRS	4YRS	5YRS
Fund	3.27	15.78	16.74	4.22	6.49
Benchmark <sup>2</sup>	-1.49	10.18	17.22	3.64	6.05

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

	YTD	2010	2009	2008	2007	2006
Fund	-2.30	37.38	20.28	-26.80	11.42	26.31
Benchmark <sup>2</sup>	0.81	20.41	33.32	-22.30	12.06	23.35

<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. PSEi is a barometer of stock price movements in the Philippine Stock Exchange.

### Key Figures and Statistics

Net Asset Value per Unit (NAVPU)	PHP	122.81
Total Fund NAV (Mln)	PHP	798.54
Par Value	PHP	100.00
Current Number of Holdings		36

Risk Characteristics	Past 12 Months			
	Past 1YR	Low	High	Average
Volatility <sup>3</sup>	15.26%	12.64%	15.56%	13.77%
Information Ratio <sup>4</sup>	0.43			

### General Information

Launch Date	April 4, 2005
Fund Structure	Unit Investment Trust Fund
Fund Classification	Balanced Fund
Fund Currency	Philippine Peso
Minimum Initial Investment <sup>5</sup>	PHP 10,000.00
Minimum Transaction <sup>6</sup>	PHP 1,000.00
Minimum Holding Period	90 calendar days
Early Redemption Fee	0.50%
Trust Fee	1.50% per annum / 0.37% per quarter
Custodianship Fees <sup>7</sup>	0.001%
External Audit Fees <sup>8</sup>	0.01%
Special Expense <sup>9</sup>	PHP 2,000.00 per annum
Valuation Methodology	Marked-to-Market
Available Through	BPI Branches
Trustee	Bank of the Philippine Islands
Third-Party Custodian	HSBC, Ltd. (Philippines)
External Auditor	Isla Lipana & Co.
Dealing	Daily up to 12 noon

<sup>3</sup> Volatility measures fluctuations in NAVPU. The higher the number, the higher the potential gain or loss.  
<sup>4</sup> Information ratio evaluates reward-to-risk efficiency relative to the benchmark. The higher the number, the higher the reward per unit of risk.  
<sup>5</sup> Contribution rounded down/ redemption rounded off to the nearest whole unit.

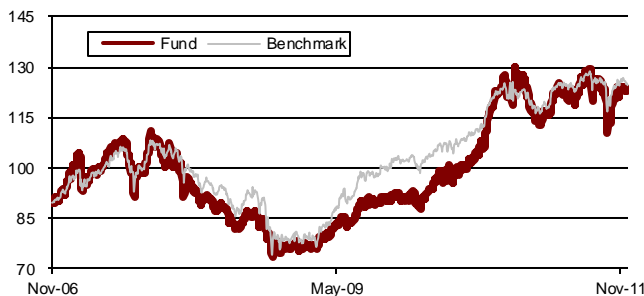
### Manager's Report

**Local Market Review:** The Philippine Stock Exchange index declined 2.8% in November, as investors chose to take-in profits after a strong performance of 8.3% in October. Recall that the index dropped to its intra-year low of 3,721.22 in September but recovered the following month due to strong interest from both local and foreign participants. For the month of November, however, strong buying resolve waned as lingering concerns over the Euro debt crisis plagued market sentiment. In addition, Q3 earnings reports came in relatively in-line, failing to stoke investors to prop the market up further. Volumes only started picking up as the month drew to a close, after the much anticipated MSCI rebalancing took effect on November 29. Stocks which saw a large amount of inflows were the new additions to the MSCI index namely ICT, URC and SMC. While stocks that saw significant outflows were the stocks with large reductions in weightings namely MBT and BPI.

With regard to economic data released for the month, noteworthy was a disappointing read on GDP growth which came out at 3.2% for 3Q2011, lower than the consensus 4.1%. The weaker-than-expected GDP growth was primarily attributed to a 13.1% drop in exports for the quarter, as consumption from developed economies declined amidst the Euro debt crisis.

**Strategy:** In the near-term, the considerable headwinds coming from the Euro region may persist until EU leaders come up with decisive and implementable plans to solve the region's sovereign crisis. We may be booking gains in the final month of the year as we expect a slow first two months for 2012. However, we remain bullish for the long-haul premised on the country's strong fundamentals and will be looking to add position if the index falls to more attractive levels.

### NAVPU Graph



### Allocation

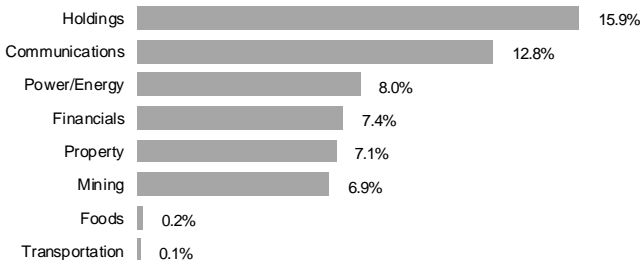
Portfolio Composition: Equities 58.4%, Cash, Fixed Income and Other Receivables 41.6%

### Top Ten Equity Holdings

Name	Main Business	% of Fund
Digital Telecom Phils. Inc.	Communications	6.97%
Philippine Long Distance Tel. Company	Communications	5.81%
PNOC Energy Development Corporation	Power/Energy	4.52%
Metro Pacific Investments Corporation	Holdings	3.33%
Philrex Mining Corporation	Mining	3.13%
SM Investments Corporation	Holdings	2.76%
San Miguel Corporation	Holdings	2.48%
Aboitiz Power Corp.	Power/Energy	2.38%
Ayala Land, Inc.	Property	2.35%
SM Prime Holdings, Inc.	Property	2.35%

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

### Sector Holdings (Equity Portion)



### 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 UITF, 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>6</sup> Trust fees paid for the quarter as a percentage of average daily NAV for the quarter.  
<sup>7</sup> Custodianship fees billed for the quarter as a percentage of average daily NAV for the quarter.  
<sup>8</sup> External Audit fees as a percentage of end-year 2009 NAV.  
<sup>9</sup> For publication expense.

