

Odyssey Asia Pacific High Dividend Equity Fund

A Unit Investment Trust Fund of the Bank of the Philippine Islands

Odyssey Funds 

Investment Objective

The objective of the 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.

Figures as of 8/30/2013

Cumulative Performance (%)¹

	1 mo	1YR	3YRS	5YRS	S.I. ²
Fund	-3.11	3.55	7.91	7.99	-6.60
Benchmark ³	-0.75	7.11	18.55	29.13	2.38

Annualized Performance (%)¹

	1YR	2YRS	3YRS	4YRS	5YRS	S.I. ²
Fund	3.55	0.16	2.57	4.17	1.55	-1.28
Benchmark ³	7.11	2.63	5.84	7.56	5.25	0.45

Calendar Year Performance (%)¹

	YTD	2012	2011	2010	2009	2008 ⁴
Fund	-8.07	21.10	-18.24	15.46	62.90	-45.44
Benchmark ³	-4.61	22.75	-15.59	19.24	76.77	-50.85

¹Returns are net of fees. Past performance is not an indication of future returns. ²Since Inception

³The Benchmark of the fund is the MSCI AC Asia Pacific ex-Japan Total Return Index.

⁴The Fund was launched on May 20, 2008, Returns are from May 20, 2008 to Dec. 24, 2008

⁵Average daily NAV for the last three months.

⁶The 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.

⁷Trust fees/management fees/custodianship fees as a percentage of average daily NAV for the quarter.

⁸External Audit Fees as a percentage of end-year NAV *Plan Rules are available upon request.

Key Figures and Statistics

Net Asset Value per Unit (NAVPU)	USD	9.34
Total Fund NAV (Mn)	USD	48.78
Average Daily Net Asset Value (Mn) ⁵	USD	51.84
Current Number of Holdings		71
Information Ratio ⁶		-0.81
Sharpe Ratio ⁶		0.25

Statistics (Past 5 Years)	Fund	Benchmark
Annualized Return (net)	1.55%	5.25%
Annualized Volatility	24.62%	26.85%
Portfolio Beta	0.87	

General Information

Launch Date	May 20, 2008
Fund Structure	Unit Investment Trust Fund
Fund Classification	Equity Fund
Fund Currency	US Dollar
Minimum Initial Investment	USD 5,000.00
Minimum Transaction	USD 1,000.00
Minimum Holding Period	None
Days to Settlement (Contribution)	Day 2 End-of-Day
Days to Settlement (Redemption)	Day 7 1:00 pm
Management/Trust Fee ⁷	1.75% per annum/0.44% per quarter
Custodianship Fees ⁷	0.009% per quarter
External Audit Fees ⁸	0.002% per quarter
Valuation Methodology	Marked-to-Market
External Auditor	Isla Lipana & Co.
Trustee	Bank of the Philippine Islands
Sub-advisor	JP Morgan Asset Management
Available Through	BPI Branches and www.bpiexpressonline.com
Third-Party Custodian	HSBC, Ltd. (Philippines)
Dealing Cut-Off	2:30 PM

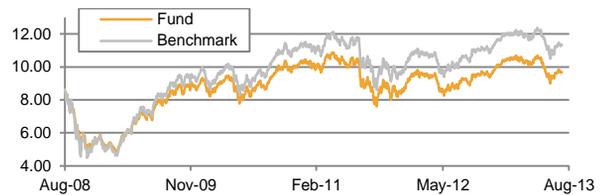
Manager's Report

Market Review: Markets were volatile in August as emerging markets sold off on the back of concerns about the US Fed tapering, rising interest rates and large capital outflows leading to sharp falls in currencies. Oil and gold prices rallied as tensions intensified over Syria. Asean and India took the brunt of the selling in Asia, whilst the Indonesian Rupiah and Indian Rupee also declined sharply against USD. Thailand was one of the worst performing markets being hit hard by Foreign investor selling. Foreigners were net sellers to the tune of -US\$1.3bn (Bt39.9bn). China on the other hand, outperformed as recent economic data has been better than expected. This, combined with a deceleration in credit growth, indicates an improving quality of growth in China. Earnings from large banks and energy names were in line or above expectation. HK equities lagged Chinese shares as the city's property stocks corrected due to rising US interest rates. Taiwan and Korea also outperformed with exporters leading the way. Taiwanese technology names performed better than expected in anticipation of the new iPhone launch, whilst Korean autos and technology names were strong. Australia had a decent month as investors focused on the reporting season, where earnings were broadly in line with analysts' expectations. However expectations were quite low which have been compounded by a raft of earnings downgrades leading into reporting season. Sluggish top line growth, cost cuts and higher dividend payouts were the key features. However, the high yield segment / defensives names in Australia, including REITs, lagged the rising market.

Fund Performance: In this volatile month, the fund fell -3.11%, versus the benchmark fall of -0.75%. Allocation and stock selection detracted. The relatively large weights in Thailand and Singapore (markets with high dividend yield) hurt, and stock selection was negative in Australia as the defensive segment (esp REITs) lagged the market. The zero holding in India and underweight in Indonesia were the key positive contributors.

Fund Strategy: The strategy of the fund remains unchanged, with the fund investing in the segment of the market with higher yields, which generally by default is the more defensive / deep value segment of a market. The outlook for Asian stock markets is somewhat clouded in the near term by a fatigue for global emerging markets. Equities in America are surging and even Europe seems to be doing better. The result is a widening valuation gap between the three geographies. Asian markets, although inexpensive, will have to contend with a number of exogenous events, global macro data as well as headwinds from US tapering, rising interest rates, renewed concerns of the US debt ceiling and weaker economic growth in Southeast Asia. Currency has become the key focus. With high foreign ownership of equities and fixed income having built up since the start of QE, a reversal of these flows would continue to pressure currencies in those economies in deficits. The fund will continue to look for companies with attractive dividends, and we maintain that despite the recent jump in US Treasury yields, this should be a gradual movement going forward and a reflection of underlying strength of the global economy, which should be positive for equities overall.

NAVPU Graph



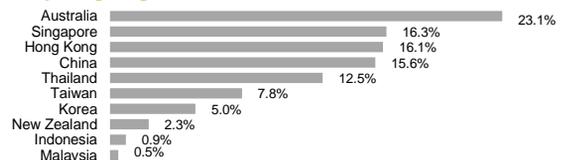
Allocation

Portfolio Composition: Equities 95.35%, Cash 4.65%

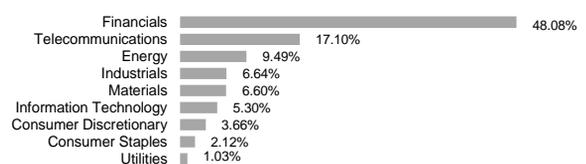
Top Holdings

Name	Main Business	% of Fund
HSBC Holdings	Financials	5.10%
BOC Hong Kong (Holdings)	Financials	4.16%
PTT Public Company Ltd.	Energy	3.77%
Westfield Group Stapled Securities Unit	Financials	3.75%
China Petroleum & Chemical Corp	Energy	3.43%
Singapore Exchange	Financials	3.04%
Amcor	Materials	2.87%
Telstra Corp	Telecommunications	2.84%
China Construction Bank Corp	Financials	2.78%
China Mobile	Telecommunications	2.69%

Country Weightings



Sector Holdings



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 profile or for those who take 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. 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.

**By subscribing to this Fund, you agree that in case your holdings exceed 25% of the net asset value of the Fund, the Trustee shall provide the following customer details to the investment manager: name of customer, date of birth, nationality, ID type and number and residential address. Based on this information, when the investment manager considers, in its reasonable opinion, that your investment violates any applicable laws and regulations or the investment manager's internal policies and guidelines, then you will be required to redeem all your investments in the fund. This is in compliance with JP Morgan Asset Management's global compliance policy. JP Morgan Asset Management is the appointed investment manager.



 BPI Asset Management

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Bloomberg Code: INGAPHD Index
Fund Fact Sheet – August 30, 2013
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