

# Peso Growth Fund

An investment fund option for variable life insurance products of **The Manufacturers Life Insurance Co., (Phils), Inc.**

## Investment Objective

The Fund seeks to achieve long-term capital appreciation by investing in stocks listed on the Philippine Stock Exchange, government securities and/or pooled fund/s that invest in these securities and other liquid instruments.

## Fund Information

<b>Inception Date</b> April 2009	<b>Fund Size</b> PHP 20.65 billion	<b>Fund Currency</b> Philippine peso	<b>Dealing/Valuation</b> Daily
<b>Price (NAV/unit)</b> PHP 2.885	<b>Management Fee</b> 2.25% per annum	<b>Bloomberg Ticker</b> MPPHGRW	

## Performance Return (January 31, 2024)

Peso Growth Fund (net of management fee)	1 Month	YTD	1 Year	3 Years	5 Years	Since Inception
Absolute	2.52%	2.52%	-0.21%	5.18%	-15.99%	189.66%
Annualized	n.a.	n.a.	-0.21%	1.70%	-3.42%	7.45%

Past performance is not an indication of future results. Information about the portfolio's holdings, asset allocation, or country diversification is historical and is not an indication of future portfolio composition, which will vary.

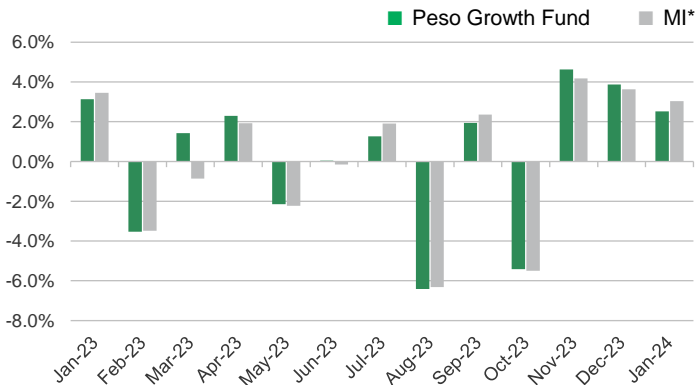
## Monthly Net Asset Value per Unit



## Top Five Holdings

SM INVESTMENTS CORPORATION	14.24%
SM PRIME HOLDINGS INC	9.85%
Manulife Equity Wealth Fund Class I	9.15%
BDO UNIBANK INC	8.44%
BANK OF THE PHILIPPINE ISLANDS	7.42%

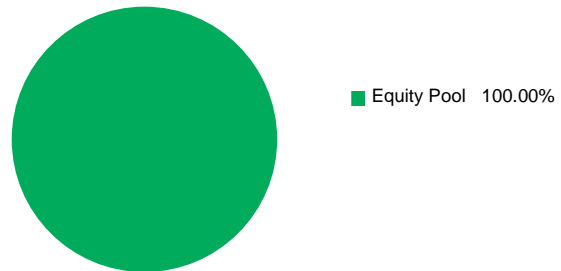
## Monthly Performance



\*Market Indicator = 100% Philippine Stock Exchange Index

## Portfolio Breakdown

### Asset Allocation (at Market Value)



As per the fund's Investment Policy Statement, initial subscriptions are invested in fixed 100% Equity Pool. The investments of the Equity Pool consist of stocks listed on the Philippine Stock Exchange and term deposits.

# Peso Growth Fund

## Market Review

The Philippine Stock Equity index (PSEi) rose 3% in January, closing at 6,646 points. The strong performance was driven by improvements in the January inflation print which decelerated to 2.8% from 3.9% in December year on year. As a result, the Philippines saw foreign investment inflows into the equity markets. January saw net foreign inflows of P4.2 billion versus net foreign outflows totaling P53.6 billion for 2023.

January inflation decelerated to 2.8% year on year from 3.9% the previous month on account of slower annual increase in household utilities including water, electricity, and fuel prices. Food inflation also eased to 3.3% year on year from 5.5% in December 2023. According to the Philippine Statistics Authority (PSA), inflation in January was the lowest inflation rate since October 2020. Nevertheless, we continue to remain watchful on inflation as rice prices continue to increase by 22.6% year on year in January from December's 19.6%.

Subsequently, Philippine Gross Domestic Product growth (GDP) for full year 2023 was better than expected, increasing by 5.6% year on year. This was slightly better than consensus expectations of 5.4%. Philippine economic output continues to outpace most of our regional peers in Asia including China, Vietnam, and Malaysia.

## Outlook

We are positive on Philippine equities on expectations that the Philippines' macroeconomy may continue to improve further moving into 2024. We expect inflation to fall within the Bangko Sentral ng Pilipinas' (BSP) target range of 2%-4% in 2024. With price pressures further easing in 2024, this may allow the BSP to be more dovish and reduce policy rates to aid economic output. Lastly, despite the recent rally seen in January, PSEi valuations remains attractive at 12x forward price to earnings, still a discount compared to its historical average of around 15x.

---

The investment fund option for The Manufacturers Life Insurance Company's variable life insurance product is managed by Manulife Investment Management and Trust Corporation.

The Fund mentioned in this document is specific to variable life insurance contracts and is not considered a mutual fund. Yields depend on interest and foreign exchange rate levels, both of which may fluctuate. Other factors that affect yield include changes in the credit standing of the issuers and changes in the value of the stocks and dividends received. Further, investments of the Fund may provide that their values be determined based on prices or yields of other securities, instruments or foreign currencies, and such provisions may result in negative fluctuations in the value of these investments and, in turn, the Fund's yields. Thus, the performance of the separate account(s) is not guaranteed and the value of the policy could be less than the capital invested. THE VARIABLE LIFE POLICYHOLDER SHALL BEAR ALL INVESTMENT RISKS. Past performance of the Fund is not necessarily indicative of future performance. Yields are not guaranteed.

The information and/or analysis contained in this material have been compiled or arrived at from sources believed to be reliable but The Manufacturers Life Insurance Co. (Phils.), Inc. ("Manulife Philippines") does not make any representation as to their accuracy, correctness, usefulness or completeness and does not accept liability for any loss arising from the use hereof or the information and/or analysis contained herein. Information about the portfolio's holdings, asset allocation, or country diversification is historical and is not an indication of future portfolio composition, which will vary. Neither Manulife Philippines or its affiliates, nor any of their directors, officers or employees shall assume any liability or responsibility for any direct or indirect loss or damage or any other consequence of any person acting or not acting in reliance on the information contained herein.

The information in this material may contain projections or other forward-looking statements regarding future events, targets, management discipline or other expectations, and is only as current as of the date indicated. There is no assurance that such events will occur, and may be significantly different than that shown here. The information in this material including statements concerning financial market trends, are based on current market conditions, which will fluctuate and may be superseded by subsequent market events or for other reasons. This material was prepared solely for informational purposes and does not constitute a recommendation, professional advice, an offer, solicitation or an invitation by or on behalf of Manulife Philippines to any person to buy or sell any security. This material should not be viewed as a current or past recommendation or a solicitation of an offer to buy or sell any investment products or to adopt any investment strategy. Nothing in this material constitutes investment, legal, accounting or tax advice, or a representation that any investment or strategy is suitable or appropriate to your individual circumstances, or otherwise constitutes a personal recommendation to you. Past performance is not an indication of future results.

Manulife and the block design are registered service marks and trademarks of The Manufacturers Life Insurance Company and used by it and its affiliates including Manulife Financial Corporation.