



As of April 30, 2011

Investment Objective

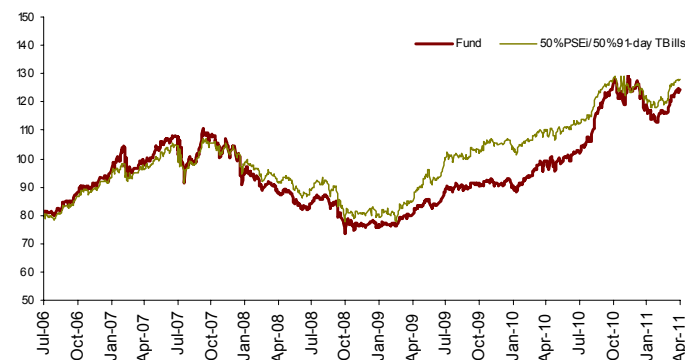
To achieve long-term capital growth derived from a diversified portfolio of equity and fixed-income securities.

Fund Performance

Absolute Returns	Fund	Benchmark*
Year-to-Date	-1.26%	1.56%
2010	37.38%	20.41%
2009	20.28%	33.32%
2008	-26.80%	-22.30%
2007	11.42%	12.54%
2006	26.31%	24.19%
5-Year CAGR	9.14%	9.16%

Returns are net of fees. Past performance is not an indication of future returns.
 *50% PSE/50% 91-d TBills. Prior to 2009, benchmark was 50% PSE/50% 1-Year Tbills.
 PSEI is a barometer of stock price movements in the Philippine Stock Exchange.

Net Asset Value Per Unit



Net Asset Value PHP 775.89 Million
NAV Per Unit (NAVpu) PHP 124.12
Par Value PHP 100.00

Fund Manager's Report

Monthly Commentary

The Philippine Stock Exchange index surged to 4,319.51, gaining 6.52% or 264.37 points for the month of April, as risk appetite grew, overcoming concerns regarding rising inflation. The property sector performed well due to accommodative interest rates while the consumer sector remained buoyant given the manageable pick-up of the price index. On the other hand, stocks of media companies continued to perform poorly.

Economic releases have been supportive of the market. The budget deficit level for the first three months was significantly below the cap set by the government. Exports, although showing signs of slowing down, still jumped by double digits for the first two months of the year. Inflation figures came out lower than expected for the month of March, standing at 4.3% against the expected rate of 4.6%. Gross International Reserves breached an all-time high of \$66.2 billion, proving that foreign investors showed increased appetite in emerging market assets. The economic fundamentals are expected to push the local stock market even higher.

Strategy

Our outlook on equities remains positive given the favorable economic fundamentals. Philippine Gross Domestic Product growth, though seen to moderate from 2010 levels, is expected to stay above trend from 5 to 5.5%. Inflation, while expected to rise, seems to be well-contained. As for corporate earnings, we see a 10 to 15% year-on-year growth for 2011. Our near-term strategy is to slightly overweight our equities position as the market gains back momentum and interest. Despite the recent run up, the local stock market is still relatively undervalued compared to its regional peers and appears to be demonstrating resiliency amid crises.

Risk Disclosure

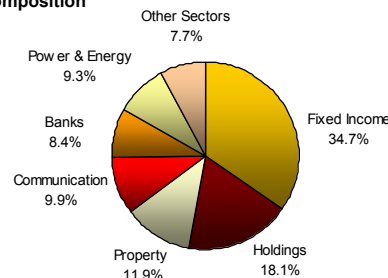
The Fund is suitable for investors who take medium- to long-term views. As a marked-to-market UITF, the Fund's net asset value and total return may fall as well as rise as a result of stock prices and interest rates movements. On redemption of units, an investor may receive an amount less than the original amount of investment.

Fund Facts

Structure	Unit Investment Trust Fund
Fund Type	Balanced Fund
Client Suitability	Suitable for investors with an aggressive risk profile
Base Currency	Philippine Peso
Minimum Initial Investment ¹	PHP 10,000.00
Minimum Transaction ¹	PHP 1,000.00
Minimum Holding Period	90 calendar days
Early Redemption Fee	0.50%
Trust Fees	1.50% per annum 0.37% per quarter ²
Custodianship Fees ³	0.001%
External Audit Fees ⁴	0.02%
Special Expense ⁵	PHP 2000.00 per annum
Valuation Methodology	Marked-to-Market
Trustee	Bank of the Philippine Islands
Available Thru Custodian	Bank of the Philippine Islands Branches
External Auditor	HSBC
Dealing	Isla Lipana & Co.
Bloomberg Ticker	Daily up to 12 noon BPIEQBL

¹Contribution rounded down/ redemption rounded off to the nearest whole unit.
²Trust fees paid for the quarter as a percentage of average daily NAV for the quarter.
³Custodianship fees billed for the quarter as a percentage of average daily NAV for the quarter.
⁴External Audit fees as a percentage of end-year 2008 NAV.
⁵For publication expense.

Portfolio Composition



Top 10 Equity Holdings

	% of Fund
Philippine Long Distance Tel. Company	5.9%
PNOC Energy Development Corporation	5.2%
Aboitiz Power Corporation	4.1%
Digital Telecom Phils. Inc.	4.0%
Metro Pacific Investments Corporation	4.0%
Ayala Land, Inc.	3.9%
Alliance Global Group Inc	3.6%
Banco de Oro Universal Bank	3.4%
Metropolitan Bank and Trust Company	3.4%
Ayala Corporation	3.3%

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

Risk Characteristics

Risk Measures	Past 12 Months		
	Past 360 Day	Low	High
Volatility, Past 360 Days	13.58%	10.33%	13.73%
Information Ratio, Past 360 Days	0.71		

Volatility measures the fluctuations in NAVpu. The higher the number, the higher the potential gain or loss. Information ratio evaluates reward-to-risk efficiency relative to the benchmark. The higher the number, the higher the reward per unit of risk.