

ATRAM EM EQUITY OPPORTUNITY FEEDER FUND  
KEY INFORMATION AND INVESTMENT DISCLOSURE STATEMENT



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As of November 27, 2020

FUND FACTS

<b>Classification</b>	Equity Fund	<b>Net Asset Value per Unit (NAVPU)</b>	USD 1.420445
<b>Launch Date</b>	November 13, 2013	<b>Total Fund NAV</b>	USD 3.19 Million
<b>Minimum Investment</b>	USD 1,000	<b>Dealing Date</b>	Daily
<b>Additional Investment</b>	USD 500	<b>Redemption Settlement</b>	Trade Date + 5 Business Days <sup>1</sup>
<b>Minimum Holding Period</b>	None	<b>Early Redemption Charge</b>	None
<b>Structure</b>	UITF, Feeder Fund	<b>Target Fund</b>	Franklin Templeton Investment Funds - Templeton Emerging Markets Fund

<sup>1</sup> ATRAM Trust reserves the right to settle on Trade Date + 7 Business Days if settlement of redemption from Target Fund gets delayed.

FEES <sup>2</sup>

<b>Trustee Fee</b> ATRAM Trust	0.88%	<b>Custodianship Fees</b> Deutsche Bank Citibank	0.00%	<b>External Auditor Fees</b> SGV and Co.	0.01%	<b>Other Fees</b> (Transaction Fees)	0.06%
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<sup>2</sup> As a percentage of average daily NAV for the month valued at USD 3.14 Million

The investor is advised to consider all fees and charges before investing in the Fund as they may be subject to higher fees arising from the layered investment structure of a feeder fund.

INVESTMENT OBJECTIVE AND STRATEGY

The Fund seeks to achieve long-term capital appreciation by investing all or substantially all of its assets in an equity collective investment scheme that invests mainly in equity securities of emerging markets companies or those companies which derive a significant proportion of their revenues or profits from emerging market economies.

CLIENT SUITABILITY

A client suitability process shall be performed prior to participating in the Fund to guide the prospective Investor if the Fund is suited to his/her investment objectives and risk tolerance. Clients are advised to read the Declaration of Trust/Plan Rules of the Fund, which may be obtained from the Trustee, before deciding to invest.

**The ATRAM EM Equity Opportunity Feeder Fund is suitable ONLY for investors who:**

- have an aggressive risk appetite
- are comfortable with the volatility and risks of an equity fund
- have a medium to long-term investment horizon
- are seeking to invest in emerging market equity securities

KEY RISKS AND RISK MANAGEMENT

You should not invest in this Fund if you do not understand or are not comfortable with the accompanying risks.

<b>Market Risk</b>	Factors (e.g. macroeconomic developments, political conditions) that affect the overall performance of financial markets may lead to lower prices of securities and losses for investors.
<b>Counterparty Risk</b>	The Fund is exposed to risks arising from solvency of its counterparties (e.g. custodian, broker, banks) and their ability to respect the conditions of contracts or transactions.
<b>Liquidity Risk</b>	Liquidity risk occurs when certain securities in a fund's portfolio may be difficult or impossible to sell at a particular time, which may prevent the redemption of investment in a fund until its assets can be converted to cash.
<b>Reinvestment Risk</b>	When income is received from the investments, or when the investments are sold and reinvested, there is a risk that the return would be lower than the return realized previously.
<b>Foreign Currency Risk</b>	The value of investments may be affected by fluctuations in the exchange rates of securities in a different currency other than the base currency of the Fund.
<b>Country Risk</b>	The Fund may suffer losses arising from investments in securities issued by/in foreign countries due to political, economic and social structures of such countries.

- THE UIT FUND IS NOT A DEPOSIT AND IS NOT INSURED BY THE PHILIPPINE DEPOSIT INSURANCE CORPORATION (PDIC).
- RETURNS CANNOT BE GUARANTEED AND HISTORICAL NAVPU IS FOR ILLUSTRATION OF NAVPU MOVEMENTS/FLUCTUATIONS ONLY.
- WHEN REDEEMING, THE PROCEEDS MAY BE WORTH LESS THAN THE ORIGINAL INVESTMENT AND ANY LOSSES WILL BE SOLELY FOR THE ACCOUNT OF THE CLIENT.
- THE TRUSTEE IS NOT LIABLE FOR ANY LOSS UNLESS UPON WILLFUL DEFAULT, BAD FAITH OR GROSS NEGLIGENCE.

**Legal and Tax Risk** The interpretation and implementation of laws and regulations are constantly changing and they may change with retroactive effect. There is no certainty that investors will be compensated for any damage or loss incurred as a result of legal or regulatory changes.

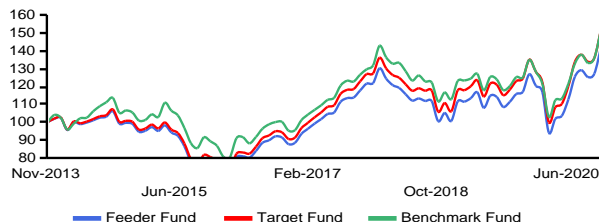
**Equity Risk** The Fund investments mainly in equity securities, the prices of which fluctuate daily, sometimes dramatically, which could result in significant losses.

**Region Risk** The Fund is focused on emerging markets which increases potential volatility. Emerging markets are less developed and growth in the region is more uncertain.

Active risk management has been core to the portfolio discipline and firm of the Target Fund's Investment Manager, Franklin Templeton Investments Corp., a member of the Franklin Templeton Group. They approach risk management holistically: It encompasses their underlying fund operations, investment lifecycle activities, and portfolio stress testing and analysis. Each of these efforts is underpinned by their firm's core investment strategy and approach. Most of the Franklin Templeton portfolios are constructed using a bottom-up security selection process with a keen eye on the macroeconomic factors at work. Investment selection is driven by fundamental, research-driven analysis. In constructing portfolios, they look carefully at diversification, investment correlation, macroeconomic outlook, and benchmark alignment, where appropriate.

**Investors should be aware and understand that all investments involve risk and that there is no guarantee against losses on investments made in the Fund. The Fund Manager employs strategies to mitigate risks, however, there is no assurance that no loss will be incurred.**

**FUND PERFORMANCE AND STATISTICS As of November 27, 2020**  
(Purely for reference purposes and is not a guarantee of future results)



**NAVPU Over the Past 12 Months**

Highest	1.420921
Lowest	0.836687

**Statistics over the past 12 months**

Standard Deviation	29.60
Beta	1.10
Information Ratio	0.17

**Standard Deviation** measures how widely dispersed the fund's returns are away from the average return of the fund.

**Beta** of a fund measures its relationship with the benchmark. A beta of 1 means the fund's returns generally mirror the pattern of its benchmark's return. A zero beta means that the fund's pattern of return is completely unrelated with the benchmark; a negative beta indicates the choice of benchmark may be inappropriate.

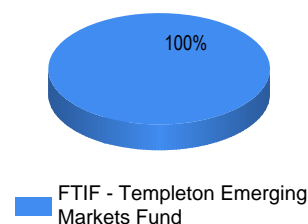
**Information Ratio** measures reward-to-risk efficiency of the portfolio relative to the benchmark. The higher the number, the higher the reward per unit of risk.

**Cumulative Performance (%)**

	1 Mo	3 Mos	6 Mos	1 Yr	3 Yrs
FUND	11.50%	9.87%	37.13%	21.25%	16.73%
BENCHMARK*	11.58%	10.09%	34.19%	21.36%	17.12%

\*MSCI Emerging Markets Index

**Portfolio Composition**



Fund Details (Target Fund)	
Name of Fund	FTIF - Templeton Emerging Markets Fund
Investment Manager	Franklin Templeton Investments Corp.
Fund Inception Date	February 28, 1991
Benchmark	MSCI Emerging Markets Index
Base Currency	USD
Total Net Assets	987 M
Standard Deviation (3 Yr)	20.60
Beta (3 Yr)	1.05
Sharpe Ratio (3 Yr)	0.22
Total Expense Ratio	1.15
ISIN Code	LU0195951610
SEDOL Code	B020FH9
Bloomberg Code	TEMEMIA LX
Share Class	I Acc USD

Cumulative Performance* (%) (Target Fund)					
	3 mos	YTD	1 Yr	3 Yrs	5 Yrs
Target Fund	9.46	9.78	18.62	18.91	85.26
Benchmark	9.71	10.20	18.43	15.50	66.39

Investment Objective (Target Fund)
Long-term capital growth by investing mainly in equity securities of emerging market companies, or those companies which derive a significant proportion of their revenues or profits from emerging economies.

Asset Allocation (Target Fund)	
Asset Allocation	Equity: 98.68%
	Cash and Others: 1.32%

Top Ten Holdings (Target Fund)	
Name of issuer	% of Total
Samsung Electronics Co Ltd	10.9
Taiwan Semiconductor Manufacturing Co Ltd	10.2
Alibaba Group Holding Ltd	9.0
Tencent Holdings Ltd	8.9
Naver Corp	4.2
Naspers Ltd	4.0
ICICI Bank Ltd	3.3
Unilever Plc	2.5
Yandex Nv	2.3
Brilliance China Automotive Holdings Ltd	2.2

Regional Exposure	
	% of Total
China	29.9
South Korea	20.6
Taiwan	14.0
Brazil	6.6
Russia	6.5
India	5.9
South Africa	4.4
United Kingdom	2.5
Mexico	1.5
Others	6.9

Sector Exposure	
	% of Total
Information Technology	28.2
Consumer Discretionary	19.5
Financials	18.7
Communication Services	18.3
Consumer Staples	4.3
Materials	3.9
Energy	2.9
Industrials	2.0
Health Care	0.9
Others	0.0

**OTHER DISCLOSURES**

The Fund is a feeder fund and will invest all or substantially all of its assets in the Franklin Templeton Investment Funds - Templeton Emerging Markets Fund. Cash balances may be invested in deposit products and short-term government securities for liquidity management and not primarily as target investment outlets of the Fund.

Participation in the Fund may be further exposed to the risk of potential or actual conflicts of interest in the handling of in-house or related party transactions by ATRAM Trust. These transactions may include: deposits with affiliates; purchase of own-institution or affiliate obligations (e.g. stocks); purchase of assets from or sales to own institutions, directors, officers, subsidiaries, affiliates or other related interests/parties; or purchases or sales between fiduciary/managed accounts. All transactions with related parties, if any, are conducted on an arm's length basis.

## OUTLOOK AND STRATEGY

(from the Templeton Emerging Markets Fund Monthly Commentary dated November 30, 2020)

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Economic optimism prompted a shift in investors' interest away from internet-based companies that had fared well during lockdowns. In China, e-commerce giant Alibaba Group and internet company Tencent declined. Both companies also faced pressure as China unveiled draft anti-monopoly rules for its internet industry. The proposals followed the release of draft online microlending rules, which halted Alibaba's plan to list its financial technology (fintech) arm Ant Group.

The policies have yet to be fully enacted and their impact on companies' operations remains to be seen. The diversified nature of Alibaba and Tencent, plus vibrant competition in China's internet space, give them some confidence that both businesses should not see significant impact. The Fund Manager believes Alibaba and Tencent remain fundamentally resilient and display longer-term growth potential in multiple areas, including e-commerce and cloud computing.

Conversely, South Korea-based semiconductor and consumer electronics company Samsung Electronics surged. An improving outlook for the memory chip market and expectations for the company to raise its dividends boosted the stock. The Fund Manager expects new technologies such as cloud infrastructure, the Internet of Things, and fifth generation wireless technology (5G) to support longer-term demand for Samsung's products. They also see growth potential in its foundry business.

Recent COVID-19 vaccine news has signaled a return to economic normalcy for most EMs sooner than initially anticipated, despite the resurgence of COVID-19 cases in many developed markets. The Fund Manager expects the start of vaccine rollouts next year to drive greater economic activity. Meanwhile, they have seen countries cope reasonably well with the latest pick-up in infections, which suggests that the resulting economic impact could be less severe than that during the first phase of lockdowns.

A stronger economic outlook has led to some sector rotation and a significantly larger number of stocks improving in performance. From a longer-term perspective, however, of greater importance to them is the concept of resilience versus vulnerability. The Fund Manager seeks companies that display resilience to economic and other forms of disruption. Digital disruption, in particular, is a trend they have continued to see across a range of industries in EMs. This has led them to favor businesses with distinct competitive advantages in technology and innovation.

The Fund Manager has also found resilience in leading EMs at the macroeconomic level. They think China, Taiwan, and South Korea have handled the pandemic effectively, and they view this as a testament to the quality of their institutions, governance, and health care systems. They believe long-term investment opportunities in India remain intact despite its cyclical slowdown, and the consumption story remains compelling to them. Brazil has emerged from economic challenges in the past and they think the country remains well-supported by favorable demographics and abundant natural resources. Significant new capital market activity and the emergence of technology leaders, particularly with regards to e-commerce and fintech, have also buoyed the market.

The US election results could have wide-ranging implications for EMs. The Fund Manager is watching developments across areas such as US fiscal spending, the US dollar, energy-related policies, and trade deals and tariffs. They expect reduced trade uncertainty and a less disruptive foreign policy under US President-elect Joe Biden's administration. Nonetheless, their bottom-up investment approach means that their focus stays on individual companies, and how each has prepared for the risks and opportunities that arise from a changing world.

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