



**LANDBANK**

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**LANDBANK EQUITY FUND**

**KEY INFORMATION AND INVESTMENT DISCLOSURE STATEMENT**

As of 31 March 2021

**FUND FACTS**

Classification	: Equity Fund	Net Asset Value per Unit	: 0.842645
Launch Date	: 01 August 2016	Total Fund NAV	: PhP 109,461,478.82
Minimum Investment	: PhP 5,000.00	Dealing Day	: Up to 12:00pm of any banking day
Additional Investment	: PhP 1,000.00	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 P500.00

**FEES**

Trust Fees	: 0.38%	Custodianship Fees	: n/a	External Auditor Fees	: n/a	Other Fees	: 0.15%
LANDBANK						PDTC fee/Brokers commission	

As a percentage of average daily NAV for the quarter valued at PhP 110,786,837.15

**INVESTMENT OBJECTIVE AND STRATEGY**

To generate long-term capital growth, to the extent possible, through investments mainly in peso-denominated listed equities comprising the Philippine Stock Exchange Index (PSEi). The fund is suitable for investors who are willing to take extra risk in order to avail of the higher investment returns offered by the equities market.

**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 Equity Index Fund is classified as an Equity Fund suitable only for investors who:

- Have an Aggressive risk profile
- Can accept the risk that the principal investment can be lost in whole or in part
- With an investment horizon of 5 to 7 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.

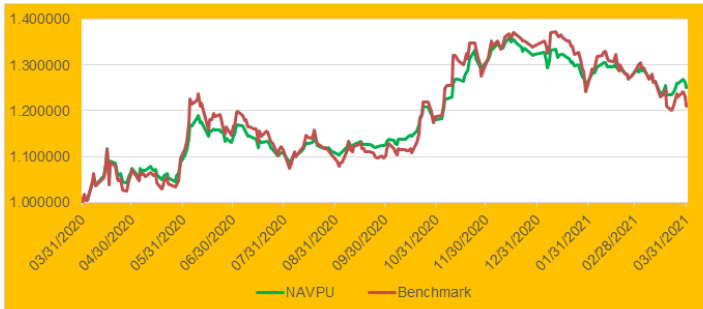
**DISCLOSURES**

- **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

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**NAVPU GRAPH**  
**ONE YEAR FUND PERFORMANCE**

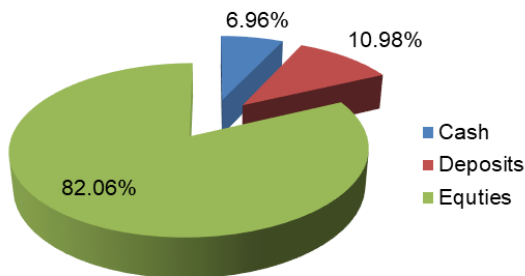


**CUMULATIVE PERFORMANCE(%)<sup>1</sup>**

Period	1 Mo	3 Mos	6 Mos	1Yr	3Yrs
<b>Equity Index Fund</b>	-2.23%	-5.52%	11.07%	24.99%	-16.09%
<b>Benchmark<sup>2</sup></b>	-5.18%	-9.76%	9.87%	19.13%	-19.26%

<sup>1</sup>Past performance is not indicative of future performance  
<sup>2</sup>Percentage change in the closing Philippine Stock Exchange Index (PSEI)

**PORTFOLIO COMPOSITION**



**NAVPU (Year-On-Year)**

<b>Highest</b>	0.916144
<b>Lowest</b>	0.674165

**STATISTICS**

<b>Weighted Ave Tenor</b>	0.07
<b>Monthly Volatility</b>	4.32%
<b>Sharpe Ratio</b>	0.43
<b>Information Ratio</b>	0.13

<sup>1</sup>Only for the fixed-income investments portion of the portfolio.  
<sup>2</sup>Volatility measures the fluctuations in the yield. A higher value means more dispersion from the Fund's average yield. (Not enough data. Fund launch date 01 August 2016)  
<sup>3</sup>Sharpe Ratio evaluates the return-to-risk efficiency of the portfolio. The higher the value, the higher the reward per unit of risk. (Not enough data. Fund launch date 01 August 2016)  
<sup>4</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. (Not enough data. Fund launch date 01 August 2016)

**MAJOR ASSET HOLDINGS**

Issue	% of Port
MBT	6.31%
MEG	6.03%
SMC2K	5.72%
PGOLD	4.59%
AC	4.48%
<b>Total</b>	<b>27.14%</b>

**RELATED PARTY TRANSACTIONS**

The Fund has deposits with LANDBANK amounting to 19,638,901.15 which is within the limit approved by the Board of Directors. Likewise, all related parties transactions are conducted on an arm's length basis.

**FUND MANAGER'S REPORT**

Philippine equities encountered rough sailing in the first quarter of 2021, sinking 9.75%. Corporate earnings as of 4Q2020 were expectedly disappointing and would probably continue to be so for the first half of the year. The exponential spike in Covid infection rates would lead to the reimposition of the strictest quarantine restriction in NCR plus, effectively shutting down the economy in the last week of the quarter. And with the very slow rollout of Covid vaccines, relief is nowhere in sight as of yet. Moreover, interest rates, which are inversely correlated to equities, are on the rise. There would be little to no catalyst in the horizon to propel a sustainable rally. Only when the government starts to implement a viable and effective vaccination program that lowers the infection rates, will things begin to brighten up. That could come only in the third to fourth quarter. For now, the bears would reign in the bourse.

**VIEW STRATEGY**

A defensive posture would be most apt under current circumstances. The most logical strategy is simply to accumulate on weakness to average costs down and sell on strength at the 7,000 to 7,200 index levels.

**Contact Details**

For more information, visit, call or email  
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<https://www.landbank.com/unit-investment-trust-fund>