



LANDBANK

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LANDBANK EQUITY FUND

KEY INFORMATION AND INVESTMENT DISCLOSURE STATEMENT

As of 31 December 2021

FUND FACTS

Classification	: Equity Fund	Net Asset Value per Unit	: 0.881235
Launch Date	: 01 August 2016	Total Fund NAV	: PhP 125,496,019.78
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	: 1.41259%	Custodianship Fees	: n/a	External Auditor Fees	: n/a	Other fees	: 0.261439%
LANDBANK		Standard Chartered				RTGS/PDTC fee/ Brokers commission/ taxes on sale of equity shares	

*As a percentage of average daily NAV for the quarter valued at PhP 126,720,601.43

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

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

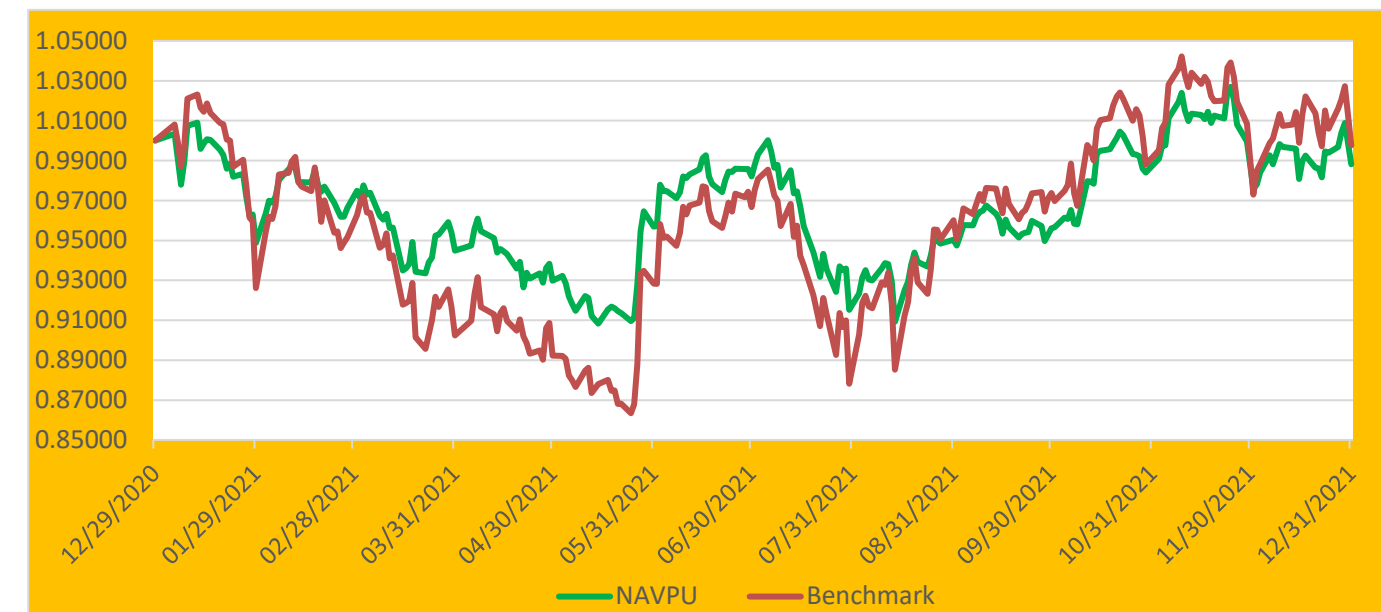
Fund Performance and Statistics as of 31 December 2021

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

EQUITY FUND

NAVPU GRAPH

ONE YEAR FUND PERFORMANCE



NAVPU (Year-On-Year)

Highest	0.915871
Lowest	0.810035

STATISTICS

Weighted Ave Tenor	0.11
Monthly Volatility	3.39%
Sharpe Ratio	-0.04
Information Ratio	-0.07

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)

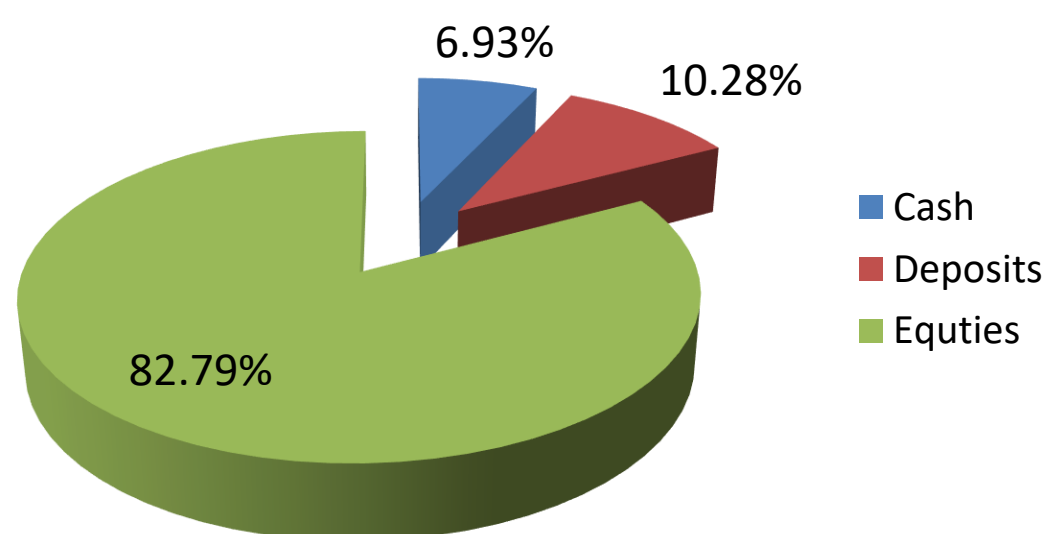
CUMULATIVE PERFORMANCE(%)¹

Period	1 Mo	3 Mos	6 Mos	1Yr	3Yrs
Equity Index Fund	-1.15%	3.34%	0.61%	-1.19%	-9.41%
Benchmark ²	-1.09%	2.44%	3.20%	-0.24%	-4.60%

¹Past performance is not indicative of future performance

²Percentage change in the closing Philippine Stock Exchange Index (PSEI)

PORTFOLIO COMPOSITION



MAJOR ASSET HOLDINGS

Issue	% of Port
MEG	6.03%
MBT	5.53%
AC	5.25%
SMC2K	4.94%
PGOLD	4.29%
Total	26.03%

RELATED PARTY TRANSACTIONS

The Fund has deposits with LANDBANK amounting to 21,776,323.65 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

Equities concluded another year of extreme volatility as the economic recovery has been intermittently stymied by the Covid cases. Just when things were starting to get better, the Omicron variant suddenly emerged and spread like wildfire all over the world. The resulting forced lockdowns dented sentiment as investors shed off risk. As a result, the index ended the year at 7,122.63, or 4.28% lower than the peak reached for the year. Looking forward, the bourse could still face challenging situations with the continued spike in infections. A potential head-and-shoulder formation could pull the market even lower. Also, we are not discounting the probability that a stock market bubble may have developed in the US. If this bursts, more downside could be expected for equities. Still, not all is gloom and doom. Booster shots are seen to contain the Omicron variant with new vaccines being developed specially designed for Omicron. Also, financial markets seemed to have come to terms with the Federal Reserve's monetary tightening agenda in 2022. There is a growing view that emerging markets, which have underperformed developed ones, could stage a rally next year. Despite all the obstacles, the market could still advance.

VIEW STRATEGY

The highly volatile outlook warrants a defensive posture. That said, we have to get heavier with utilities and consumer & retail counters. And because interest rates are seen to rise with the Federal Reserve's monetary tightening plans, financials would likely outperform. It would be good to have bank stocks as well. We shall continue to average down costs on market dips.

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

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.

LANDBANK UNIT INVESTMENT TRUST FUNDS