

Odyssey Asia Pacific High Dividend Equity Fund

Formerly the ING Asia Pacific High Dividend Equity Fund

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



Investment Objective

The Fund aims to provide investors the opportunity to participate in shares of stocks with high dividend income yield as well as long term capital appreciation by investing in a diversified portfolio of equities listed in the Asia Pacific region. The Fund is benchmarked against the MSCI AC Asia Pacific ex-Japan Total Return Index.

FIGURES AS OF 6/30/2011

Cumulative Performance (%)¹

	1 mo	6 mos	1YR	3YRS	S.I. ²
Fund	-2.41	0.69	22.97	14.93	3.33
Benchmark	-2.00	2.23	28.52	21.97	5.90

Past performance not indicative of future results.

Annualized Performance (%)¹

	1YR	2YRS	3YRS	S.I.
Fund	22.97	20.27	4.75	1.06
Benchmark	28.52	25.22	6.84	1.86

Calendar Year Performance (%)¹

	YTD	2010	2009	2008*
Fund	0.69	15.46	62.90	-45.44
Benchmark	2.23	19.24	76.77	-50.85

*The Fund was launched on May 20, 2008. Returns are from May 20, 2008 to December 24, 2008.

Key Figures and Statistics

Net Asset Value per Unit (NAVPU) ³	USD	10.332694
Total Fund NAV (mIn)	USD	83.25

Current Number of Holdings 156

Statistics - Past 3 Years	Fund	Benchmark
Annualized Return (net)	4.75%	6.84%
Annualized Volatility	25.26%	28.88%
Portfolio Beta	0.87	

General Information

Launch Date	20-May-08
Fund Structure	Unit Investment Trust Fund
Fund Currency	US Dollar
Domicile	Manila, Philippines
Valuation Method	Marked-to-Market
Fund Classification	Equity Fund
Management/Trust Fee	1.75% per annum 0.44% per quarter ³
Custodianship Fees	0.013% per quarter ³
External Audit Fees	0.0004% per quarter ³
Minimum Holding Period	20 banking days
Redemption Notice Period	7 banking days
Trustee	BPI
Fund Manager	ING Investment Management Asia Pacific (Hong Kong) Ltd.
Third-Party Custodian	HSBC, Ltd. (Philippines)

¹ Prior to March 30, 2011, the Fund was managed by ING Investment Management Philippines.

² Since Inception

³ Trust fees/custodianship fees/audit fees as a percentage of average daily NAV for the quarter.

Plan Rules available upon request.

Manager's Report

Market Review. Sovereign worries and weaker economic data took their toll on market performance. However, in view of the risk level markets were resilient. Overall, the MSCI World declined by 2.4% in Euroterms. Emerging markets performed in-line driven by encouraging news on monetary policy in China. Japan was unsurprisingly the best market. Indeed the economic recovery is ahead of expectations. At a time when other developed markets are showing weaker numbers, the Japanese economy could actually accelerate. This dynamic supports the relative performance of Japan.

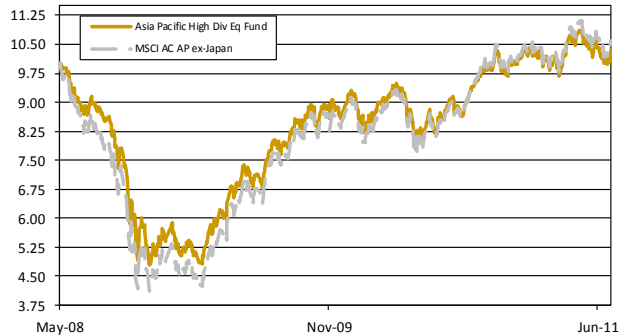
Looking at sectors, the energy sector was the worst performer. The decline by almost 10% in the oil price, accentuated by the release of 2 million barrels a day from the strategic reserves is the most likely explanation. The biggest beneficiary of the drop in oil prices was consumer discretionary given the positive effect of lower oil prices on disposable income. No notable style leaders were observed. High dividend slightly outperformed thereby confirming its defensive status and large cap outperformed small cap.

The preference for equities offering a high and stable dividend yield remains prevalent. In some sectors, dividend yields are not only very attractive compared to the still low interest rate levels, but also compared to the yield on corporate credits in those sectors. Furthermore, there is expectation for dividends to grow by at least 10% on average in 2011 as well as 2012. The growth in dividends has clearly lagged behind the strong growth in earnings so far, and it is expected for dividends to catch up now, supported by the huge cash position in the corporate sector.

Fund Performance. The stock selection model slightly underperformed this month with Industrials and Financials being the largest detractors. Active bets in names such as Thai Airways (THAI/F TB), Yang Ming Marine Transport (2609 TT) and Samsung Fire & Marine (000810 KS) detracted a total of 16bps from the fund. Conversely, Information Technology and Energy were the largest contributors helping to offset some of the negative performance. Active bets in Chimei Innolux (3481 TT), LG Display (034220 KS) and Woodside Petroleum (WPL AU) added a total of 10bps to the fund. From a sector allocation perspective, an underweight position in Energy resulted in a +6bps allocation effect.

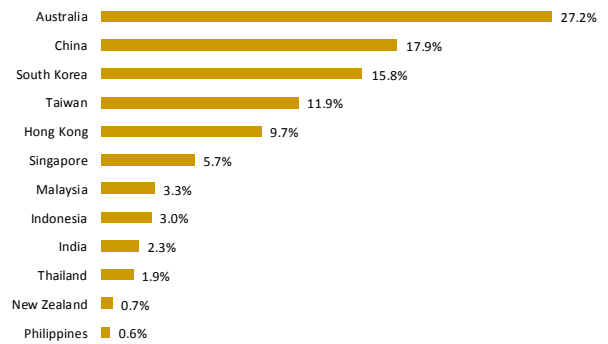
On a country level, continuing last month's trend, South Korea was once again the largest detractor taking away 29bps from the fund. Conversely, Australia was the largest contributor adding 13bps to the fund. Overall, while small active country exposures were maintained, the allocation effect due to this was minimal.

NAVPU Graph¹



Allocation

By Country



By Industry

