



LANDBANK

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**LANDBANK GLOBAL DOLLAR FUND
KEY INFORMATION AND INVESTMENT DISCLOSURE STATEMENT**

As of 30 June 2021

FUND FACTS

Classification	: Long Term Bond Fund	Net Asset Value per Unit	: 1.449385
Launch Date	: 13 March 2006	Total Fund NAV	: US\$ 527,471.17
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 US\$10.00.

FEES*

Trust Fees	: 0.246%	Custodianship Fees	: 0.002386%	External Auditor Fees	: n/a	Other fees	: 0.0176%
	LANDBANK		Standard Chartered				GSRT fee

*As a percentage of average daily NAV for the quarter valued at US\$ 517,952.28

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 possibility for an investor to experience 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.

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

Liquidity Risk. 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

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

NAVPU GRAPH
ONE YEAR FUND PERFORMANCE



NAVPU (Year-On-Year)

Highest	1.457069
Lowest	1.433783

STATISTICS

Weighted Ave Tenor	1.55
Monthly Volatility	0.33%
Sharpe Ratio	0.09
Information Ratio	0.20

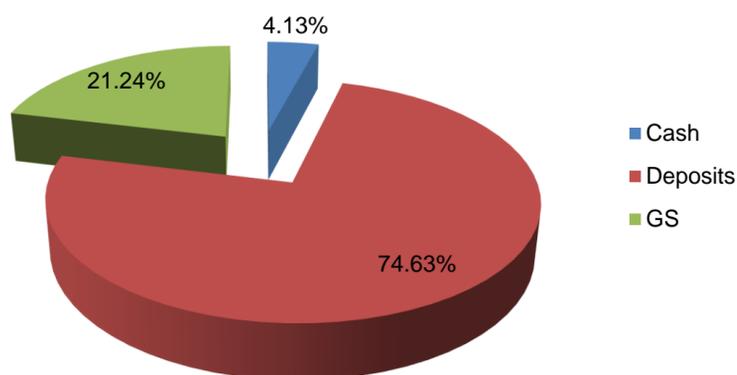
¹Volatility measures the fluctuations in the yield. A higher value means more dispersion from the Fund's average yield.
²Sharpe Ratio evaluates the return-to-risk efficiency of the portfolio. The higher the value, the higher the reward per unit of risk.
³Information Ratio measures reward-to-risk efficiency of the portfolio relative to the benchmark. The higher the number, the higher the reward per unit of risk.

CUMULATIVE PERFORMANCE(%)¹

Period	1Mo	3Mos	6 Mos	1Yr	3Yrs
GLOBAL \$ FUND	0.05%	0.42%	-0.44%	0.42%	8.24%
Benchmark	0.10%	-1.05%	-1.50%	-0.76%	7.21%

¹Past performance is not indicative of future performance
²Average of the daily one-year ROP rates

PORTFOLIO COMPOSITION



MAJOR ASSET HOLDINGS

Issue	Maturity	% of Portfolio
ROP	02/02/30	15.11%
ROP	10/21/24	3.70%
Deposits	07/26/21	9.57%
Deposits	08/16/21	9.52%
Deposits	08/23/21	7.62%
Total		45.52%

RELATED PARTY TRANSACTIONS

The Fund has deposits with LANDBANK amounting to 59,669.14 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

In the early going, things seemed to be turning out pretty well for the US insofar as economic recovery is concerned. The very aggressive and efficient vaccine roll-out in the US enabled uncle Sam to broadly re-open the economy. The preponderance of data released was upbeat and strongly suggested that the economy is on the mend and well on the way to a robust revival. But as things would unfold, what everyone thought was already the light at the end of the tunnel was just the silver lining. For sure, a somewhat spirited recovery had taken place but the economy wasn't firing on all cylinders yet. The unemployment rate was still nowhere near where it was before the pandemic. The US treasury market began to buy into this narrative that Fed Chair Powel and the doves in the FOMC portrayed. Even though inflation was red-hot, this may be considered aberrant due to the abnormally low base logged during the lockdowns. The bond market certainly reflected this story. From a high of 1.78%, the 10-year US treasury yield plunged to 1.46% by the end of the quarter. ROPs, as always, just follow the direction of US rates.

VIEW STRATEGY

We may have to agree with the Federal Reserve that economic recovery could be stalling or even sputtering not only due to the uneven rebound, but now, also because of the added threat of the Covid-Delta variant. But this will not change the plot. Unless the Delta-variant causes another full-blown pandemic, economic recovery will proceed; it may have encountered a speedbump or even a long detour but the destination would still be the same – economic recovery. We, shall stick with the strategy of shortening portfolio durations and exercise patience.

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>



Trust Banking Group

Your Stewards for Growth and Good Governance

LANDBANK UNIT INVESTMENT TRUST FUNDS

Unit Investment Trust Funds (UITFs) are not deposit accounts or an obligation of, or guaranteed, or insured by the Land Bank of the Philippines or its affiliates or subsidiaries and, therefore, is not insured or governed by the Philippine Deposit Insurance Corporation (PDIC). Due to the nature of investment, yields and potential yields cannot be guaranteed. Any income or loss arising from market fluctuations and price volatility of the securities held by the Fund, even if invested in government securities, is for the account of the investor. As such, units of participation of the investor in the UITF, when redeemed, may be worth more or be worth less than his/her initial investment/contributions. Historical performance, when presented, is purely for reference purposes and not a guarantee of similar future results. The Trustee is not liable for losses, unless upon willful default, bad faith or gross negligence.