

Odyssey Peso Cash Management Fund

A Unit Investment Trust Fund of the Bank of the Philippine Islands

Investment Objective

The objective of the Fund is to achieve capital appreciation and generate income over a short to medium term investment horizon by investing primarily in a portfolio of Philippine government securities and corporate bonds. The Fund aims to outperform its benchmark which is the HSBC Philippines Money Market Total Return Index.

FIGURES AS OF 4/30/2012

Cumulative Performance (%)¹

	1 mo	1YR	3YRS	5YRS	S.I. ²
Fund	0.22	2.91	10.33	20.22	39.50
Benchmark ³	0.33	1.34	9.92	19.93	32.39

Annualized Performance (%)¹

	1YR	2YRS	3YRS	4YRS	5YRS	S.I. ²
Fund	2.91	3.40	3.33	3.84	3.75	4.86
Benchmark ³	1.34	2.94	3.20	3.76	3.70	4.08

Calendar Year Performance (%)¹

	YTD	2011	2010	2009	2008	2007
Fund	0.94	2.78	4.15	4.12	3.80	4.31
Benchmark ³	0.39	2.26	4.38	4.35	4.17	4.42

¹ Returns are net of fees. Past performance is not an indication of future returns.

² Since Inception

³ Effective February 1, 2007, the Fund's benchmark was changed from the 91-day T-Bill rate to the HSBC Money Market Index.

Key Figures and Statistics

Net Asset Value per Unit (NAVPU) ⁴	PHP	13.95
Total Fund NAV (Mn)	PHP	1,439.11
Portfolio Weighted Yield to Maturity (YTM) %, net ⁵		2.24
Current Number of Holdings		12
Information Ratio ⁵		1.43
Sharpe Ratio ⁵		2.99
Statistics - Past 5 Years	Fund	Benchmark
Annualized Return (net)	3.75%	3.70%
Annualized Volatility	0.70%	0.98%
Duration (Years)	0.04	

General Information

Launch Date	April 25, 2005
Fund Structure	Unit Investment Trust Fund
Fund Classification	Money Market Fund
Fund Currency	Philippine Peso
Minimum Holding Period	5 calendar days
Early Redemption Fee	1.00%
Management/Trust Fee	0.75% per annum/0.19% per quarter ⁴
Custodianship Fees	0.001% per quarter ⁴
External Audit Fees	0.001% per quarter ⁴
Valuation Methodology	Marked-to-Market
External Auditor	Isla Lipana & Co.
Trustee	Bank of the Philippine Islands
Third-Party Custodian	HSBC, Ltd. (Philippines)
Dealing Cut-Off	2:00 PM

Manager's Report

Market Review. The HSBC Money Market Philippines Total Return Index (Benchmark) gained 0.33% in the month of April. Most of the movements in the local bond yield curve were seen at the shorter end of the curve. The one- and six-month rates declined by 10 bps and 15 bps, respectively, while the one-year rate dropped by 44 bps.

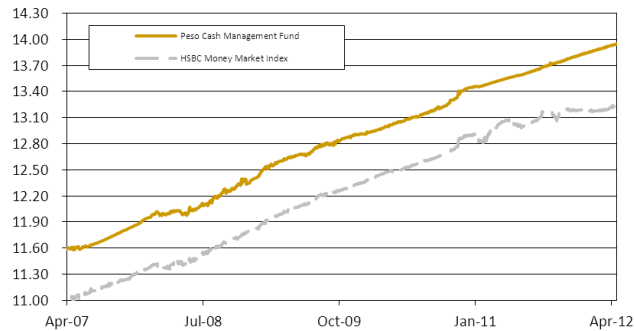
Manageable inflation and strong economic indicators allowed the Bangko Sentral ng Pilipinas (BSP) to keep its key policy rate at 4% during its board meeting in April. Inflation in March slowed to 2.6% from 2.7% despite elevated oil prices and the provisional P50c transport fare hike. The BSP is giving itself more time to assess the effects of its cumulative 50 bps overnight rate cut earlier in the year as inflation in April is expected to fall between 2.1% to 3.0%, way below its target range. It also revised its inflation forecast for next year to 3.3% from 3.4%. However, the BSP noted that risks to inflation now lean toward the upside due to possible second round effects of elevated oil prices. Meanwhile, the government incurred a budget deficit of P33.9 billion in the first quarter, P48.9 billion below the programmed ceiling. Public spending has increased during the period just as tax collection also improved.

On the supply side, the Bureau of Treasury announced it may not issue more Retail Treasury Bonds (RTB) this year. It had initially planned a second issuance in the second half of the year. Also, the agency is considering a domestic bond swap later this year to exchange for its illiquid issuances.

Fund Performance. The Fund gained 0.22% during the month, underperforming its benchmark by 11 bps. The portfolio has a year-to-date return of 0.94%, 55 bps higher than the benchmark return. Portfolio duration ended lower than the benchmark's at the end of the month.

Fund Strategy. The Fund will keep its current duration as policy rate is held steady while risk of inflation could rise.

NAVPU Graph



Allocation

Portfolio Composition: Government 0%, Corporates 1.3%, Cash 98.7%

Top Holdings

Name	% Yield ⁶	Maturity	% of Fund
BSP Special Deposit Account 3.35%	3.30%	5/16/2012	25.98%
BSP Special Deposit Account 3.35%	3.30%	5/18/2012	14.07%
BSP Special Deposit Account 3.35%	3.30%	5/10/2012	14.05%
BSP Special Deposit Account 3.35%	3.30%	5/21/2012	14.05%
BSP Special Deposit Account 3.35%	3.30%	5/23/2012	10.53%
BSP Special Deposit Account 3.35%	3.30%	5/30/2012	7.02%
BSP Special Deposit Account 3.35%	3.30%	5/14/2012	6.46%
BSP Special Deposit Account 3.35%	3.30%	5/2/2012	3.52%
BSP Special Deposit Account 3.30%	3.25%	5/8/2012	2.56%
NAPOCOR 2012 0%	2.50%	11/29/2012	1.34%

Maturity Profile

Cash	98.7%
Between 0 and 12 months	1.3%
Between 1 and 3 years	0.0%

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

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 prices and interest rates movements. On redemption of units, an investor may receive an amount less than the original amount of investment.

⁴ Plan Rules are available upon request.

⁴ Trust fees/custodianship fees/audit fees as a percentage of average daily NAV for the quarter.

⁵ The Information Ratio evaluates reward-to-risk efficiency relative to the benchmark, while the Sharpe Ratio evaluates reward-to-risk efficiency relative to the risk free rate. The higher the number, the higher the reward per unit of risk. Sharpe and Information Ratios between funds of different classifications are non-comparable.

⁶ Net of Tax

