

Peso Wealth Optimizer Fund 2036

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

Investment Objective

The Fund seeks to maximize long-term capital growth while managing the risk of capital erosion as the target date approaches through a dynamic rebalancing of exposure to diversified portfolios of peso-denominated fixed income securities and securities listed on the Philippine Stock Exchange and/or pooled funds that invest in these securities and other liquid fixed income instruments.

Fund Information

Inception Date June 2016	Fund Size PHP 259.68 million	Fund Currency Philippine peso	Dealing/Valuation Daily
Price (NAV/unit) PHP 0.912	Management Fee 2.25% per annum (of which 0.18% will go to the Investment advisor, Manulife Investment Management (HK) Limited.)		Bloomberg Ticker MPPHWTY

Performance Return (November 30, 2024)

Peso Wealth Optimizer Fund 2036 (net of management fee)	1 Month	YTD	1 Year	3 Years	5 Years	Since Inception
Absolute	-5.88%	4.95%	8.57%	-0.55%	-9.43%	-8.80%
Annualized	n.a.	n.a.	8.57%	-0.18%	-1.96%	-1.08%

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.

Why Peso Wealth Optimizer Funds?

Investing through a target date approach simplifies asset allocation for an average investor. The asset mix changes over time, becoming more conservative as the investor's financial milestone draws closer.

The change in asset allocation over time is called the **glide path** which Manulife designed specifically for these funds.



The glide path's objectives include:

- To maximize wealth accumulation prior to target date
- To minimize risk as the target date approaches
- To make wealth last long enough to support any financial needs beyond the chosen target date

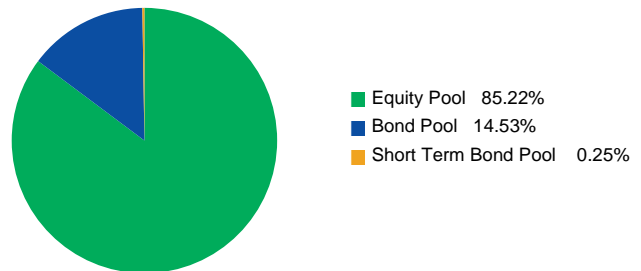
Top Five Holdings

Bond Pool		Short-Term Bond Pool	
Manulife Income Builder Fund Class I	6.26%	Manulife Stable Income Fund Class I	40.84%
FXTN 07/19/31	6.25%	Manulife Money Market Fund Class I	10.83%
FXTN 02/28/29	6.07%	FXTN 04/08/26	6.85%
FXTN 09/15/32	5.95%	FXTN 03/04/27	6.34%
FXTN 03/04/27	5.13%	FXTN 02/28/29	5.93%
Equity Pool			
SM INVESTMENTS CORPORATION	13.90%		
INTERNATIONAL CONTAINER TERMINAL SERVICES INC	10.39%		
Manulife Equity Wealth Fund Class I	9.54%		
BDO UNIBANK INC	9.25%		
BANK OF THE PHILIPPINE ISLANDS	8.93%		

Notes:
 FXTN - Fixed Treasury Notes or Peso-denominated debts of the Philippine Government
 RTB - Retail Treasury Bonds of the Philippine Government

Portfolio Breakdown

Asset Allocation (at Market Value)



As per the fund's Investment Policy Statement, initial subscriptions are invested in fixed 93.32% Equities, 6.6% Long term bonds, 0.08% Short term bonds. The investments of these pools consist of the following:
 -Peso Bond Pool: Peso-denominated bonds of the Republic of the Philippines and term deposits.
 -Short Term Bond Pool: Peso-denominated bonds of the Republic of the Philippines with a term of up to three years and term deposits.

Peso Wealth Optimizer Fund 2036

Market Review

The Philippine market lost ground in November, following the conclusion of the US presidential elections and the third-quarter earnings reporting season for local companies. The benchmark Philippine Stock Exchange Index (PSEi) declined by 7.26% for the month, putting its year-to-date performance at 5.19%. In US dollar terms, however, the PSEi is marginally lower for the year at 0.63%, as the Philippine peso reached a low of 59.004 PHP/USD during the month.

Third-quarter GDP surprised negatively as output grew by 5.2% for the period, with weather disturbances crimping agriculture and construction activity. Domestic demand remained resilient, while encouraging signs in household consumption helped offset any further slowdown as it quickened again after a two-quarter slowdown. Meanwhile, November inflation slightly accelerated to 2.5%, in line with market expectations.

Market sentiment was also negatively affected by third-quarter earnings results, which showed some weakness. The property sector continued to be affected by concerns over residential sales weakness and the exit of Philippine offshore gaming operators (POGOs), while revenues of consumer discretionary and staples names remained impacted by down trading as prices remained relatively high.

The sell-off in local bonds intensified in November, led by the short-end to belly part of the curve as the market digested the implications of President-elect Donald Trump's victory in the U.S. election. While the U.S. Federal Reserve (Fed) delivered its planned 25bps rate cut mid-December, expectations on rate cuts next year were scaled back, with the Fed's dot plot now showing just 2 cuts next year. The Bangko Sentral ng Pilipinas also delivered a 25bps rate cut, while signaling to continue monetary easing early next year.

Outlook

The market's decline in November has increased the attractiveness of Philippine shares. Buying opportunities are emerging as investors prepare for 2025. Despite pressures on the local currency, manageable price pressures are likely to keep the Bangko Sentral ng Pilipinas on track to deliver additional rate cuts in 2025, which may help offset offshore volatility as US trade and economic policies take front and center in 1Q2025 when Donald Trump begins his second presidential term.

Looking ahead, we expect global market developments to continue to drive the local market in the short-term. We maintain our view at slight positive over the medium-term on expectations of benign local inflation and a continuation of monetary easing through next year. Nevertheless, we expect heightened volatility in the short-term to persist as the market digests the implications of another Trump regime. These uncertainties are also reflected in the elevated U.S. yields and weakness in Philippine Peso.

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.