

INVESTMENT QUARTERLY

INVESTMENT CONSIDERATIONS & RECOMMENDATIONS

<p>Broad-Based Portfolio Diversification</p> <p>Given its equity exposure in over 20 countries and virtually every major sector around the globe, this fund provides one of the strongest diversification features to equity investors.</p>	<p>BDO Global Equity Index Feeder Fund (GEIFF)</p> <p>This dollar-denominated fund gives investors access to the world's 23 developed markets by investing in a target fund that tracks the MSCI World Index. The target fund's composition includes investments in some of the largest and most well-known corporations in the world such as Apple, Inc. and Microsoft Corporation. Investors who would like to spread their exposure to offshore markets and take advantage of the global growth story may participate in this UITF.</p>	<p>+0.32% Year-to-date (Target Fund)</p> <p>-3.11% Since Inception (2/28/2018)</p>
<p>Robust Earnings Growth Momentum</p> <p>Despite discussions of trade wars, US corporate names are expected to post mid-teen earnings per share growth rates due to (1) favorable cut in tax rates and (2) increased share buy-back activities.</p>	<p>BDO US Equity Feeder Fund (USEFF)</p> <p>This dollar-denominated fund taps into a target fund invested in stocks listed in the US Stock Exchange. Investors who would like to take advantage of the current US growth momentum and a strengthening US dollar may choose this fund. Escalations of a possible trade war between the US and China may bear down on investor sentiment in the near-term, however.</p>	<p>+6.00% Year-to-date</p> <p>+28.67% Since Inception (04/18/2016)</p>
<p>Reforms for Improving Foreign Investment</p> <p>China's upcoming reforms include opening certain sectors to increased foreign investment. These sectors include agriculture, mining, telecommunications, and even entertainment. These reforms are highly welcome as protectionist sentiment has been a rising concern in global equity markets.</p>	<p>BDO China Equity Feeder Fund (CEFF)</p> <p>This dollar-denominated fund invests in a target fund composed of stocks of companies listed in or whose primary business activity is in China. This fund is ideal for investors who would like to take advantage of China's economic revival with its improved growth outlook and potential to attract foreign funds. There may be some near-term weakness, however, as investors remain concerned about the US-China trade tensions and the high degree of leverage for several corporates.</p>	<p>-5.23% Year-to-date</p> <p>+16.98% Since Inception (10/29/2015)</p>
<p>Overall Strong Macroeconomic Backdrop</p> <p>Strong GDP figures, stimulus from the Build Build Build program, and stable corporate earnings will contribute toward a strong long-term equity market performance. Current market conditions provide favorable entry opportunities for gradual accumulation.</p>	<p>BDO Equity Index Fund (EQIF)</p> <p>This fund's portfolio consists of the same component companies of the Philippine Stock Exchange Composite Index and their weightings, thus mirroring the returns of the local market index. This fund is ideal for investors who may want to invest in a proxy fund for the Philippine stock market that does not feature the attendant risks of trying to outperform it.</p>	<p>-15.84% Year-to-date</p> <p>-4.29% Since Inception (7/10/2015)</p>

*return figures as of June 29, 2018. All return figures reckoned in the funds' respective currencies.

How to Invest:

THROUGH BDO ONLINE*	THROUGH A BDO BRANCH
<p>Step 1. Log on to your BDO Invest Online account</p> <p>Step 2. Complete client suitability form</p> <p>Step 3. Choose a fund and start investing!</p>	<p>Step 1. Visit any BDO branch.</p> <p>Step 2. Speak to certified UITF marketing personnel</p> <p>Step 3. Choose a fund and start investing!</p>