

Odyssey Asia Pacific High Dividend Equity Fund

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



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 09/30/2014

Cumulative Performance (%)¹

	1 mo	1YR	3YRS	5YRS	S.I. ²
Fund	-5.71	3.96	27.05	20.03	2.40
Benchmark ³	-7.25	5.96	36.72	38.58	14.90

Annualized Performance (%)¹

	1YR	2YRS	3YRS	4YRS	5YRS	S.I. ²
Fund	3.96	3.60	8.31	1.68	3.72	0.37
Benchmark ³	5.96	6.55	10.99	4.42	6.74	2.21

Calendar Year Performance (%)¹

	YTD	2013	2012	2011	2010	2009
Fund	6.56	-5.41	21.10	-18.24	15.46	62.90
Benchmark ³	4.30	2.65	22.75	-15.59	19.24	76.77

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.

⁴Average daily NAV for the last three months.

Key Figures and Statistics

Net Asset Value per Unit (NAVPU)	USD	10.24
Total Fund NAV (Mn)	USD	22.30
Average Daily NAV for the Quarter (Mn) ⁴	USD	25.28
Current Number of Holdings		86
Information Ratio ⁵		-0.32
Sharpe Ratio ⁵		0.41
Statistics (Past 5 Years)	Fund	Benchmark
Annualized Return (% net)	3.72	6.74
Annualized Volatility (%)	18.08	18.03
Portfolio beta	0.90	

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	
Trust Fee ⁶	1.75% per annum/0.44% per quarter	
Custodianship Fee ⁷	0.1407%	
External Audit Fee ⁷	0.0218%	
Valuation Methodology	Marked-to-Market	
External Auditor	Isla Lipana & Co.	
Available Through	BPI Branches and www.bpiexpressonline.com	
Trustee	Bank of the Philippine Islands	
Third Party Custodian	HSBC, Ltd. (Philippines)	
Sub-advisor	JP Morgan Asset Management	
Dealing Cut-Off	2:00 PM	

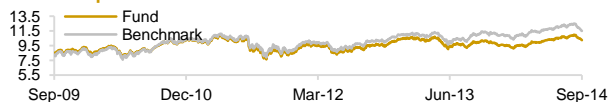
Manager's Report

Market Review. After rising continuously in the past seven months, Asian markets fell steadily in September. As markets pondered the timing of the first Fed rate hike, US Dollar turned much stronger against most currencies which triggered a reflexive sell-off in risk assets globally. ASEAN and India markets outperformed on the back of supportive domestic liquidity. Greater China markets, on the other hand, underperformed due to slowing macro data from China as well as the sit-in protest in Hong Kong occupying three main business/ shopping districts. Australia was the worst performing market due to a sharp correction in commodities and currency volatility.

Fund Performance. Against the challenging environment, the portfolio outperformed the index. On the positive side, the overweight in Thailand contributed again as it was one of few markets that returned positively in September. Ample domestic liquidity and improving domestic confidence were factors driving the Thai market higher. Elsewhere, underweighting selective Australian banks helped. Other stock picks were also positive as holdings like Land Lease (up 3.8% in Australian dollars) and QBE (up 1.2% in Australian dollars) were offshore earners and less affected by the economic downturn and Australian Dollar weakness. On the negative side, the underweight in India was not helpful as it outperformed on easing inflation pressure. Stock level wise, positions in China detracted marginally as some of the oil names retreated from strong gains earlier.

Fund Strategy. As mentioned last month, Asian markets might need to consolidate before going higher. In September, Asian markets were hit by the fear of rate hike. Given that Asian equities are attractively valued while the region is running low external debt and business cycle is improving, we expect the next rate hike cycle may not be negative for Asian equities. We also took the opportunity to deploy cash in the recent market downturn. In this environment, we will stick with our income strategy and valuation discipline. We will also continue to switch to cheaper cyclical yield names which may also be beneficiary of rate hike.

NAVPU Graph



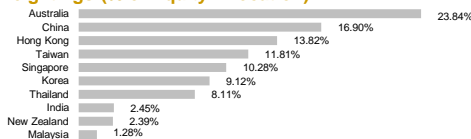
Allocation

Portfolio Allocation: Equities 99.24%, Cash and Other Receivables 0.76%

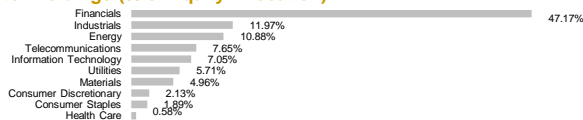
Top Holdings

Name	Main Business	% of Fund
HSBC Holdings	Financials	5.32
BOC Hong Kong (Holdings)	Financials	4.00
DBS Group Holdings	Financials	3.50
China Petroleum & Chemical	Energy	3.30
Australia & New Zealand Banking Group	Financials	3.22
NTPC	Utilities	2.43
Mega Financial Holding	Financials	2.23
Mirvac Group Stapled Securities Unit	Financials	2.21
China Construction Bank	Financials	2.15
Taiwan Semiconductor Manufacturing	Information Technology	2.10

Country Weightings (% of Equity Allocation)



Sector Holdings (% of Equity Allocation)



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.**

⁵The 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.

⁶Trust fee as a percentage of average daily NAV for the quarter

⁷Calculated based on the total billings received in 2013 divided by the average daily NAV in 2013

^{*}Declaration of Trust and List of Prospective Investment Outlets are available upon request through branch of account.

