

AUB PESO INVESTMENT FUND
KEY INFORMATION AND INVESTMENT DISCLOSURE STATEMENT
AS OF JUNE 30, 2025

FUND FACTS

Classification	: Medium Term Bond Fund	Net Asset Value per Unit (NAVPU)	: Php 278.33
Launch Date	: May 03, 2005	Total Fund NAV	: Php 411,314,800.67
Minimum Investment	: Php 10,000.00	Dealing Day	: Banking Day
Additional Investment	: Php 1,000.00	Redemption Settlement	: One (1) Banking Day After Transaction Date
Minimum Holding Period	: 30 calendar days	Early Redemption Charge	: 0.50% based on the Redeemed Amount

FEES*

Trustee Fee: <u>0.32%</u> <i>Asia United Bank – Trust and Investments Group</i>	Custodianship Fees: _____% <i>Bureau of Treasury – ROSS Philippine Depository & Trust Corp. (PDTCT)</i>	External Auditor Fees: _____% <i>SGV & Co</i>
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* As a percentage of average daily NAV for the quarter valued at Php 420,987,375.57

INVESTMENT OBJECTIVE AND STRATEGY

The Fund is a medium term bond fund invested in fixed income instruments, which provide a steady stream of income for the Fund. The investment objective of the Fund is to achieve the best rate of return by investing in a diversified portfolio of fixed income securities. The Fund aims to achieve a rate of return equivalent to the Bloomberg Philippine Sovereign Bond Index AI (BPHILR Index), net of trust fees.

CLIENT SUITABILITY

A client profiling should be performed prior to participating in the Fund to guide the prospective investor if the Fund is suited to his/her investment objectives. Clients are advised to read the Declaration of Trust / Plan Rules of the Fund, which may be obtained from the Trustee, before deciding to invest.

- The AUB Peso Investment Fund is suitable for investors who: (1) have Moderate risk appetite; (2) are willing to absorb principal risk associated with the changing market conditions
- Participants are recommended to stay invested in a medium term bond fund for at least three (3) years.

KEY RISKS

You should not invest in this Fund if you do not understand or are not comfortable with the accompanying risks.

Market risk	You have less exposure to market risks as this is a bond fund since time deposit, bonds and other fixed income securities are less volatile than equities.
Duration	The modified duration of the AUB Peso Investment Fund's investments shall not exceed five (5) years. Duration measures the sensitivity of NAVPU to interest rate movements. As interest rates rise, bond prices fall. The higher the duration, the more NAVPU will fluctuate in relation to changes in interest rates.

KEY RISKS

You should not invest in this Fund if you do not understand or are not comfortable with the accompanying risks.

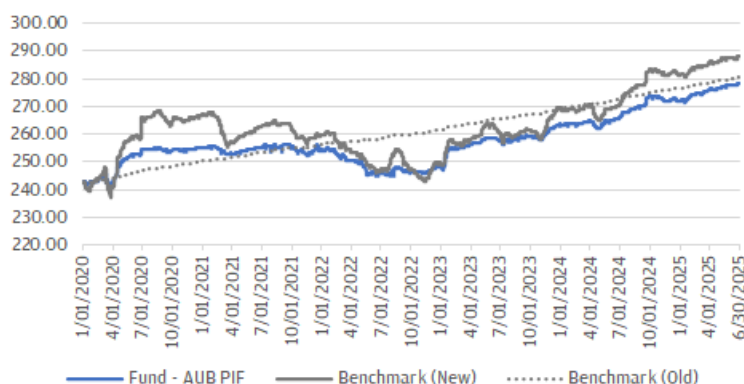
Credit Risk	The possibility for an investor to experience losses due to a borrower's failure to pay principal and/or interest in a timely manner on instruments such as bonds, loans, or other forms of fixed income security which the borrower issued due to adverse changes of the borrower's financial condition.
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Reinvestment Risk	The possibility of having lower returns or earnings when funds mature and are reinvested. Investors in the UITF who redeem and realize their gains run the risk of reinvesting their funds in an alternative investment outlet with lower yields. Similarly, the UIT fund manager is faced with the risk of not being able to find better yielding alternative investment outlets as some of the securities in the fund matures.
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Country Risk	The risk that an investor may incur losses from investing in securities issued by or in foreign countries due to the political, economic, or social conditions in those countries. These risks may include internal or external conflicts, currency devaluation, restrictions on foreign ownership, and increased taxation—factors that are often unpredictable but should be considered when making such investments.
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Other Risks	Your participation in the UITFs may be further exposed to the risk of any actual or potential conflicts of interest in the handling of in-house or related party transactions by Asia United Bank. These transactions may include own-bank deposits; purchase of own-institution or affiliate obligations (stocks, mortgages); purchase of assets from or sales to own institution, directors, officers, subsidiaries, affiliates or other related interests/parties; or purchases or sales between fiduciary/managed accounts
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- **THE UIT FUND IS NOT A DEPOSIT AND IS NOT INSURED BY THE PHILIPPINE DEPOSIT INSURANCE CORPORATION (PDIC)**
- **RETURNS CANNOT BE GUARANTEED AND HISTORICAL NAVPU IS FOR ILLUSTRATION OF NAVPU MOVEMENTS/FLUCTUATIONS ONLY**
- **WHEN REDEEMING, THE PROCEEDS MAY BE WORTH LESS THAN THE ORIGINAL INVESTMENT AND ANY LOSSES WILL BE SOLELY FOR THE ACCOUNT OF THE CLIENT**
- **THE TRUSTEE IS NOT LIABLE FOR ANY LOSS UNLESS UPON WILLFUL DEFAULT, BAD FAITH OR GROSS NEGLIGENCE**

FUND PERFORMANCE AND STATISTICS AS OF JUNE 30, 2025*Purely for reference purposes and is not guaranteed of future results***NAVPU GRAPH****AUB Peso Investment Fund****NAVPU OVER THE PAST 12 MONTHS**

Highest	278.33
Lowest	265.93

STATISTICS

Weighted Ave. Duration	2.94
Volatility, Past 1 Year ¹	0.76%
Sharpe Ratio ²	0.04
Information Ratio ³	(0.13)

¹ Volatility measures the degree to which the Fund fluctuates vis-à-vis its average return over a period of time.

² Sharpe Ratio is used to characterize how well the return of the Fund compensates the investor for the level of risk taken. The higher the number, the better.

³ Information Ratio measures the risk-to-reward efficiency of the portfolio relative to the benchmark. The higher the number, the higher the reward per unit of the risk.

CUMULATIVE ABSOLUTE PERFORMANCE (%)

Period	1 mo	3 mos	6 mos	1 yr	3 yrs
Fund	0.24	0.82	2.35	4.66	13.17
Benchmark (New)	0.29	0.89	2.44	6.54	16.89
Benchmark (Old)	0.21	0.66	1.39	2.88	8.50

* In compliance with BSP Circular No. 1178, the Fund's benchmark has been amended from the 5-year BVAL to the Bloomberg Philippine Sovereign Bond Index AI (BPHILR Index), effective October 21, 2024, to reflect the investment mandate, objective, and strategy of the UITF.

The BPHILR Index is a ruled-based market-value weighted index engineered to measure the fixed-rate local currency securities publicly issued by the Philippines, including retail securities. To be included in the index, a security must have a minimum par amount of Php 3 billion. The Index is adjusted for tax by the Trustee, but does not reflect deductions for fees and expenses. Additional information on the benchmark can be found in Annex 1 of this report until a web link is established on the AUB website.

TOP TEN HOLDINGS (%)

Allocation	% of Fund
1 Retail Treasury Bonds	51.06
2 Fixed Rate Treasury Notes	41.93
3 BSP Bills	6.81
4 AUB Time Deposit / Cash	0.20

PORTFOLIO COMPOSITION (%)

Allocation	% of Fund
Government Securities	99.80
Time Deposit / Cash	0.20
Other Receivables – Net of Liabilities	-

RELATED PARTY TRANSACTIONS

Related Party	Transaction	Market Value (in Php Mn)
AUB	Cash / Time Deposit	0.92

Investments in the said outlets were approved by the Trust Committee. Likewise, all related party transactions are conducted on an arm's length and best execution basis and within established limits.

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OTHER DISCLOSURES**Admission and Redemption**

1. Admission and/or redemption notice cut-off time is 12:00 p.m. Notices received beyond the cut-off time shall be considered as transactions for the next banking day.
2. Admission and redemption prices shall be based on prevailing market value of underlying investments of the Fund at the time of admission and redemption, in accordance with the BSP rules and regulations on marking to market valuation of investment instruments.
3. Partial redemption from a Transaction Advise shall be allowed. No new Transaction Advise will be given as a result of the partial redemption, instead the original Transaction Advise will remain and the NAVPu will be based on the NAVPu when the Transaction Advise was originally issued. In case partial redemption results to the client's investment falling below the Php10,000.00 minimum maintaining balance for AUB Peso Investment Fund, the client's units in AUB Peso Investment Fund shall automatically be fully redeemed.

PROSPECTIVE INVESTMENTS

The following securities are among the Fund's approved investment outlets where the Trustee intends to invest in depending on its availability or other market driven circumstances.

1. Government Securities– Treasury Bills and Fixed Rate Treasury Notes / Retail Treasury Bonds

2. Bonds / Notes

Aboitiz Equity Ventures, Inc.
Aboitiz Power Corporation
Ayala Corporation
Ayala Land, Inc.
ACEN Corporation
BDO Unibank, Inc.
Bank of the Philippine Islands
China Banking Corporation
Globe Telecom, Inc.
JG Summit Holdings, Inc.
Metropolitan Bank and Trust Company

Petron Corporation
Philippine National Bank
San Miguel Corporation
SMC Global Power Holdings Corporation
San Miguel Food and Beverage, Inc.
Security Bank Corporation
SM Investments Corporation
SM Prime Holdings, Inc.
Union Bank of the Philippines
Vista Land & Lifescapes, Inc.

3. Deposit / Deposit Substitutes traded in an organized exchange

Asia United Bank Corporation
BDO Unibank, Inc.
Bank of the Philippine Islands
China Banking Corporation

Metropolitan Bank and Trust Company
Philippine National Bank
Security Bank Corporation
Union Bank of the Philippines

4. BSP Bills – Senior Unsecured BSP Bills

OUTLOOK AND STRATEGY

Headline inflation rose slightly in June 2025 to 1.4%, up from 1.3% in May, mainly due to higher housing, utility, and fuel costs. However, this remains well below the 3.7% rate recorded in June 2024. Core inflation held steady at 2.2% for the fourth straight month, suggesting that underlying price pressures remain subdued.

The Bangko Sentral ng Pilipinas (BSP) recently lowered its overnight borrowing rate by 25 basis points to 5.25%, citing inflation below target, stable core prices, and a manageable exchange rate. This move diverges from the US Federal Reserve, which held its policy rate steady at 4.25%-4.50%, though projections indicate possible cuts later this year. While easing ahead of the Fed could pose some risks, such as capital outflows or peso depreciation, the BSP appears to be prioritizing domestic demand and economic expansion given the low inflation environment. The 75-basis-point interest rate differential remains manageable, limiting risks of sharp currency movements or fuel inflation. The PHP BVAL Yield curve steepened with 3-month BVAL shifting to 5.56% (from 5.73% last March 31, 2025) representing a 17.60 bps decline in yield; and the 10Y BVAL shifting to 6.27% (from 6.19% last March 31, 2025) representing an 8.4 bps increase in yield.

For the first half of 2025, the fund posted an absolute return of 2.35% net of fees, slightly below its benchmark, which registered a 2.44% return for the same period. Given the current economic environment, the Fund is looking to increase duration, as the Group sees the most value in this strategy.

BENCHMARK: BLOOMBERG PHILIPPINE SOVEREIGN BOND INDEX AI

A rules-based market-value weighted index engineered to measure the fixed-rate local currency securities publicly issued by the Philippines, including retail securities. To be included in the index, a security must have a minimum par amount of Php 3 billion.

INDEX INFORMATION

Bloomberg Ticker	: BPHILR Index	Weighting	: Market Value
Bloomberg ID	: BBG00CMSGT33	Index Type	: Government
Inception Date	: March 31, 2016	Market Type	: Emerging Market
Base Currency	: PHP	Next Rebalancing Date	: 07/31/2025
Rebalancing Frequency	: Monthly	Quality	: BBB

CHARACTERISTICS

RETURNS



MEMBERSHIP

Bloomberg Philippine Sovereign Bond Index AI Members 60
Group By None View Returns Projected As of 06/30/25

Ticker	Coupon	Maturity	Da...	Currency	Price	Position	Market Val...	Weight	Sector	Country/Territ...
11) RPGB	6.250	02/28/29	PHP		101.51	584,861.26	596,920.18	6.2569	Government	PHILIPPINES
12) RPGB	8.000	07/19/31	PHP		110.04	413,313.15	469,590.50	4.9222	Government	PHILIPPINES
13) RPGB	4.875	03/04/27	PHP		98.70	457,798.87	453,437.78	4.7529	Government	PHILIPPINES
14) RPGB	5.750	03/07/28	PHP		99.99	420,448.62	421,933.53	4.4227	Government	PHILIPPINES
15) RPGB	6.750	09/15/32	PHP		103.64	395,586.00	417,761.18	4.3789	Government	PHILIPPINES
16) RPGB	6.875	01/10/29	PHP		103.41	355,000.00	378,625.73	3.9687	Government	PHILIPPINES
17) RPGB	6.250	01/25/34	PHP		100.34	366,850.00	377,958.64	3.9617	Government	PHILIPPINES
18) RPGB	4.625	06/02/27	PHP		98.03	360,025.37	354,231.97	3.7130	Government	PHILIPPINES
19) RPGB	6.375	04/28/35	PHP		100.68	340,000.00	346,057.31	3.6273	Government	PHILIPPINES
20) RPGB	6.375	07/27/30	PHP		102.10	291,670.00	305,684.69	3.2042	Government	PHILIPPINES
21) RPGB	6.125	08/22/28	PHP		100.96	283,763.66	288,332.38	3.0223	Government	PHILIPPINES
22) RPGB	3.625	04/22/28	PHP		94.50	301,371.00	286,871.53	3.0070	Government	PHILIPPINES
23) RPGB	4.750	05/04/27	PHP		98.29	274,036.00	271,364.06	2.8444	Government	PHILIPPINES
24) RPGB	3.750	08/12/28	PHP		94.25	275,592.00	263,695.80	2.7640	Government	PHILIPPINES
25) RPGB	6.500	05/19/29	PHP		102.23	249,659.00	257,078.91	2.6947	Government	PHILIPPINES
26) RPGB	8.125	12/16/35	PHP		113.07	208,216.53	236,085.55	2.4746	Government	PHILIPPINES
27) RPGB	8.000	09/30/35	PHP		112.70	188,359.40	216,046.96	2.2646	Government	PHILIPPINES
28) RPGB	6.875	05/23/44	PHP		103.12	192,717.00	200,089.61	2.0973	Government	PHILIPPINES
29) RPGB	6.750	01/24/39	PHP		102.07	184,064.00	193,251.77	2.0257	Government	PHILIPPINES
30) RPGB	4.000	07/22/31	PHP		89.48	204,950.00	186,993.28	1.9600	Government	PHILIPPINES
31) RPGB	4.625	09/09/40	PHP		82.29	217,558.01	182,131.82	1.9091	Government	PHILIPPINES
32) RPGB	6.125	10/24/37	PHP		97.83	179,131.62	177,259.31	1.8580	Government	PHILIPPINES

MEMBERSHIP

Bloomberg Philippine Sovereign Bond Index AI									
Group By	None		View		Returns	Projected	Members		
Ticker	Coupon	Maturity Da...	Currency	Price	Position	Market Val...	Weight	Sector	Country/Territ...
33) RPGB	7.000	10/13/29 PHP		104.11	165,429.00	174,706.40	1.8313	Government	PHILIPPINES
34) RPGB	4.875	01/20/32 PHP		93.44	162,559.00	155,421.09	1.6291	Government	PHILIPPINES
35) RPGB	7.250	06/23/32 PHP		105.96	139,892.00	148,432.11	1.5559	Government	PHILIPPINES
36) RPGB	6.625	08/17/33 PHP		102.55	140,000.00	146,995.06	1.5408	Government	PHILIPPINES
37) RPGB	2.875	07/09/30 PHP		86.85	165,000.00	145,559.40	1.5257	Government	PHILIPPINES
38) RPGB	5.875	03/01/32 PHP		98.92	132,682.04	131,878.57	1.3823	Government	PHILIPPINES
39) RPGB	8.625	09/06/27 PHP		105.85	121,130.93	131,529.04	1.3787	Government	PHILIPPINES
40) RPGB	6.250	03/22/28 PHP		101.18	126,812.00	130,466.81	1.3675	Government	PHILIPPINES
41) RPGB	9.250	11/05/34 PHP		121.12	103,054.60	126,278.85	1.3236	Government	PHILIPPINES
42) RPGB	8.125	11/24/42 PHP		115.34	101,597.00	118,010.63	1.2370	Government	PHILIPPINES
43) RPGB	3.625	03/21/33 PHP		84.65	127,340.35	109,066.72	1.1432	Government	PHILIPPINES
44) RPGB	6.125	01/18/31 PHP		100.49	95,000.00	98,084.52	1.0281	Government	PHILIPPINES
45) RPGB	3.500	09/20/26 PHP		97.48	100,125.71	97,700.56	1.0241	Government	PHILIPPINES
46) RPGB	6.000	01/04/27 PHP		100.46	90,000.00	93,052.43	0.9754	Government	PHILIPPINES
47) RPGB	8.750	05/27/30 PHP		111.86	72,412.57	81,581.17	0.8551	Government	PHILIPPINES
48) RPGB	6.250	02/28/44 PHP		96.83	76,633.00	75,827.22	0.7948	Government	PHILIPPINES
49) RPGB	6.250	10/20/26 PHP		100.72	53,270.55	54,304.06	0.5692	Government	PHILIPPINES
50) RPGB	8.500	11/29/32 PHP		113.95	46,008.30	52,763.42	0.5531	Government	PHILIPPINES
51) RPGB	6.000	04/27/30 PHP		100.41	50,000.00	50,727.79	0.5317	Government	PHILIPPINES
52) RPGB	6.375	01/30/50 PHP		96.69	50,000.00	49,671.04	0.5206	Government	PHILIPPINES
53) RPGB	6.250	04/20/36 PHP		99.51	44,475.00	44,796.29	0.4696	Government	PHILIPPINES
54) RPGB	6.500	02/22/38 PHP		101.04	42,233.00	43,649.22	0.4575	Government	PHILIPPINES

Bloomberg Philippine Sovereign Bond Index AI									
Group By	None		View		Returns	Projected	Members		
Ticker	Coupon	Maturity Da...	Currency	Price	Position	Market Val...	Weight	Sector	Country/Territ...
49) RPGB	6.250	10/20/26 PHP		100.72	53,270.55	54,304.06	0.5692	Government	PHILIPPINES
50) RPGB	8.500	11/29/32 PHP		113.95	46,008.30	52,763.42	0.5531	Government	PHILIPPINES
51) RPGB	6.000	04/27/30 PHP		100.41	50,000.00	50,727.79	0.5317	Government	PHILIPPINES
52) RPGB	6.375	01/30/50 PHP		96.69	50,000.00	49,671.04	0.5206	Government	PHILIPPINES
53) RPGB	6.250	04/20/36 PHP		99.51	44,475.00	44,796.29	0.4696	Government	PHILIPPINES
54) RPGB	6.500	02/22/38 PHP		101.04	42,233.00	43,649.22	0.4575	Government	PHILIPPINES
55) RPGB	5.375	03/01/27 PHP		99.50	42,534.69	42,508.17	0.4456	Government	PHILIPPINES
56) RPGB	7.500	10/20/32 PHP		108.01	35,000.00	38,315.58	0.4016	Government	PHILIPPINES
57) RPGB	5.750	08/16/37 PHP		94.87	38,159.60	37,018.74	0.3880	Government	PHILIPPINES
58) RPGB	7.625	09/29/36 PHP		110.30	32,186.37	36,121.14	0.3786	Government	PHILIPPINES
59) RPGB	5.875	02/02/32 PHP		98.97	35,530.27	36,021.60	0.3776	Government	PHILIPPINES
60) RPGB	7.000	07/13/38 PHP		103.90	30,000.00	32,144.60	0.3369	Government	PHILIPPINES
61) RPGB	6.125	01/11/29 PHP		100.94	30,000.00	31,145.82	0.3265	Government	PHILIPPINES
62) RPGB	5.250	05/18/37 PHP		90.89	30,000.00	27,449.91	0.2877	Government	PHILIPPINES
63) RPGB	6.250	09/07/26 PHP		100.67	21,187.00	21,744.30	0.2279	Government	PHILIPPINES
64) RPGB	5.750	09/27/32 PHP		97.88	20,254.12	20,124.67	0.2109	Government	PHILIPPINES
65) RPGB	9.500	12/04/28 PHP		111.28	17,032.29	19,070.30	0.1999	Government	PHILIPPINES
66) RPGB	5.125	07/15/41 PHP		86.40	16,799.00	14,909.44	0.1563	Government	PHILIPPINES
67) RPGB	11.250	01/26/31 PHP		124.62	11,044.89	14,295.23	0.1498	Government	PHILIPPINES
68) RPGB	8.000	12/07/26 PHP		103.16	12,072.25	12,515.36	0.1312	Government	PHILIPPINES
69) RPGB	12.500	07/28/30 PHP		128.35	5,665.24	7,570.14	0.0793	Government	PHILIPPINES
70) RPGB	9.375	10/05/31 PHP		117.15	6,175.06	7,370.99	0.0773	Government	PHILIPPINES

Source: Bloomberg

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