

INVESTMENT OBJECTIVE

The Fund aims for capital preservation and income generation by investing in short to medium - term bonds and other similar fixed income securities.

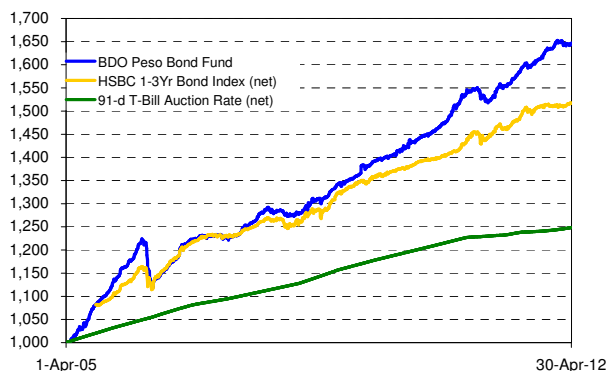
CLIENT SUITABILITY

The Fund is suitable for individual and corporate investors with moderate risk appetite and who are looking for higher yields and are willing to take the attendant risks due to the nature of the Fund's investments. In order to minimize risks and maximize earning potential, participants/trustors are recommended to stay invested in the Fund for at least three (3) years.

ALLOWABLE / PROSPECTIVE INVESTMENTS

The following are the investment outlets where the Trustee may invest the Fund in, depending on their availability or other market circumstances: Deposits in the trustee's bank or in other banks, securities issued or guaranteed by the Philippine Government or the BSP, tradable securities issued by any supranational entity, exchange-listed fixed income securities, collective investment plans of the trustee/other trustees and such other tradable investment outlets/categories allowed for UITFs by BSP and approved by the Trustee's Trust Committee as suitable for the Fund. The Fund may also avail itself of financial derivative instruments solely for the purpose of hedging risk exposures, subject to the guidelines set by the BSP for such activities and likewise duly approved by the Trustee's Trust Committee.

NAVPU vs. Benchmark & Alternative Investment



OTHER FUND FACTS

Bloomberg Ticker	BDOPBF <Index>
Fund Type	Intermediate Term Bond Fund
Inception Date	April 1, 2005
Net Asset Value (NAV)	Php 3.629 Billion
NAV per unit (NAVPU) ⁹	Php1,646.9703
Par Value	Php 1,000.00
Minimum Investment	Php 100,000.00
Minimum Additional	Php 100,000.00
Minimum Holding Period	30 calendar days
Early Redemption Fee	0.50% of Original Participation Amount
Trust Fee	0.75% p.a.
Custodian	Standard Chartered Bank, Citibank
Dealing Period	Up to 12:00 nn. of any banking day
Settlement Period	One (1) banking day after notice of redemption is received

⁹ The NAVPU of the Fund shall be computed every trading day at 7 p.m.

FUND PERFORMANCE (Absolute Return, net of tax and fees)

Period	BDOPBF ¹	Benchmark ²	Risk-Free Rate ³
One Month Ago	0.03%	0.47%	0.17%
Three Months Ago	0.52%	0.47%	0.43%
Year to Date	0.67%	0.22%	0.55%
One Year Ago	5.69%	3.08%	1.37%
Three Years Ago	21.07%	12.86%	6.89%
Five Years Ago	33.65%	23.16%	14.58%
Since Inception	64.86%	51.89%	24.98%

¹ Past performance is not indicative of future performance.

² The Fund's benchmark is the HSBC 1-3 Yr Bond Index, commencing Aug. 31, 2005.

³ The estimated return on the risk-free rate refers to the compounded daily return of the latest auctioned 91-day T-Bill, adjusted for tax.

FUND MANAGER'S STRATEGY

The domestic bond market started the month on a sluggish note as investors preferred to stay on the sidelines. Early indications of a robust first quarter justified expectations that further monetary policy easing is not warranted at this point. GDP expectations were buoyed by export shipments for the month of February climbing more than expected by 14.6% versus January's revised 3.1% figure. Remittances on the other hand slightly increased to 5.8% in February, thus supporting household consumption and strengthening the peso to 42.22 against the dollar. The Asian Development Bank shared this bullish view saying that central banks across the region could refrain from adding more stimulus as near term growth would be robust. The Fund Manager reduced holdings of 1- and 20- year tenors while investing proceeds in new corporate papers which offered better yields.

PORTFOLIO STATISTICS

	Mar 30, 2012	Apr 30, 2012
Weighted Ave. Duration	3.02	2.99
Volatility, Past One Year ⁴	1.64%	1.56%
Sharpe Ratio ⁵	3.71	2.78
Information Ratio ⁶	1.88	1.34
Weighted Ave. Yield (net ⁷)	2.95%	2.97%

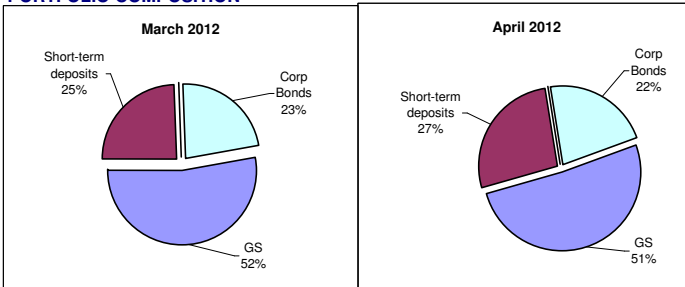
⁴ Volatility measures the degree to which the Fund fluctuates vis-à-vis its average return over a period of time.

⁵ Sharpe Ratio is used to characterize how well the return of a Fund compensates the investor for the risk taken. The higher the number, the better.

⁶ Information Ratio measures reward-to-risk efficiency of the portfolio relative to the benchmark. The higher the number, the higher the reward per unit of risk.

⁷ Net of taxes and trust fees

PORTFOLIO COMPOSITION



TOP TEN HOLDINGS¹⁰

Issue	Coupon Rate	Maturity	% of Portfolio
TD - OWN BANK	4.2500%	06/11/12	11.19%
TD - OTHER BANKS	4.2500%	06/04/12	5.00%
Ayala Land Bond 2013	8.7500%	08/14/13	4.94%
RTB	6.6250%	08/19/17	4.91%
FXTN	7.0000%	03/31/17	4.51%
TD - OTHER BANKS	4.2500%	06/01/12	3.89%
TD - OWN BANK	4.2500%	06/20/12	3.89%
NATPOW	0.0000%	11/29/12	3.02%
Megaworld Bond 2015	8.4600%	05/18/15	3.00%
JG Summit Bond 2014	8.2500%	11/20/14	2.96%

¹⁰ The complete list of portfolio holdings is available upon request

BEST PERFORMANCE (Past five years)

Inclusive Dates	Biggest Gain	No. of days to achieve
7/11/2007 - 2/20/2012	35.29%	1,685 days

MAXIMUM DRAWDOWN AND RECOVERY IN NAVpus⁸ (Past five years)

Maximum Drawdown Period	Biggest Loss	Recovery Period (days)
1/4/2011 - 2/28/2011	-2.08%	51 days

⁸ Maximum Drawdown is the maximum percentage loss that a fund incurs over a time period.

Maximum Drawdown Period is the length of time the maximum drawdown occurs.

Recovery Period is the length of time taken by a fund to surmount its maximum drawdown.

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