

PESO EQUITY FUND

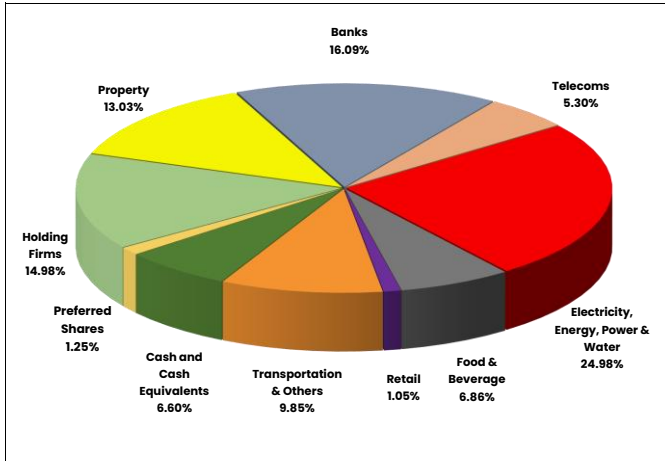
INVESTMENT OBJECTIVE

The Peso Equity Fund seeks to maximize income consistent with its policy to preserve capital and to maintain liquidity of investments through a diversified portfolio of high-quality listed equity issues – blue chips and growth stocks listed in the Philippines Stock Exchange.

KEY FIGURES

NAVPU as of June 30, 2026	1.4602
Inception Date	December 2006
Fund Classification	Equity Fund
Domicile	Republic of the Philippines
Fund Currency	Philippine Peso

PORTFOLIO COMPOSITION



TOP 10 EQUITY HOLDINGS

Company	Sector	% of the Fund
International Container Terminal Services, Inc.	TRANSPORTATION	8.66%
Manila Electric Company	ELECTRICITY, ENERGY, POWER, WATER	6.69%
SM Investment Corp	HOLDING FIRM	6.19%
SM Prime Holdings, Inc.	PROPERTY	5.85%
BDO Unibank Inc.	BANKS	5.51%
Aboitiz Power Corp	ELECTRICITY, ENERGY, POWER, WATER	5.14%
Manila Water Company, Inc.	ELECTRICITY, ENERGY, POWER, WATER	4.64%
Metropolitan Bank and Trust Company	BANKS	4.38%
Bank of the Philippine Islands	BANKS	3.95%
Ayala Land Inc	PROPERTY	3.58%

HISTORICAL PERFORMANCE
June 30, 2026

NAVPU	Year-to-date Return
1.4602	-3.98%

	Annual Return	Cumulative Return
One-year	-8.07%	-8.07%
Three-year	-3.15%	-9.15%
Five-year	-2.61%	-12.40%

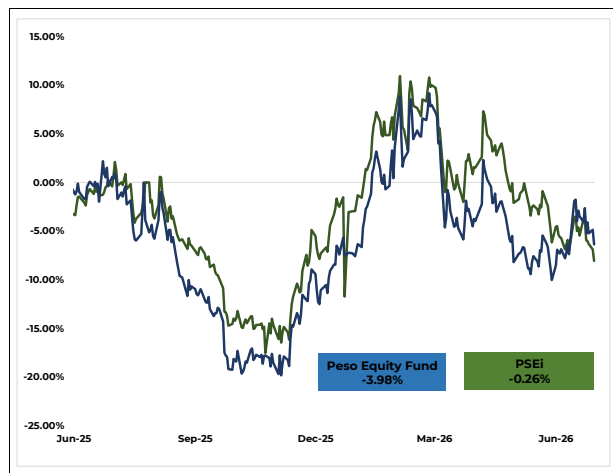
MARKET RECAP AND OUTLOOK

The Philippine Stock Exchange Index (PSEI) rebounded in June 2026, closing the month at 6,037.17, up 4.65% from its end-May level, but still 0.26% below its end-2025 close. The market staged a recovery after the previous month's losses but remained highly volatile as investor sentiment shifted in response to both domestic and global developments. Strong buying interest during the middle of the month briefly lifted the index above the 6,100 level, supported by improved global risk appetite and bargain hunting. However, the rally lost momentum toward month-end as renewed caution, profit-taking, and external uncertainties erased part of the earlier gains, leaving the PSEI slightly above the 6,000 psychological level at the close of June.

On the domestic front, investor sentiment was influenced by a combination of improving economic indicators and lingering concerns over the local growth outlook. Lower-than-expected inflation, stronger manufacturing activity, and easing oil prices early in the month supported expectations of a more accommodative monetary policy and encouraged selective buying. However, optimism gradually faded as the Bangko Sentral ng Pilipinas maintained a cautious policy stance amid higher inflation forecasts, while weaker domestic economic growth expectations and continued foreign selling weighed on sentiment. Profit-taking after strong rallies, subdued trading activity, and the absence of strong local catalysts also limited the market's ability to sustain its gains.

Globally, developments in the Middle East remained the dominant driver of market movements throughout June. Investor sentiment shifted repeatedly in response to changing U.S.-Iran and Iran-Israel tensions, which influenced global oil prices, inflation expectations, and overall risk appetite. Periods of easing geopolitical tensions boosted hopes of lower energy costs and stronger foreign inflows into emerging markets, lifting Philippine equities. However, renewed uncertainty toward month-end revived concerns over inflation and global economic growth, prompting investors to adopt a more defensive stance. Together with a stronger U.S. dollar and hawkish signals from the U.S. Federal Reserve, these external headwinds encouraged foreign fund outflows and contributed to the PSEI's pullback during the final trading sessions of the month.

Looking ahead to July 2026, the outlook for the PSEI remains cautiously optimistic, with the index expected to trade within the 5,900 to 6,300 range as investors await second-quarter corporate earnings and key macroeconomic data. Market sentiment is likely to be driven by expectations surrounding the U.S. Federal Reserve's policy path and its impact on foreign fund flows, while domestically, attention will remain on June inflation data and the BSP's monetary policy outlook. Despite easing food and fuel prices, inflation risks from higher electricity costs, the recently approved wage hike, and persistent geopolitical tensions in the Middle East may keep market volatility elevated and limit gains.



DISCLAIMER: Historical performance is not indicative of future results. The price per unit may go up or down depending on market fluctuations. The Fund is NOT a deposit product, and, as such, yields are NOT guaranteed. The performance of the fund is reflected by the Net Asset Value (NAV) computed at the end of each business day.