

## FUND INFORMATION

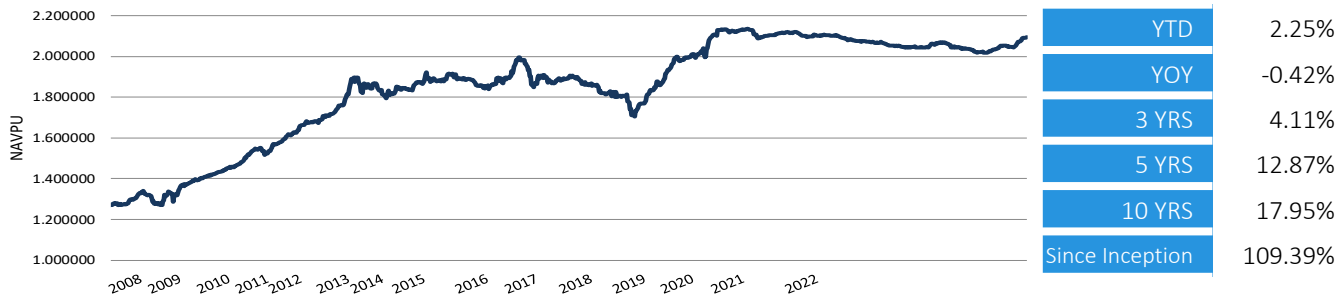
Launch Date	March 15, 2005	Net Asset Value per Unit (NAVPU)	PHP 2.093861
Bloomberg Ticker	ILPHFIF PM Equity	Total Fund NAV (Mn)	PHP 1,675.49

**INVESTMENT OBJECTIVE AND STRATEGY** The Peso Fixed Income Fund seeks to provide long-term capital preservation from stable and predictable interest payments. This Fund invests in bonds and notes issued by the Philippine government and prime-rated corporations and in short-term money market instruments.

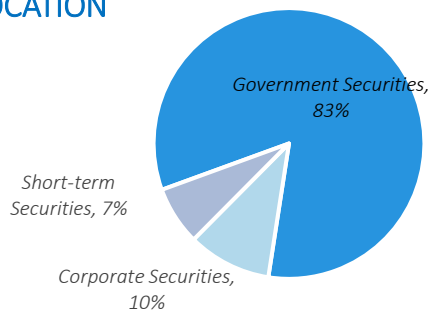
**RISK PROFILE** As an asset class, Peso Fixed Income/Bond investments have a low risk profile in the universe of funds of InLife. This asset class is **relatively conservative in nature** with volatility or price fluctuation coming from the movement of interest rates across all tenors of the fixed income market. Suitable for investors that have a low tolerance of risk.

## FUND PERFORMANCE AND STATISTICS

Purely for reference purposes and is not a guarantee of future results



## ASSET ALLOCATION



### TOP HOLDINGS (Government Securities)

- Philippine Government Bond due 2033
- Philippine Government Bond due 2032
- Philippine Government Bond due 2029
- Philippine Government Bond due 2027
- Philippine Government Bond due 2023

**MARKET REVIEW** With the expectation of peaking inflation, local yields fell by 23 bps on average in January. Yields of long-dated bonds, such as the 10Y and 20Y, were seen declining by 89 bps and 75 bps, respectively. CPI in December accelerated at 8.1%, within the BSP's forecast range of 7.8-8.6%. Auctions for long-term bonds were fully awarded as rates continued to fall on the back of lower UST yields and lower inflation expectations. Robust demand was seen in the 13Y auction, with bids more than 5x the planned Php35 billion offer. In February, BTr plans to borrow Php200 billion worth of T-bills and bonds, with maturity of long-term bonds ranging from 3 to 13 years.

The BSP will have its first meeting next month and it is expected that monetary policy tightening will continue but at a slower pace. This is similar with the expectations on the next Fed policy move. RRR cut this year is also in the cards as the BSP Gov. Medalla signaled the possibility within H1 2023. Demand for long term bonds will likely be buoyed by lower inflations expectations and less aggressive monetary policy stance by the BSP. Liquidity coming from the maturing RTB will also likely contribute to the demand in the local bond market.