

# 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, which is the MSCI AC Asia Pacific ex-Japan Total Return Index.

## FIGURES AS OF 12/28/2012

### Cumulative Performance (%)

	1 mo	1YR	3YRS	4YRS	S.I. <sup>2</sup>
Fund	4.10	21.10	14.31	86.20	1.60
Benchmark <sup>3</sup>	3.72	22.75	23.54	118.38	7.33

### Annualized Performance (%)

	1YR	2YRS	3YRS	4YRS	S.I. <sup>2</sup>
Fund	21.10	-0.50	4.56	16.81	0.34
Benchmark <sup>3</sup>	22.75	1.79	7.30	21.56	1.55

### Calendar Year Performance (%)

	2012	2011	2010	2009	2008 <sup>4</sup>
Fund	21.10	-18.24	15.46	62.90	-45.44
Benchmark <sup>3</sup>	22.75	-15.59	19.24	76.77	-50.85

<sup>1</sup>Returns are net of fees. Past performance is not an indication of future returns.  
<sup>2</sup>Since Inception  
<sup>3</sup>The Benchmark of the fund is the MSCI AC Asia Pacific ex-Japan Total Return Index.  
<sup>4</sup>The Fund was launched on May 20, 2008. Returns are from May 20, 2008 to Dec. 24, 2008.  
<sup>5</sup>Plan Rules are available upon request.

## Key Figures and Statistics

Net Asset Value per Unit (NAVPU) <sup>5</sup>	USD	10.16
Total Fund NAV (Mln)	USD	75.28
Current Number of Holdings		134
Information Ratio <sup>6</sup>		-0.55
Sharpe Ratio <sup>6</sup>		1.35
<b>Statistics (Past 3 Years)</b>	<b>Fund</b>	<b>Benchmark</b>
Annualized Return (net)	4.56%	7.30%
Annualized Volatility	21.30%	21.78%
Portfolio Beta	0.97	

## 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 Amount	USD 1,000.00
Minimum Holding Period	None
Management/Trust Fee <sup>5</sup>	1.75% per annum/0.44% per quarter
Custodianship Fees <sup>5</sup>	0.009% per quarter
External Audit Fees <sup>7</sup>	0.002% per quarter
Valuation Methodology	Marked-to-Market
External Auditor	Isla Lipana & Co.
Available Through	BPI Branches and www.bpiexpressonline.com
Fund Manager	ING IM Asia Pacific Hong Kong Ltd.
Trustee	Bank of the Philippine Islands
Third-Party Custodian	HSBC, Ltd. (Philippines)
Dealing Cut-Off	2:00 PM

## Manager's Report

**Market Review.** Investors will remember 2012 as the year in which the central banks made all the difference. Ongoing very low interest rates, massive liquidity support and particularly the innovative policy of the European Central Bank (ECB) led to a sharp rise in equities worldwide (+14% in Euro). Needless to say, the ECB managed to increase confidence in the Eurozone significantly.

**Fund Performance.** In December, the Fund outperformed its benchmark by 38 basis points, returning 4.10% and 3.72% respectively. Information Technology contracted the most from the portfolio. Nevertheless, the negative performance was offset by bets in Materials and Financials sectors.

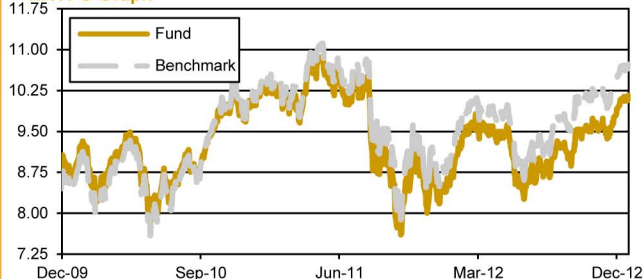
On a country level, active bets in Taiwan and China contributed most to the portfolio, while active bets in Korea and Taiwan contracted most from the portfolio.

**Fund Strategy.** The signs of recovery in economic indicators since September are largely thanks to the unorthodox policies of the Federal Reserve and the ECB, and to the policy of China. Recovery is most evident in the US, China and several other Asian countries. We foresee a modest recovery.

Meanwhile, global economic growth in 2013 should end up in line with, or slightly below, the long-term average. In contrast to the demand-stimulating policy of the central banks, cutbacks by governments and households continue to depress growth, particularly in Europe.



## NAVPU Graph



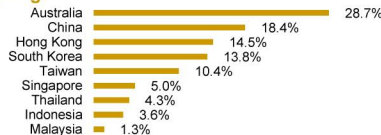
## Allocation

Portfolio Composition: Equities 93.7%, Cash 6.3%

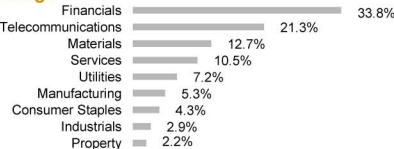
## Top Holdings

Name	Main Business	% of Fund
BHP Billiton Ltd.	Materials	3.65%
Samsung Electronics	Information Technology	3.50%
Commonwealth Bank of Australia	Financials	3.21%
Taiwan Semiconductors Manufacturing	Information Technology	2.66%
Westpac Banking Corp.	Financials	2.58%
China Mobile Ltd.	Telecommunications	2.23%
National Australia Bank Ltd	Financials	1.99%
Industrial and Commercial Bank of China	Financials	1.73%
Weasfarmers Ltd	Services	1.53%
CNOOC LTD.	Energy	1.52%

## 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.

<sup>5</sup> Trust fees/custodianship fees as a percentage of average daily NAV for the quarter.

<sup>6</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>7</sup> External Audit Fees as a percentage of end-year NAV