

FWD Peso Growth Fund

INVESTMENT OBJECTIVE

This is an actively managed Equity Fund that aims to achieve investment returns by investing in equity investments listed in the Philippine Stock Exchange.

SUMMARY

- The Fund's NAVPU improved 7.74% month-on-month, following a good performance of the PSEi and of equity markets globally, due to climbing oil prices, a dovish tone by the FED, and easing fears of a hard landing in China.
- The Fund Manager expects that the market will consolidate at these levels, however, if there is a clear winner in the upcoming elections and corporates deliver decent 1st quarter earnings, the PSEi may rise and break the 7,400 level. The Fund Manager sees opportunities in Index names MPI and LTG, and non-index names PGOLD, RRHI, DNL and CEB.

FUND INFORMATION

Net Asset Value (NAV)	P1,024.57M
NAV per Unit (NAVPU)	P0.73689
Inception Date	January 14, 2015
Initial NAVPU on Inception	P1.00000
Fund Currency	Philippine Peso
Dealing Schedule	Daily

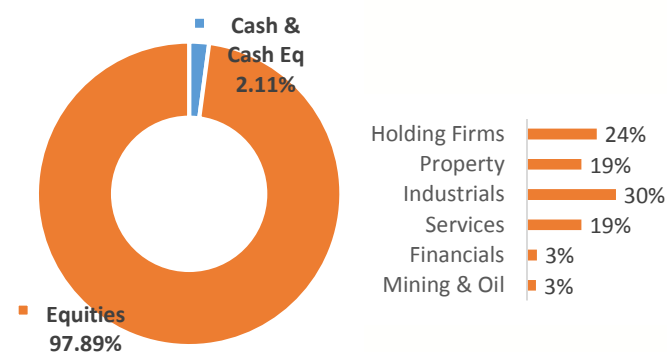
FUND PERFORMANCE

Month-on-Month	Year to Date	Since Inception
7.74%	0.06%	-26.31%

HISTORICAL FUND PRICE



PORTFOLIO ALLOCATION



MARKET UPDATE

The Equity markets globally staged a dramatic comeback for the month of March due to climbing oil prices, dovish tone by the FED, and easing fears of a hard landing in China. The PSEi ended the month at 7,262.30, up 8.9% month-on-month. Foreigners were net buyers of US\$204m, reversing February's outflow of US\$85m. Turnover increased by 20% to US\$168m from US\$140m the previous month. GLO (+25.6% MoM) and TEL (+8.2% MoM) surged after negotiations between Telstra and San Miguel on a wireless joint venture fell through. SM (+15.8% MoM) was the top index mover as the company disclosed that it was acquiring retail businesses owned by related parties, including the Philippine franchisees of Ace Hardware, Watsons, SM Appliance, Toy Kingdom, etc. Other conglomerates that did well were AEV (+14.0 MoM), AC (+8.9% MoM), AGI (+14.6% MoM), and JGS (+18.6% MoM). URC (+9.5% MoM) aims to double its sales by 2020.

MARKET OUTLOOK

The Fund Manager believes the market will consolidate at these levels with initial support at 7,000 and resistance between 7,300 to 7,400. If there is a clear winner in the upcoming elections and corporates deliver decent first quarter earnings, the 7,400 may be broken. The Fund Manager continues to be bullish on index names such as LTG and MPI as the former will benefit from the crackdown on illicit trade, while the latter will benefit from increased infrastructure spending. The Fund Manager also sees opportunities in Non-index names such as PGOLD, RRHI, DNL, and CEB, due to expected decent uptick in same-store sales growth for PGOLD and RRHI due to elections spending, low oil prices and election spending are seen to benefit DNL, and CEB due to decent forward bookings and the low price environment.

TOP SECURITY HOLDINGS

SECURITY	TYPE	% HELD
1 SM Investments	Equity	8%
2 Universal Robina	Equity	8%
3 SM Prime Hldgs	Equity	7%
4 Ayala Land, Inc.	Equity	7%
5 Robinson's Retail	Equity	4%
6 GT Capital Hldgs	Equity	4%
7 Ayala Corp	Equity	4%
8 DNL Industries	Equity	4%
9 Puregold Price Club	Equity	4%
10 Cebu Air Inc.	Equity	4%