

Peso Growth Fund

An investment fund option for **Affluence Max, Affluence Max Gold, Affluence Builder Series, Horizons** and **FlexiSure** 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

Inception Date April 2009	Fund Size PHP 14.30 billion	Fund Currency Philippine peso	Dealing/Valuation Daily
Price (NAV/unit) PHP 2.656	Management Fee 2.25% per annum	Bloomberg Ticker MPPHGRW	

Performance Return (October 31, 2020)

Peso Growth Fund (net of management fee)	1 Month	YTD	1 Year	3 Years	5 Years	Since Inception
Absolute	6.88%	-20.19%	-22.09%	-27.11%	-16.45%	166.67%
Annualized	n.a.	n.a.	-22.09%	-10.01%	-3.53%	8.87%

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.

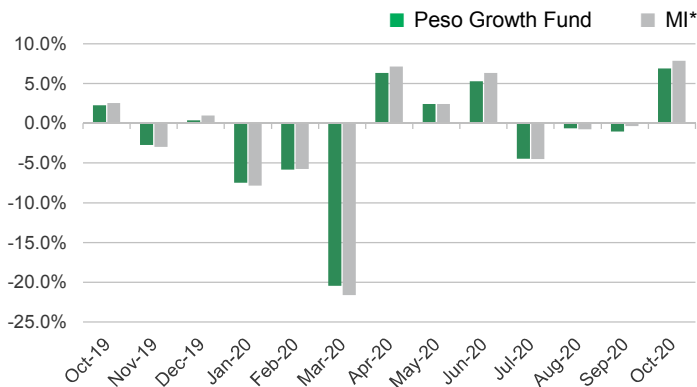
Monthly Net Asset Value per Unit



Top Five Holdings

SM INVESTMENTS CORPORATION	15.16%
Manulife Equity Wealth Fund Class I	10.92%
SM PRIME HOLDINGS INC	9.13%
AYALA LAND INC	7.21%
AYALA CORPORATION	6.15%

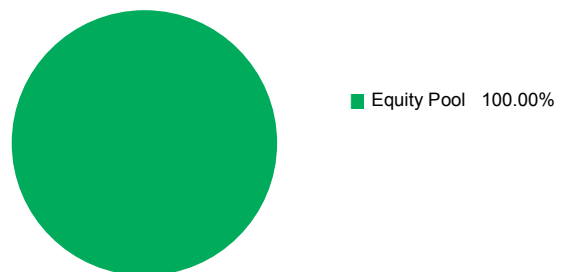
Monthly Performance



*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 Exchange Index was up 7.91% to 6,324 for the month of October as economic reopening contributed to increased market optimism and as COVID infection rates locally continue to improve. While NCR is expected to remain under GCQ restrictions until the end of the year, further easing of restrictions have been introduced including lifting the ban on non-essential foreign travel and improved capacity on non-essential businesses like hotels, restaurants and construction activities.

Foreign outflows for October were at \$156 Million much slower versus the prior month at \$306 Million. Year-to-date, foreigners sold \$2.173 Billion. Selling was partially offset following strong demand for Converge ICT Solutions. The company raised \$523 Mil in its initial offer last October 26. Apart from the IPO, foreign buying also returned towards month end with flows coming into large caps.

We are also halfway through the third quarter earnings reporting season with corporate results showing improving quarter-on-quarter trends from second to third quarter 2020. Among the notable trends include the absence of pantry stocking resulting in flattish earnings from retailers, continued weak mall foot traffic and rising office vacancies from the exit of smaller POGO operators. Provisions for doubtful accounts continue to hold back profits for the banking sector on continued expectations of future NPLs and uncertainties arising from second round of loan moratoriums which is expected to last until the end of the year.

Outlook

We think that the re-opening of the local economy and containment of COVID-19 cases will have a broader implication on the local equities than the outcome of the US elections. Our outlook remains neutral for local equities as we partially focus on repositioning to sectors that we think will outperform come 2021. We expect the conclusion of the upcoming US elections to remove one big uncertainty to the global economic outlook as investors who have chosen to stay on the sidelines may finally decide to invest in equity markets as another round of fiscal stimulus package will bode well for markets globally, including the Philippines. Key catalysts that can potentially provide the market's recovery with more legs would be further developments locally on containing COVID-19 as well as encouraging news flows in the area of vaccine and treatment research. All eyes are also on the US resolving its remaining election-related issues, as well as the passage of another round of stimulus measures to aid the world's largest economy.

The investment fund option for The Manufacturers Life Insurance Company's variable life insurance product is managed by Manulife Asset 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.