



LANDBANK

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LANDBANK EQUITY FUND

KEY INFORMATION AND INVESTMENT DISCLOSURE STATEMENT

As of 30 June 2021

FUND FACTS

Classification	: Equity Fund	Net Asset Value per Unit	: 0.875853
Launch Date	: 01 August 2016	Total Fund NAV	: PhP 119,070,532.95
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	: 0.752%	Custodianship Fees	: n/a	External Auditor Fees	: n/a	Other fees	: 0.167%
	LANDBANK		Standard Chartered				PDTC fee/Brokers commission

*As a percentage of average daily NAV for the quarter valued at PhP 112,224,539.45

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 penalty if redeemed before the minimum holding period. For Partial Redemption, remaining balance should not be less than minimum investment.

DISCLOSURES

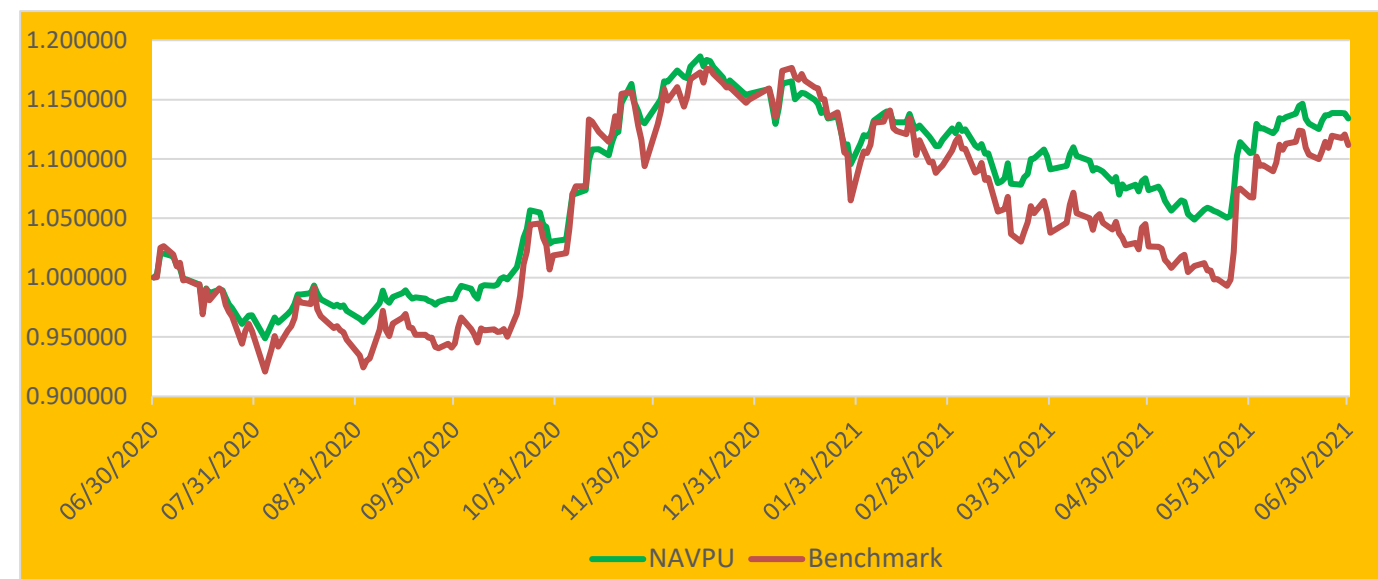
- **THE UIT FUND IS NOT A DEPOSIT AND IS NOT INSURED BY THE PHILIPPINE DEPOSIT INSURANCE CORPORATION (PDIC)**
- **RETURNS CANNOT BE GUARANTEED AND HISTORICAL NAVPU IS FOR ILLUSTRATION OF NAVPU MOVEMENT/FLUCTUATIONS ONLY**
- **WHEN REDEEMING, THE PROCEEDS MAY BE WORTH LESS THAN THE ORIGINAL INVESTMENT 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



NAVPU (Year-On-Year)

Highest	0.916144
Lowest	0.732639

STATISTICS

Weighted Ave Tenor	0.07
Monthly Volatility	3.94%
Sharpe Ratio	0.27
Information Ratio	0.06

CUMULATIVE PERFORMANCE(%)¹

Period	1 Mo	3 Mos	6 Mos	1Yr	3Yrs
Equity Index Fund	2.64%	3.94%	-1.79%	13.43%	-6.47%
Benchmark ²	4.12%	7.12%	-3.33%	11.18%	-4.06%

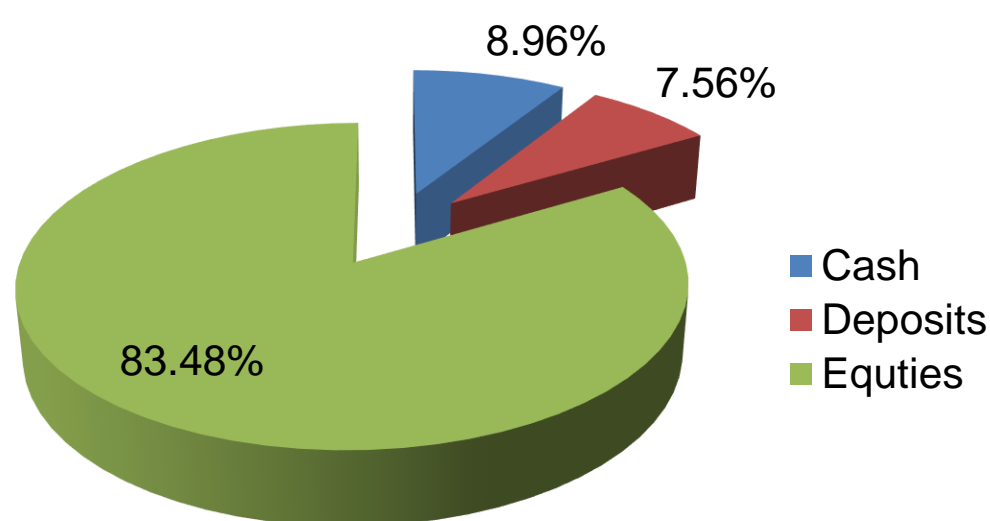
¹Past performance is not indicative of future performance
²Percentage change in the closing Philippine Stock Exchange Index (PSEi)

¹Only for the fixed-income investments portion of the portfolio.
²Volatility 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)
³Sharpe 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)
⁴Information 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	6.36%
SMC2K	5.25%
MEG	5.00%
PGOLD	4.69%
AC	4.59%
Total	25.90%

PORTFOLIO COMPOSITION



RELATED PARTY TRANSACTIONS

The Fund has deposits with LANDBANK amounting to 19,673,882.49 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

Volatility persisted in the equities market in 2Q2021. The first part of the quarter was dominated by the bears, with the index falling to the 6,151 trough on May 24. Nevertheless, it was heartening to note that after a "falling wedge" pattern was formed, stocks staged a spirited rally and ended the quarter on a bright note with the PSEi settling above 6,900. Foreign funds played a big role in sending the market higher after \$471 million in net foreign portfolios flowed into the country in May. But the question that needs to be answered is if the upward momentum is sustainable for much longer. The market is already trading at a high PE multiple of over 26x, notwithstanding mediocre corporate earnings. And to complicate things a bit more, the new Delta variant of Covid has emerged and is threatening to derail the relative success achieved in containing infection rates. Given the latest developments, equities will encounter very stiff resistance at the 7,000 level. And as Q2 corporate earnings turn out to be uninspiring, more downside pressure could pull the market down.

VIEW STRATEGY

The Landbank Equity Fund has generally outperformed the index so far this year. This, as we adopted a very defensive investment posture. And since so much uncertainty lingers, risk-off trade would still be the prudent way to go. As such, we shall continue to average down costs on market weakness.

Contact Details

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