

# BPI Global Equity Fund

August 31, 2010

BPI ASSET MANAGEMENT is backed by years of leadership in trust and investment management, with over PHP495 Billion in total assets under management.

## Investment Objective

To achieve investment returns derived primarily from a diversified portfolio of global equities.

## Fund Performance

Absolute Returns	Fund	Benchmark*
Year-to-date	-6.05%	-7.51%
2009	24.27%	26.98%
2008	-36.51%	-42.08%
2007	10.14%	7.09%
2006	13.43%	13.91%
2005	7.79%	5.17%

Returns are net of fees. Past Performance is not an indication of future returns.

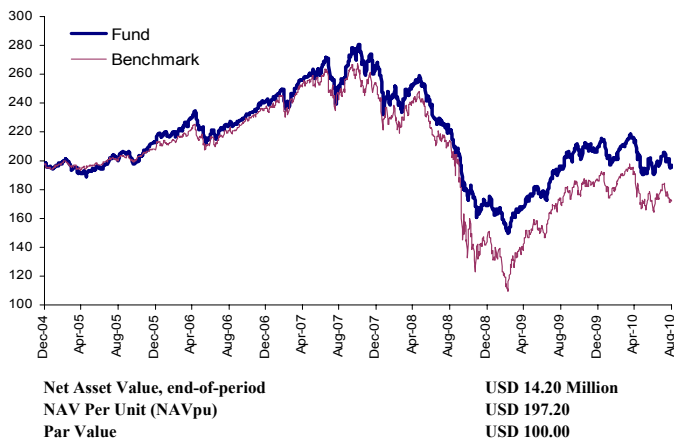
\*Benchmark is Morgan Stanley Capital International (MSCI) World USD Index which tracks global equity performance. Prior to 2007, benchmark was 50% MSCI World USD Index & 50% 1 Year US Treasury Bills.

## Fund Manager's Report

Global equities took a beating this month with the MSCI World Equity Index declining 3.9% on concerns that the pace of economic recovery in developed markets will be less robust than expected. Weak home sales and jobs data coupled with uninspiring durable goods orders offered more signs that the US economy remains fragile. Further aggravating market's negative breadth was the downward revision of France's economic growth forecast for 2011. The second largest economy in the Eurozone is expected to grow by 2.0% next year, compared to previous forecast of 2.5%. News that the S&P cut Ireland's long-term credit rating to "AA-" from "AA" and concerns over Spain's fiscal stability added to market's nervousness. In Asia, reports showing Japan's economy grew by only 0.4% in the second quarter, its slowest pace for the past three quarters, made investors' sentiment more bearish. Overall, market players remained cautious on equities despite encouraging first semester earnings season. All the major regions were in negative territory, with the US market declining the most at 4.67%.

Given current market conditions, the Fund will keep a portion of the portfolio in cash and remain underweight in the US and the Eurozone. We still favor Asia and emerging markets as growth prospects in these regions remain better than the developed markets.

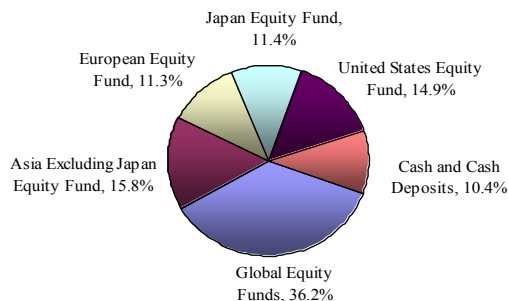
## Net Asset Value Per Unit



## Risk Disclosure

The Fund is suitable for investors who take medium to long-term views. As a marked-to-market UITF, the Fund's net asset value, and total return may fall as well as rise as a result of stock price and interest rate movements. On redemption of units, an investor may receive an amount less than the original amount of the investment.

## Portfolio Composition



## Investments in Mutual Funds

Mutual Fund	% of Fund
DBS Horizon Asia Ex-Japan Equity Fund	15.8
Victoria 1522 Fund-Emerging Market Select	15.5
DBS Horizon United States Equity Fund	14.9
DBS Horizon Global Equity Fund	14.5
DBS Horizon Japanese Equity Fund	11.4
DBS Horizon European Equity Fund	11.3
JPMorgan Global Dynamic Fund	6.2

Any prospective investment shall be limited to the type of investments described in the Declaration of Trust for the Fund.

## Risk Characteristics

Risk Measures	Past 12 Months			
	Aug 31, 2010	Low	High	Average
Volatility, Past 360 Days	10.73%	10.14%	12.85%	10.99%
Information Ratio, Past 360 Days	0.07			

Volatility measures fluctuations in NAVpu. The higher the number, the higher the potential gain or loss. Information ratio evaluates reward-to-risk efficiency relative to the benchmark. The higher the number, the higher the reward per unit of risk.

## Fund Facts

Launch Date	August 30, 1994
Structure	Unit Investment Trust Fund
Fund Type	Equity Fund
Client Suitability	The fund is suitable for investors with an aggressive risk profile
Base Currency	US Dollar
Minimum Initial Investment	USD 1,000.00
Minimum Transaction <sup>1</sup>	USD 200.00
Early Redemption Fee	1.00%
Minimum Holding Period	90 days
Trust Fees	1.50% per annum 0.37% per quarter <sup>2</sup>
Foreign Based Fund Managers	DBS, JP Morgan and Victoria 1522
Management Fees-Foreign based <sup>3</sup>	0.13% per month
Custodianship Fees <sup>4</sup>	0.0005%
External Audit Fees <sup>5</sup>	0.02%
Valuation Methodology	Mark-to-Market
Trustee	Bank of the Philippine Islands
Available Thru	Bank of the Philippine Islands Branches
Custodians	HSBC Bank of New York
External Auditor	Isla Lipana & Co.
Dealing	Daily up to 12 noon
Bloomberg Ticker	BPIGLBL PM

<sup>1</sup>Contribution rounded down/ redemption rounded off to the nearest whole unit.

<sup>2</sup>Trust fees paid for the quarter as a percentage of average daily NAV for the quarter.

<sup>3</sup>Management fees paid to foreign fund managers as a percentage of the average daily NAV for the month.

<sup>4</sup>Custodianship fees billed for the quarter as a percentage of average daily NAV for the quarter.

<sup>5</sup>External Audit Fees as a percentage of fund size 2009 NIA.