

**FUND CLASSIFICATION:** Money Market

**CLIENT SUITABILITY:**

Suitable for individual and corporate investors with moderately conservative risk appetite.

**INVESTMENT OBJECTIVE:**

To achieve liquidity and generate income for its participants by investing in a diversified portfolio of short-term Philippine peso denominated fixed income instruments with a portfolio duration of not more than one (1) year. The Fund aims to outperform its benchmark, the Philippine 91-day Treasury Bills.

**FUND SUMMARY:**

Net Asset Value per Unit (NAVPU)<sup>1</sup> Php 105.200378  
Total Fund NAV (in Php Bns) Php 1.464598  
Duration(Interest Rate Risk) Years 0.19

**GENERAL INFORMATION:**

Base Currency Php  
Minimum Initial Participation Php 10,000  
Minimum Additional Participation Php 5,000  
Minimum Holding Period 30 days  
Early Redemption Fee 1.00% for 1-15 days and 0.50% for 16-30 days of Redemption proceeds for all subscriptions held for less than thirty (30) days  
Trust Fee 0.50% p.a. based on NAV  
Custodian Fee Minimum monthly fee of \$250 or its peso equivalent  
Applicable Tax 20% Final tax for fixed income investments  
External Auditor Fees: 0.01%  
Valuation Marked-to-Market  
Dealing Day Banking day until 1:30 PM  
Redemption Settlement Next banking day from date of redemption  
Fund Manager PSBank Trust Division  
Custodian HSBC  
Launch Date January 2, 2014

**OTHER DISCLOSURES:**

<sup>1</sup> Net of fees and taxes.

**FIGURES AS OF DECEMBER 29, 2017**

**CUMULATIVE PERFORMANCE (%):**

	YTD	YOY	1 mo	6 mos
Fund	1.390%	1.423%	0.111%	0.697%
Benchmark	1.878%	1.847%	0.194%	0.982%

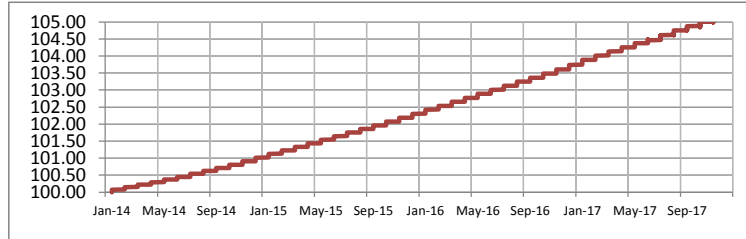
Note: Rates are net of tax

**ANNUALIZED (%):**

	YTD	YOY	1 mo	6 mos
Fund	1.747%	1.779%	1.664%	1.742%
Benchmark	2.360%	2.309%	2.916%	2.456%

Note: Rates are gross of tax

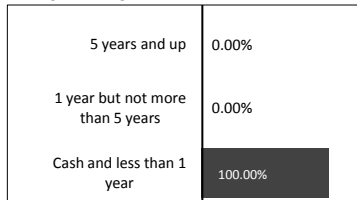
**NAVPU GRAPH (SINCE INCEPTION):**



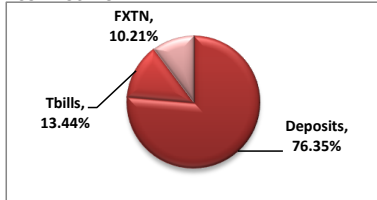
**TOP HOLDINGS:**

Name	% of Fund
Deposits-Other Bank	10.31%
FXTN	10.19%
Deposits-Other Bank	9.90%
Deposits-Other Bank	6.84%
TBILLS	6.71%
Deposits-Other Bank	6.17%

**MATURITY PROFILE:**



**COMPOSITION:**



**FUND MANAGER'S REPORT**

**MARKET REVIEW:**

Headline inflation in December was 3.3%, unchanged from 3.3% in November and in line with the consensus estimate of 3.3%. This brought the average headline inflation for full-year 2017 to 3.2%, within the BSP's full-year target range of 2.0%-4.0%. Core inflation for the month declined to 3.0% from 3.3% in November with full-year average core inflation at 2.9%.

OFW remittances in October reached \$2.275 billion, up by 8.4% year-on-year and down 14.3% month-on-month from \$2.099 billion in August. Aggregate remittances for January-October 2017 totaled \$23.056 billion, up 4.2% year-on-year from \$22.124 billion in 2016. The government is targeting remittances growth of 4.0% in 2017.

During the only T-bill auction last December 11, the Bureau of the Treasury (BTr) rejected all bids amid weak demand.

**OUTLOOK AND STRATEGY:**

Yields in the secondary market increased by 3.64 bps on average month-on-month with the 91-day T-bills fetching 2.4316, down by 58.05 as investors stayed on the sidelines amid a shortened trading week due to Christmas holidays.

With a manageable inflation environment and a positive economic outlook for 2018, the fund will remain defensive and will continue to seek high-yielding short-term instruments.

To know more you may visit our website at [www.psbank.com.ph](http://www.psbank.com.ph) or call us at Tel. nos. (63-2) 885-8287/8332; 944-1496; or email us at [trustmarketing@psbank.com.ph](mailto:trustmarketing@psbank.com.ph)

Participation in the Fund is NOT a DEPOSIT and not insured by the Philippine Deposit Insurance Corporation (PDIC). Due to the nature of the investments, yield and potential yields cannot be guaranteed. Any income and loss arising from market fluctuations and price volatility of the securities held by the fund, even if invested in government securities, is for the account of the investor. As such, units of participation of the investor in the fund, when redeemed, maybe worth more or be worth less than his/her initial investment/contributions. Historical performance when presented is purely for reference purposes and not a guarantee of future results. The Trustee is not liable for losses, unless upon willful default, bad faith or gross negligence. The Declaration of Trust of the Fund is available at the principal office of the Trustee upon request. The investor must read the complete details of the fund in the Plan Rules, make his/her own risk assessment, and when necessary, he/she must seek independent/professional opinion, before making an investment.

Supervised by the Bangko Sentral ng Pilipinas. BSP contact details: (02) 708-7087 | [consumeraffairs@bsp.gov.ph](mailto:consumeraffairs@bsp.gov.ph)

**Customer Complaints, Concerns and Other Queries** - In case of complaints, concerns and other queries regarding PSBank Trust Division Products and Services, the Client may contact the Bank's 24/7 Customer Experience Hotline at (02) 845-8888; text (63 998-8458888; e-mail at [customerexperience@psbank.com.ph](mailto:customerexperience@psbank.com.ph) or call BSP Financial Consumer Department at Tel. No. 708-7087.