



LANDBANK

www.landbank.com

LANDBANK EQUITY FUND

KEY INFORMATION AND INVESTMENT DISCLOSURE STATEMENT

As of 31 March 2022

FUND FACTS

Classification	: Equity Fund	Net Asset Value per Unit	: 0.874098
Launch Date	: 01 August 2016	Total Fund NAV	: PhP 124,447,306.57
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 : 0.376199%	Custodianship Fees : n/a	External Auditor Fees : n/a	Other fees : 0.113100%
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 125,138,675.80

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

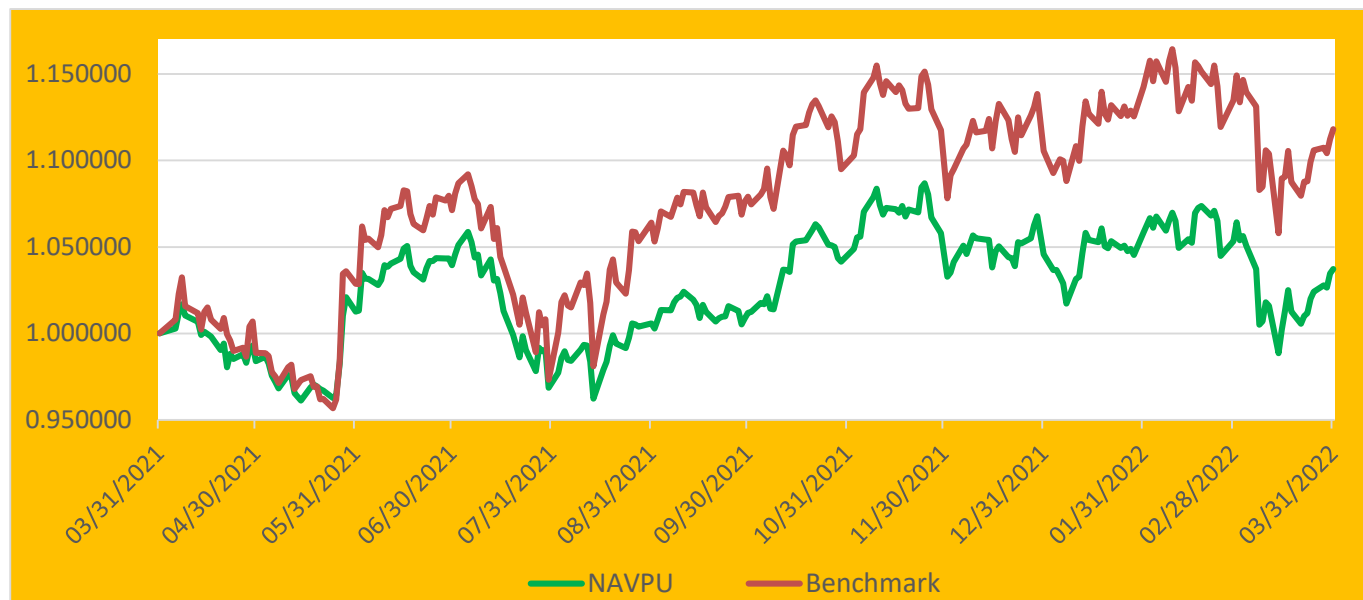
- **THE UIT FUND IS NOT A DEPOSIT AND IS NOT INSURED BY THE PHILIPPINE DEPOSIT INSURANCE CORPORATION (PDIC)**
- **RETURNS CANNOT BE GUARANTEED AND HISTORICAL NAVPU IS FOR ILLUSTRATION OF NAVPU MOVEMENT/FLUCTUATIONS ONLY**
- **WHEN REDEEMING, THE PROCEEDS MAY BE WORTH LESS THAN THE ORIGINAL INVESTMENT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

NAVPU GRAPH

ONE YEAR FUND PERFORMANCE



NAVPU (Year-On-Year)

Highest	0.915871
Lowest	0.810035

STATISTICS

Weighted Ave Tenor	0.08
Monthly Volatility	2.93%
Sharpe Ratio	0.09
Information Ratio	-0.35

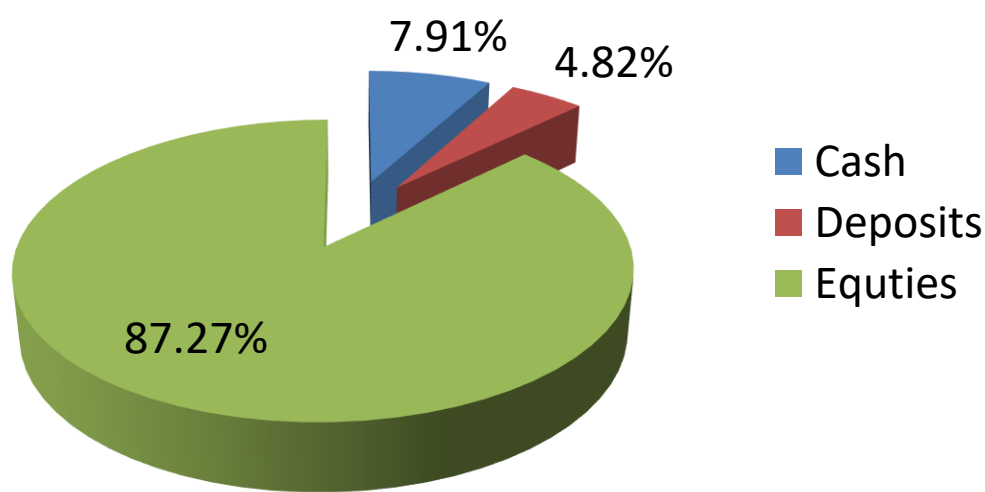
¹Only for the fixed-income investments portion of the portfolio.
²Volatility measures the fluctuations in the yield. A higher value means more dispersion from the Fund's average yield. (Not enough data. Fund launch date 01 August 2016)
³Sharpe Ratio evaluates the return-to-risk efficiency of the portfolio. 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	-1.52%	-0.81%	2.51%	3.73%	-10.14%
Benchmark ²	-1.47%	1.13%	3.60%	11.80%	-9.06%

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
SM	7.30%
MBT	6.21%
MEG	5.86%
AC	5.62%
SMC2K	4.96%
Total	29.96%

RELATED PARTY TRANSACTIONS

The Fund has deposits with LANDBANK amounting to 15,842,827.67 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

The outlook for equities for 2022 was supposed to be bullish, in light of significant progress in getting the Covid pandemic under control. Infection rates have gone down quite significantly, resulting in eased lockdown restrictions and increased mobility and economic activity. Furthermore, equities normally fare well during election years as the spending that goes along with it, provides a pump-priming effect on the economy. The caveat though is the Federal Reserve's monetary tightening agenda which would exert strong upward pressure on interest rates. But even though interest rates and the stock market are inversely correlated, we were still on the bullish side as we believe that "revenge spending" and "revenge leisure travels" will over-compensate for higher rates. But just when things were looking great, another black swan event emerged as Russia invaded Ukraine. This would send world crude oil prices to astronomical levels and severely stoke inflation, which rose to 4.0% in March compared to 3.0% in the first two months of the year. Uncertainty has rendered the market "unreadable" as volatility is expected to persist. As long as the armed conflict lasts, inflation will keep rising and weaken economic growth.

VIEW STRATEGY

Although Russia announced that its subjugation of Ukraine will have been achieved by May 9, 2022, this remains to be seen. Having lost and suffered so much from the war, the Ukrainians would likely put it all on the line and fight up to the last man standing. With this view, the conflict could be quite a protracted one that will result in sustained high global inflation and the eventual collapse of the Russian economy. Much volatility will persist and the way to play this market is to reduce equity exposure, buy on weakness and sell on strength.

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>

