



LANDBANK

www.landbank.com

LANDBANK GLOBAL DOLLAR FUND

KEY INFORMATION AND INVESTMENT DISCLOSURE STATEMENT

As of 31 December 2020

FUND FACTS

Classification	: Long Term Bond Fund	Net Asset Value per Unit	: 1.455815
Launch Date	: 13 March 2006	Total Fund NAV	: US\$ 468,807.38
Minimum Investment	: US\$ 1,000.00	Dealing Day	: Up to 12:00pm of any banking day
Additional Investment	: US\$ 200.00	Redemption Settlement	: T + 3
Minimum Holding Period	: 30 Calendar Days	Early Redemption Charge	: 25% on the net earnings of the redeemed principal amount. At no instance shall the penalty be less than US\$10.00.

FEES\*

Trust Fees : 0.51%	Custodianship Fees : 0.0125%	External Auditor Fees : n/a	Other Fees : 0.0084%
LANDBANK	Standard Chartered		GSRT fee/wtaxes

As a percentage of average daily NAV for the quarter valued at US\$ 459,934.37

INVESTMENT OBJECTIVE AND STRATEGY

As a Dollar-denominated Bond Fund, the LANDBANK Global \$ Fund aims to provide relatively higher income through investments in Dollar-denominated fixed-income securities issued by the National Government and by local companies. Ideal for moderate investors who are willing to take on minimal risks for better returns.

CLIENT SUITABILITY

A client profiling process shall be performed prior to participating in the Fund to guide prospective investors if the Fund is suited to his/her investment objectives and risk tolerance. Clients are advised to read the Declaration of Trust/Plan Rules of the Fund, which may be obtained from the Trustee, before deciding to invest.

The LANDBANK Global Dollar Fund is classified as a Bond Fund suitable only for investors who:

- Have a Moderate risk profile
- Can accept the risk that the principal investment can be lost in whole or in part when the NAVPU at the time of redemption is lower than the NAVPU at the time of participation.
- With an investment horizon of 3 to 5 years.

KEY RISKS AND RISK MANAGEMENT

**You should not invest in this Fund if you do not understand or are not comfortable with the accompanying risks.**

**Credit Risk/Default Risk.** The risk of losses due to a borrower's failure to pay principal and/or interest in a timely manner on instruments such as bonds, loans, or other forms of security which the borrower issued.

**Reinvestment Risks.** The risk associated with the possibility of having lower returns or earnings when maturing funds or the interest earnings of funds are reinvested.

**Interest Rate Risk.** This is the possibility for an investor to experience losses due to changes in interest rates.

**Market/Price Risk.** This is the possibility for an investor to experience losses due to changes in market prices of securities.

**Inflation Risk.** The risk that the value of an investment is lower than the rate by which the prices of goods and services go up.

**Liquidity Risk.** This is the possibility for an investor to experience losses due to the inability to sell or convert assets into cash immediately or in instances where conversion to cash is possible but at a loss.

- The Fund implements a risk management policy that applies the principles of Value-at-Risk (VAR) and Modified Duration. VaR is defined as a statistical estimate of the amount of loss that an "open" risk position is unlikely to exceed during a given time period with a given level of confidence. Modified Duration is a means to measure the change in the value of a security in response to a change in interest rates. The formula is used to determine the effect that a 1% change in interest rates will have on the price of the bond.
- The Fund's investment outlets have been subject to proper screening and evaluation in accordance with LANDBANK – TBG's accreditation process and minimum regulatory requirements.

REDEMPTION CONDITIONS

Surrender of the Confirmation of Participation; subject to a penalty if redeemed before the minimum holding period. For Partial Redemption, the remaining balance should not be less than the minimum investment.

DISCLOSURES

- THE UIT FUND IS NOT A DEPOSIT AND IS NOT INSURED BY THE PHILIPPINE DEPOSIT INSURANCE CORPORATION (PDIC)
- RETURNS CANNOT BE GUARANTEED AND HISTORICAL NAVPU IS FOR ILLUSTRATION OF NAVPU MOVEMENT/FLUCTUATIONS ONLY
- WHEN REDEEMING, THE PROCEEDS MAY BE WORTH LESS THAN THE ORIGINAL INVESTMENT AND ANY LOSSES WILL BE SOLELY FOR THE ACCOUNT OF THE CLIENT
- THE TRUSTEE IS NOT LIABLE FOR ANY LOSS UNLESS UPON WILLFUL DEFAULT, BAD FAITH OR GROSS NEGLIGENCE

For more information, you can contact us:  
LANDBANK TRUST BANKING GROUP

Tel. Nos. 8405-7351; 8405-7119; 8405-7100; 8405-7761  
Email: LBP\_TRUST@mail.landbank.com

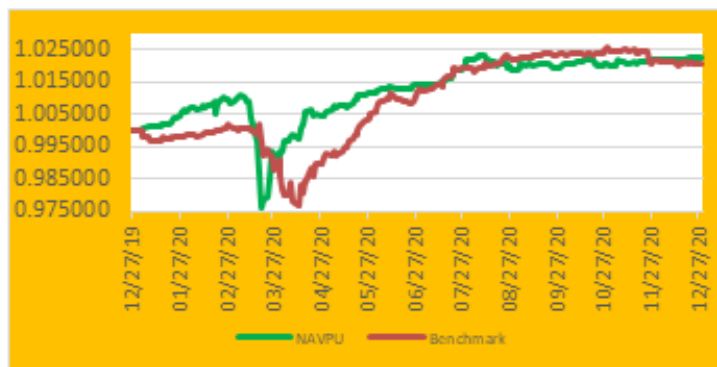
## Fund Performance and Statistics as of 31 December 2020

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

## GLOBAL DOLLAR FUND

### NAVPU GRAPH

#### ONE YEAR FUND PERFORMANCE

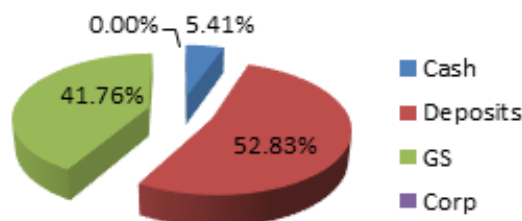


### CUMULATIVE PERFORMANCE(%)<sup>1</sup>

Period	1Mo	3Mos	6 Mos	1Yr	3Yrs
GLOBAL \$ FUND	0.11%	0.24%	0.86%	2.26%	7.66%
Benchmark	-0.08%	-0.31%	0.75%	2.02%	3.05%

<sup>1</sup> Past performance is not indicative of future performance.  
<sup>2</sup> Average of the daily one-year ROP rates.

### PORTFOLIO COMPOSITION



### RELATED PARTY TRANSACTIONS

The Fund has deposits with LANDBANK amounting to \$65,189.17, which is within the limit approved by the Board of Directors. Likewise, related parties transactions are conducted on an arm's length basis.

### FUND MANAGER'S REPORT

A confluence of factors contributed to the global market conditions for the 4Q of 2020. At the forefront were the emergence of a COVID-19 vaccine, the US Presidential Elections and the new COVID-19 strain discovered in the U.K. Although the vaccines showed much promise, the mutant strain of Covid and the noise surrounding the U.S. presidential elections resulted in risk-off trade and flight to safety. Due to this, the 10-year US Treasury yield ended 2020 still below 1.00%, after threatening to break out early on. Uncertainties on the effects of the vaccine and the new strain of the virus resulted in the recent implementation of strict lockdowns. As a consequence, the uptick of the interest rates was hampered. Given the foregoing, ROP yields are still expected to stay low in the near future.

### VIEW STRATEGY

The success of the roll out of the vaccines worldwide and its resulting efficacy will certainly contribute to the reversal of market direction expected within next year. Should the infection rates plateau and eventually go down, interest rates would likely rise, probably in the second half of 2021. Thus, the Fund will maintain current positions weighted primarily in short-term placements.

### Contact Details

For more information, visit, call or email

LANDBANK TRUST BANKING GROUP

21/F LANDBANK Plaza

1598 M.H. Del Pilar St. Malate, Manila 1004

Tel. Nos. 8405-7351; 8405-7119; 8405-7100; 8405-7761

Email : LBP\_Trust@mail.landbank.com

Visit our website:

<https://www.landbank.com/unit-investment-trust-fund>

### NAVPU (Year-On-Year)

Highest	1.456344
Lowest	1.344769

### STATISTICS

Weighted Ave Tenor	1.91
Monthly Volatility	0.71%
Sharpe Ratio	0.23
Information Ratio	0.04

<sup>1</sup>Volatility measures the fluctuations in the yield. A higher value means more dispersion from the Fund's average yield.

<sup>2</sup>Sharpe Ratio evaluates the return-to-risk efficiency of the portfolio. The higher the value, the higher the reward per unit of risk.

<sup>3</sup>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.

### MAJOR ASSET HOLDINGS

Issue	Maturity	% of Portfolio
ROP	02/02/30	17.78%
ROP	01/15/21	17.23%
Deposits	02/01/21	10.80%
Deposits	02/15/21	7.81%
Deposits	01/04/21	6.68%
Total		60.30%

