

As of December 29, 2020

FUND FACTS

Classification	Balanced Fund	Net Asset Value per Unit (NAVPU)	PHP 108.580725
Launch Date	April 30, 2019	Total Fund NAV	PHP 2,400.31 Million
Minimum Investment	PHP 1,000	Dealing Date	Daily
Additional Investment	PHP 1,000	Redemption Settlement	Trade Date + 5 Business Days ¹
Minimum Holding Period	None	Early Redemption Charge	None
Structure	UITF, Unit-Paying Feeder Fund	Target Fund	Allianz Income & Growth Fund

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

FEES ²

Trustee Fee ATRAM Trust	1.01%	Custodianship Fees Deutsche Bank Citibank	0.00%	External Auditor Fees SGV and Co.	0.00%	Other Fees (Transaction Fees)	0.01%
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² As a percentage of average daily NAV for the month valued at PHP 2,301.18 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 growth by investing all or substantially all of its assets in a collective investment scheme that invests primarily in United States of America corporate debt securities and equities.

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 US Multi-Asset Income Feeder Fund is suitable ONLY for investors who:

- have a moderately aggressive risk appetite
- are comfortable with the volatility and risks of a balanced fund
- have a medium to long-term investment horizon
- are seeking to invest in United States of America corporate debt securities and equities

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.

Market Risk	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.
Counterparty Risk	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.
Liquidity Risk	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.
Reinvestment Risk	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.
Foreign Currency Risk	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.
Country Risk	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.

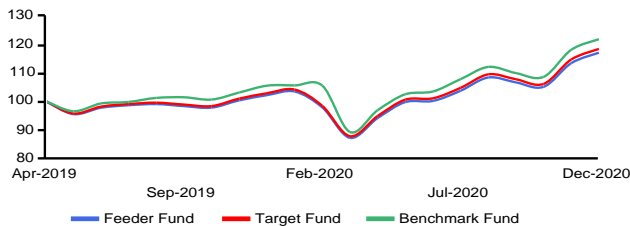
- THE UIT FUND IS NOT A DEPOSIT AND IS NOT INSURED BY THE PHILIPPINE DEPOSIT INSURANCE CORPORATION (PDIC).
- RETURNS CANNOT BE GUARANTEED AND HISTORICAL NAVPU IS FOR ILLUSTRATION OF NAVPU MOVEMENTS/FLUCTUATIONS ONLY.
- WHEN REDEEMING, THE PROCEEDS MAY BE WORTH LESS THAN THE ORIGINAL INVESTMENT AND ANY 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.
Interest Rate Risk	The purchase and sale of a debt instrument may result in profit or loss because the value of a debt instrument changes inversely with prevailing interest rates. As the prices of bond investments of a Fund adjust to a rise in interest rates, the Fund's unit price may decline.
Credit/Default Risk	An investor is exposed to credit risk as there is a possibility that a borrower may fail to pay the principal and/or interest in a timely manner on instruments such as bonds, loans, or other form of debt securities which the borrower used.
Region Risk	The Fund invests solely in US and Canadian markets which increases potential volatility. US markets have structural problems and may affect future prospects.
Derivatives Risk	The Fund may use derivatives for hedging and investment purposes. However, usage will not be extensive and only for efficient portfolio management. The Fund may suffer losses from its derivatives usage.
Hedging Risk	The Target Fund may use derivative financial instruments for hedging purposes. There is no guarantee that the effectiveness of a hedging instrument shall remain throughout the term of the underlying investment. Should the hedging instrument become ineffective, liquidating this based on market prices may result to market losses.

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 December 29, 2020 (Purely for reference purposes and is not a guarantee of future results)



NAVPU Over the Past 12 Months

Highest	108.922414
Lowest	76.539075

Statistics over the past 12 months

Standard Deviation	18.56
Beta	0.92
Information Ratio	-0.36

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	S.I.
FUND*	3.25%	9.83%	17.00%	14.70%	17.13%
BENCHMARK**	3.17%	10.90%	17.85%	15.56%	21.90%

*Fund returns include the income paid out on distribution

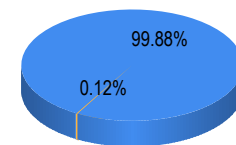
**Target Fund Benchmark

Unit Income Distribution Information

Unit Income Payment date	Unit Income Per Unit Holding	Annualized Distribution Yield
28 Aug 2020	0.0037 units	4.41%
25 Sep 2020	0.0037 units	4.50%
27 Oct 2020	0.0037 units	4.46%
26 Nov 2020	0.0035 units	4.24%
29 Dec 2020	0.0033 units	3.98%

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



■ Allianz Income & Growth Fund ■ Cash

Fund Details (Target Fund)	
Name of Fund	Allianz Income & Growth Fund
Investment Manager	Allianz Global Investors
Fund Inception Date	February 15, 2017
Benchmark	n/a
Base Currency	USD
Total Net Assets	29.9
Yield To Maturity	6.51
Duration	2.67 Yrs
Standard Deviation (3 Yr)	14.14
Sharpe Ratio (3 Yr)	0.73
Total Expense Ratio	1.56
ISIN Code	LU1551013342
SEDOL Code	BGY7MQ8 LU
Bloomberg Code	ALIAMG2 LX
Share Class	AMG2 USD

Cumulative Performance* (%) (Target Fund)					
	3 mos	YTD	1 Yr	3 Yrs	5 Yrs
Target Fund	11.13	21.91	21.91	38.69	69.95

Investment Objective (Target Fund)

The Fund aims at long-term capital growth and income by investing in United States of America ("US") and/or Canadian corporate debt securities and equities.

Asset Allocation (Target Fund)

Asset Allocation	
	Equities / Equity Securities: 33.00%
	Convertible Bonds : 32.70%
	High Yield Bonds : 31.20%
	Cash and Others: 3.10%

Top Ten Holdings (Target Fund)

Name of issuer	% of Total
Apple Inc	1.8
Microsoft Corp	1.7
Alphabet Inc - Class A	1.6
Amazon.com Inc	1.6
Facebook Inc - Class A	1.3
Tesla Inc 1.25% 03/01/21	1.1
Microchip Technology Inc 0.125% 11/15/24	0.8
Broadcom Inc 8% 09/30/22	0.7
Danaher Corp 5% 04/15/23	0.7
Tesla Inc 2% 05/15/24	0.6

HY Sector Exposure

	% of Total
Energy	4.2
Automotive & Parts	2.2
Healthcare	2.2
Services	1.9
Technology	1.8
Tel. - Wir. Int. & Serv.	1.6
Gaming	1.6
Cable & Satellite Tv	1.4
Others	14.3

EQ/Conv. Sector Exposure

	% of Total
Technology	25.0
Consumer Discretionary	11.9
Healthcare	9.1
Communication Services	8.3
Industrials	3.7
Financials	2.2
Energy	1.2
Materials	0.7
Others	3.6

OTHER DISCLOSURES

The Fund is a feeder fund and will invest all or substantially all of its assets in the Allianz Income & Growth 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 Allianz Income and Growth Fund Monthly Commentary dated December 31, 2020)

What Happened in December

US equities, convertible securities, and high-yield bonds advanced in the month. The Russell 1000 Growth Index returned +4.6%. The ICE BofA US Convertibles Index and ICE BofA US High Yield Index returned +7.0% and +1.9%, respectively. By way of comparison, the 10-year US Treasury and S&P 500 Index returned -0.6% and +3.8%, respectively.

Additional US fiscal stimulus, dovish US Federal Reserve (Fed) commentary, positive vaccine news and constructive US economic data offset rising COVID-19 infections globally.

New legislation was signed into law providing USD 900 billion in fiscal stimulus focused on extending small business assistance and unemployment benefits, sending direct checks to individuals that qualify and providing support to schools/childcare and airlines.

The Fed confirmed its accommodative stance at its December meeting with rates expected to remain unchanged through 2023. The Fed's statement also indicated its monthly asset purchases would continue "until substantial further progress has been made toward the Committee's maximum employment and price stability goals."

The United States Food and Drug Administration (FDA) issued emergency use authorization, allowing two vaccines to be distributed in the US. The unemployment rate fell further, and ISM manufacturing and non-manufacturing levels remained elevated and in expansionary territory. Housing-related statistics were constructive highlighted by rising home prices.

Against this backdrop, the 10-year US Treasury yield increased on the prospect of faster economic growth and additional government stimulus, causing the yield curve to steepen. The 3-month, 2-year, 5-year and 10-year yields settled at 0.08%, 0.12%, 0.36% and 0.91%, respectively.

Equity and Option Market Environment

Major US stock indices closed the year at or near all-time highs. The S&P 500 Index finished 2020 with a gain of +18.4%, setting 33 record highs during the year.

Among large caps, smaller caps outperformed mega caps, the highest P/E and highest beta stocks outperformed their respective counterparts and growth stocks outperformed value stocks after three consecutive months of underperformance. Notably, the Russell 1000 Growth Index outperformed its value peer by the largest annual spread (+35.7%) in history since 1979.

Within the Russell 1000 Growth Index, most sectors finished higher. Utilities, Consumer Discretionary and Information Technology led, while Materials, Real Estate and Industrials lagged.

Equity volatility rose 10% despite stock market strength. The VIX Index started the period at 20.6 and finished at 22.8.

Convertible Market Environment

Convertible securities benefitted from strong underlying equity performance and credit spread tightening.

Materials, Consumer Discretionary and Energy were the top-performing sectors. Telecom, Utilities and Transportation were the bottom-performing sectors.

Primary market activity increased with 13 new deals priced in the month for USD 8.1 billion in proceeds, bringing the year-to-date total to USD 105.8 billion – the highest level since 2001.

Below-investment grade issuers outperformed investment grade issuers.

Equity-sensitive structures outperformed total return (balanced) and yield alternative (busted).

High-Yield Bond Market Environment

High-yield spreads tightened 47 basis points (bp) to 386 bp and bond prices rose alongside equities.

Credit-quality subsector returns for the month:

- BB rated bonds: +1.55%.

- B rated bonds: +1.70%.

-CCC rated bonds: +4.11%.

All industries finished higher led by Energy, Air Transportation and Aerospace. Primary market activity remained elevated. Fifty-four issues priced, raising USD 30.1 billion in proceeds, and bringing the year's total to USD 449.9 billion – an annual record.

Default rates steadied. The trailing 12-month default rates on an issuer-weighted basis and a dollar-weighted basis were 5.53% and 6.17%, respectively.

Portfolio Review

Equity and Options

Information Technology, Consumer Discretionary and Health Care were the top-contributing sectors during the period. A mobile handset manufacturer and software company continued to have a positive impact on the portfolio. Other individual contributors in Information Technology included a cybersecurity stock that reported better-than-expected results and an energy technology company that could benefit from share gains within the growing battery storage market. In Consumer Discretionary, an electric vehicle manufacturer continued to advance, trading higher into its mid-December inclusion date for the S&P 500 Index. Additionally, an e-commerce position outperformed on reports of surging online transactions. Sources of strength within Health Care included an orthodontia company, a robotic equipment manufacturer and a managed care provider.

Real Estate and Consumer Staples detracted from performance but their combined impact on the portfolio was immaterial.

Many option positions expired below strike and the portfolio was able to retain the set premiums. The number of equities with a covered call structure tactically increased relative to November with higher implied volatilities providing attractive yield opportunities.

Real Estate, Consumer Discretionary and Energy exposures were reduced in the month.

Convertibles Sleeve

Sector exposure that contributed the most to performance included Technology, Consumer Discretionary and Health Care. In Technology, contributions were greatest among software holdings, several of which received analyst upgrades during the month. The portfolio also benefitted from semiconductor positioning. A holding exposed to the auto and industrial recovery outperformed alongside another that exceeded top- and bottom-line estimates and guided above consensus. In Consumer Discretionary, an electric vehicle manufacturer continued to perform well. Strength was broad-based among biotechnology/pharmaceutical holdings – the top-contributing industry within the Health Care sector.

No sectors detracted from performance in December.

Purchases consisted of asymmetric return opportunities within the primary and secondary markets. Purchases included exposure to Information Technology, Health Care and Communication Services. Exposure that was reduced included Information Technology, Industrials and Materials.

High-Yield Bond Sleeve

Industry exposure that contributed the most to performance included Energy, Retail and Support-Services. Energy-related positions gained alongside crude oil (WTI), which rose more than USD 3/barrel to USD 48.52 on the prospect of higher demand and increased mobility and concurrent with US dollar weakness. In Retail, a specialty retailer that is focusing on asset sales and reported above consensus results was a top contributor. Rental car exposure was a source of strength within Support-Services.

Only one industry detracted from performance in the month. In Theaters & Entertainment, a theater operator continues to navigate social distancing headwinds.

Purchases consisted of attractive total return opportunities within the primary and secondary markets. Investments included cruise line operations, medical equipment manufacturing, cable & satellite TV and broadcasting, among other industries. Construction equipment rental and auto retail exposures were reduced.

Market Outlook and Strategy

After decelerating in 2020, the US economy and corporate earnings are expected to reaccelerate in 2021.

US economic growth in 2021 is supported by a highly accommodative Fed, additional US government aid, pent-up consumer demand and an expected increase in business spending and investment. Upside growth is possible if further fiscal stimulus and/or an infrastructure spending bill are later signed into law or the vaccine distribution effort is successful, leading to a quicker-than-anticipated re-opening of the US economy.

Potential risks include a rapid rise in inflation and sharply higher interest rates due to faster than-expected economic growth, major US legislative changes and adverse virus/vaccine related developments, among others.

After bottoming in 2020, corporate profits should reaccelerate in 2021 amid a strong economic recovery. According to market strategists, quarterly earnings are expected to trend higher throughout the year, resulting in double-digit year-over-year earnings growth for the S&P 500 Index. US companies are well positioned to benefit from operating leverage as strengthening top-line growth is met with productivity gains, driving margin expansion and bottom-line growth.

Against this backdrop, US equities have the potential to produce a high-single digit to low double-digit return in 2021. Better-than-expected quarterly earnings reports could result in equity market upside. The low-rate environment should continue to provide a supportive framework for equities and valuations. US convertible securities should benefit from continued equity market strength in 2021. The asset class has the potential to produce a return in line with broad equity markets. Market strategists are projecting convertible new issuance for 2021 to exceed 2018/2019 levels of approximately USD 50 billion but finish the year below 2020's near record level of USD 105.8 billion. The convertible market remains well positioned to participate in the upside and provide downside protection.

A coupon-like return is possible for the US high-yield bond market in 2021. Although there is limited opportunity for significant spread tightening, spread widening is not anticipated given an improving fundamental outlook and a strong technical backdrop. Credit metrics, default rates and ratings trends are expected to improve over the course of the year.

The Fund Manager's disciplined approach of focusing on companies that are exceeding expectations and improving their credit statistics should be rewarded as those companies differentiate themselves from their peer groups. In this environment, companies that have reasonable earnings visibility should command premium valuations relative to other companies.

The Fund Manager continues to build the portfolio one company at a time, by identifying companies that are opportunistically capitalizing on change. In addition, they are maintaining the discipline of seeking to identify the best total-return candidates with the optimal risk and reward profile. A discriminating environment that rewards corporations for exceeding expectations bodes well for the Target Fund strategy's investment process.
