

**As of September 30, 2020**

**FUND FACTS**

<b>Classification</b>	Equity Fund	<b>Net Asset Value per Unit (NAVPU)</b>	PHP 125.570621
<b>Launch Date</b>	May 10, 2016	<b>Total Fund NAV</b>	PHP 2,341.20 Million
<b>Minimum Investment</b>	PHP 1,000	<b>Dealing Date</b>	Daily
<b>Additional Investment</b>	PHP 1,000	<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, Unit Paying Feeder Fund	<b>Target Fund</b>	Fidelity Funds - Global Dividend 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	0.99%	<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)	0.00%
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<sup>2</sup> As a percentage of average daily NAV for the month valued at PHP 2,355.85 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 income and long-term capital appreciation by investing all or substantially all of its assets in a collective investment scheme that invests principally in income producing equity securities in markets throughout the world.

**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 Global Dividend 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 long-term investment horizon
- are seeking to invest in global 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.

**Distribution Risk** While the Target Fund Manager intends to distribute income (net of expenses) in respect of each accounting period, there is no assurance on such distribution or the distribution rate or dividend yield.

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

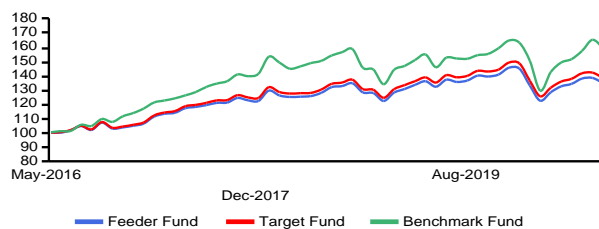
**Dividend Paying Equity Risk** There can be no guarantee that the companies that the Target Fund invests in and which have historically paid dividends will continue to pay dividends or to pay dividends at the current rates in the future.

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

The Fund Manager of the Target Fund employs a risk management process which enables them to monitor and measure the risk of the positions and their contribution to the overall risk profile of the Target Fund. Although care is taken to understand and manage the abovementioned risks, the Fund and accordingly the investors will ultimately bear the risks associated with the investments of the Target Fund.

**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 September 30, 2020**  
(Purely for reference purposes and is not a guarantee of future results)



**NAVPU Over the Past 12 Months**

Highest	141.053163
Lowest	100.181784

**Statistics over the past 12 months**

Standard Deviation	13.95
Beta	0.62
Information Ratio	-0.90

**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*	-2.62%	0.42%	10.13%	-3.77%	11.39%
BENCHMARK**	-3.46%	5.23%	23.35%	3.34%	17.30%

\*Fund returns include the income paid out on distribution

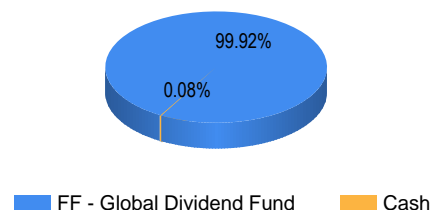
\*\*MSCI AC World Net Index

**Unit Income Distribution Information**

Unit Income Payment date	Unit Income Per Unit Holding	Annualized Distribution Yield
21 May 2020	0.0026 units	3.16%
22 Jun 2020	0.0024 units	2.91%
22 Jul 2020	0.0024 units	2.83%
20 Aug 2020	0.0023 units	2.71%
18 Sep 2020	0.0023 units	2.78%

The Fund aims to distribute monthly, same as the Target Fund. Please note that amounts of distribution may vary, are not guaranteed, and are determined by the Trustee in accordance with the Plan Rules. Income distribution may result in an immediate decrease in NAVPU.

**Portfolio Composition**



Fund Details (Target Fund)	
Name of Fund	FF - Global Dividend Fund
Investment Manager	FIL Investment (Luxembourg) S.A.
Fund Inception Date	January 30, 2012
Benchmark	MSCI AC World Net Index
Base Currency	USD
Total Net Assets	8.74 B
Standard Deviation (3 Yr)	11.49
Beta (3 Yr)	0.64
Sharpe Ratio (3 Yr)	0.34
Total Expense Ratio	1.90
ISIN Code	LU0731783048
SEDOL Code	B78HGH0
Bloomberg Code	FFGDMIU LX
Share Class	A MINCOME G USD

Cumulative Performance* (%) (Target Fund)					
	3 mos	YTD	1 Yr	3 Yrs	5 Yrs
Target Fund	3.30	-2.60	3.20	17.70	43.70
Benchmark	8.10	1.40	10.40	22.90	63.30

Investment Objective (Target Fund)
This fund aims to achieve income and long-term capital growth principally through investments in income producing equity securities globally. The Investment Manager will target investments which it believes offer attractive dividend yields in addition to price appreciation.

Asset Allocation (Target Fund)	
Asset Allocation	Equity: 96.90%
	Cash and Others: 3.10%

Top Ten Holdings (Target Fund)	
Name of issuer	% of Total
Taiwan Semiconductr Mfg Co Ltd	4.8
Unilever Plc	4.5
Roche Holding Ltd	3.5
Deutsche Boerse Ag	3.4
Schneider Elec Sa	3.4
Cisco Systems Inc	3.4
Procter & Gamble Co	3.4
Iberdrola Sa	3.3
Wolters Kluwer Nv	3.2
Kimberly-Clark Corp	2.9

Regional Exposure	
	% of Total
USA	31.1
United Kingdom	16.8
Switzerland	8.2
Germany	7.0
Spain	5.8
France	5.6
Netherlands	5.0
Japan	4.9
Taiwan	4.8
Korea (South)	2.5

Sector Exposure	
	% of Total
Financials	19.4
Information Technology	17.2
Health Care	15.1
Consumer Staples	14.0
Industrials	11.9
Utilities	10.0
Communication Services	6.0
Materials	1.8
Consumer Discretionary	1.3
Energy	0.0

## OTHER DISCLOSURES

The Fund is a feeder fund and will invest all or substantially all of its assets in the Fidelity Funds - Global Dividend 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.

**Investors should take into consideration that the base currency of the Fund is Philippine Peso while the Target Fund is denominated in US Dollars. Foreign currency positions of the Fund will not be hedged which may expose investors to higher risk.**

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 Fidelity Global Dividend Fund dated 30 September 2020)

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### Market Environment

Global equities continued to rebound strongly in the third quarter. Positive news flow surrounding potential COVID-19 vaccines and treatments and continued monetary and fiscal support by governments across the globe boosted performance. Expectations that global monetary policies will remain accommodative also supported markets. Notably, the US Federal Reserve made a shift in its policy towards inflation and said it would be more willing to allow inflation to overshoot its 2% target for some time following a period of muted price pressures. However, a resurgence in COVID-19 cases globally raised concerns about the pace of the economic recovery. Overall, high levels of uncertainty and risk-on sentiment remained the dominating factors during the quarter. Against this global backdrop, the US, Japan and Europe ex UK outperformed other developed markets. Emerging markets also gained, and outperformed developed markets. All sectors except energy posted positive returns, with cyclicals outperforming their more defensive counterparts. Consumer discretionary and information technology (IT) were the lead gainers during the quarter.

### Fund Performance

During the period, the Target Fund returned 3.3%, while the MSCI AC World Index was up by 8.1%. The pro-cyclical market environment created a style headwind for the Target Fund, given its continued defensive bias. The underweight stance in consumer discretionary and IT weighed significantly on returns. Encouragingly, the lack of exposure to energy helped to offset some of this relative underperformance.

Key detractors - The holding in communications and networking major Cisco fell sharply despite reporting better than expected earnings. Investors focused on weak quarterly revenue guidance provided by management. The lack of exposure to technology giant Apple weighed on returns. The Fund Manager avoided the stock due to their strict valuation discipline and focus on dividend-based total returns. The position in Informa fell as management indicated it would lower its full-year 2020 guidance, driven by some recent show cancellations.

Mixed performance from semiconductors - US chip manufacturer Intel fell as it announced that it had fallen behind in the manufacture of its next generation of microprocessors. Rival Taiwan Semiconductor, which emerged as the top contributor to returns during the period, received a strong boost from this announcement.

Certain consumer goods companies added value - Unilever and Procter & Gamble performed well over the quarter. The former gained momentum as its second quarter earnings beat consensus estimates. Upswings in sales of its personal hygiene and in-home food products supported its overall performance. The latter also reported solid quarterly results, as its fabric and home care segments beat expectations.

### Fund Positioning

The portfolio remains defensively positioned, and the own a number of mature businesses in the technology space that meet the Target Fund's investment criteria. Within financials, high quality and more stable businesses are well represented. The Fund Manager prefers general insurance to the highly opaque life insurance subsector. Within banks, they only own one bank – the very conservative retail bank US Bancorp. Meanwhile, the Target Fund is underweight in the more cyclical areas of the market such as materials and energy. The Target Fund currently has a zero weighting in commodities, and consumer discretionary is the largest underweight.

Focus on dividend-based returns - The Target Fund continues to provide an attractive dividend yield and the Fund Manager expects portfolio dividends to be relatively resilient in the context of the broader market. They do not expect any meaningful cuts to the Target Fund's dividends in comparison to last year, and hope to maintain/grow distributions.

Key trades – The Fund Manager bought a new position in Progressive Corporation, a leading US provider of personal and commercial automobile insurance. It has a strong competitive position, supported by a flexible pricing platform. It has consistently delivered high growth at more than double the industry rate. They also bought a holding in global semiconductor company Texas Instruments. It is a superior, well-diversified business with outstanding economics, driven by analogue expertise and has structurally lower costs than its peers. Conversely, they sold small positions in Vinci and Xilinx to fund better opportunities elsewhere.

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