

# PRUink bond fund

## Fund Fact Sheet February 2019

**PRU LIFE U.K.** 

The Fund Fact Sheet provides general information concerning the underlying funds of Pru Life UK's unit-linked policies and is not intended to serve as individual investment advice. The manager of the fund is Eastspring Investments (Singapore) Limited.

### Key Information and Investment Disclosure

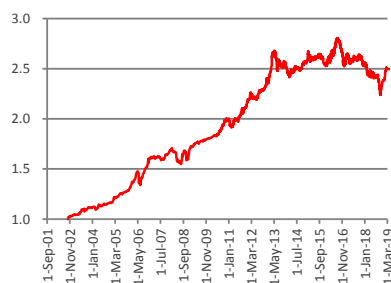
(all data as at 01 March 2019 unless otherwise stated)

Launch Date	24 September 2002	Fund Classification	Diversified
NAVPu (PHP)	2.49684	Minimum Risk Rating	1 (Conservative)
Fund Size	PHP 19.47 billion	Fund Manager	Eastspring Investments Limited
Fund Currency	Philippine Peso	Annual Management Fee	1.53% p.a.
Financial Year End	31 <sup>st</sup> December	Benchmark	Markit iBoxx ALBI Philippines

### Fund Objective

The fund seeks to achieve an optimal level of income in the medium term together with long-term capital growth through investments in fixed income securities and money market instruments.

### Fund Price Chart



The fund returns are net of Annual Management Charge. Past performance is not necessarily indicative of the future or likely performance of the fund.

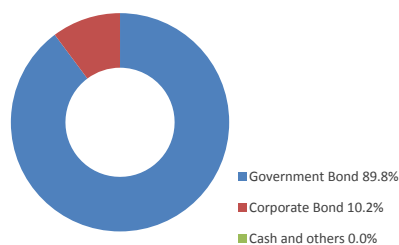
### Annualized Performance

	1-Month	1-Year	5-Year	Year-to-date	Since Inception
Fund	0.40%	2.32%	0.41%	4.64%	5.72%

### Fund Statistics

Highest NAVPU reached	(11 Aug 16)	2.80424
Lowest NAVPU reached	(24 Sep 02)	1.00000
Initial NAVPU	(24 Sep 02)	1.00000

### Asset Allocation



### Top 5 Holdings:

PHILIPPINES (REPUBLIC OF) 8.000% 07/19/2031	8.6%
PHILIPPINES (REPUBLIC OF) 4.625% 12/04/2022	7.5%
PHILIPPINE GOVERNMENT 8.125% 12/16/2035	5.4%
PHILIPPINE GOVERNMENT 6.125% 10/24/2037	4.5%
PHILIPPINE GOVERNMENT 5.875% 03/01/2032	3.7%

### Fund Manager's Commentary

The Philippine domestic bond market continued to deliver positive return in February, albeit at more moderate pace compared to the previous month. Overall, the Markit iBoxx ALBI Philippine index returned 0.34%, which was attributed primarily to accrual income.

During the month, soft global economic prints continued to keep major central banks on a dovish bias; In the US, despite the stellar non-farm payroll data in January, the Federal Reserve's January meeting minutes reiterated the central bank's "patient" approach to rate normalization, while suggesting a stop to balance sheet reduction later this year. Nevertheless, positive headline news surrounding the progress on the US-China trade talks and a broad strengthening of risk sentiment put a floor on developed market government bond yields. Over the month, the 2-year and 10-year US Treasury yields rose moderately, 6 and 9 bps respectively to end the month at 2.51% and 2.72%.

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## Fund Manager's Commentary on PRUlink bond fund

Against this backdrop and coming off from the strong rally in January, performance of the Philippine domestic bond market was relatively muted. At the February monetary policy meeting, Bangko Sentral ng Pilipinas (BSP) kept its overnight borrowing rate unchanged at 4.75%, while lowering its inflation forecasts for 2019 and 2020 to 3.07% (previous: 3.18%) and 2.98% (3.04%) respectively on the back of receding domestic inflationary pressures. Indeed, the Philippine headline inflation fell sharply from 5.1% YoY to 4.4% YoY in January, driven by declines in oil prices, while food inflation also moderated amid higher rice imports following the government's removal of rice import quota. However, in line with the softening of global demand, exports fell significantly in December from -0.3% YoY in the previous month to 12.3% YoY on the back of weakness in electronics export. Softer imports in December helped to narrow the trade deficit from USD 3.9 bn in November to USD 3.75bn, but the deficit remained elevated.

The Fund's overall duration overweight contributed positively to performance over the month.

In February, we maintained a duration overweight, adding further on opportunity. We still view Philippines' growth outlook favourably, supported by robust domestic demand and resilient remittances. Inflation has fallen within BSP's target band, and we expect inflation expectations to be anchored lower. We do not expect BSP to move in the near-term, and will continue holding a moderate duration overweight position.

# PRUink managed fund

## Fund Fact Sheet February 2019

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### Key Information and Investment Disclosure

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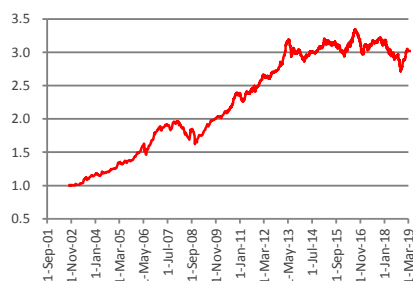
Launch Date	24 September 2002	Fund Classification	Diversified
NAV <sub>pu</sub> (PHP)	3.01702	Minimum Risk Rating	2 (Moderate)
Fund Size	PHP 5.71 billion	Fund Manager	Eastspring Investments Limited
Fund Currency	Philippine Peso	Annual Management Fee	1.79% p.a.
Financial Year End	31 <sup>st</sup> December	Benchmark	80% Markit iBoxx ALB Philippines + 20% PCI

*\* PCI - Philippines Composite Index*

### Fund Objective

The fund seeks to optimize medium to long-term capital and income growth through investment in fixed income securities, money market instruments and shares of stocks listed in the Philippine Stock Exchange.

### Performance Chart



The fund returns are net of Annual Management Charge. Past performance is not necessarily indicative of the future or likely performance of the fund.

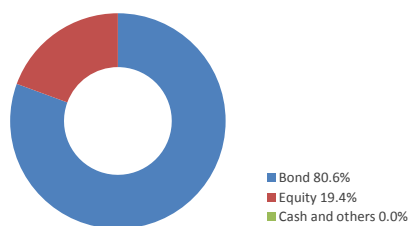
### Annualized Performance

	1-Month	1-Year	5-Year	Year-to-date	Since Inception
<b>Fund</b>	-0.30%	-0.83%	0.67%	4.42%	6.95%

### Fund Statistics

Highest NAVPU reached	(11 Aug 16)	3.34119
Lowest NAVPU reached	(23 Oct 02)	0.99568
Initial NAVPU	(24 Sep 02)	1.00000

### Asset Allocation



### Fund Manager's Commentary

The Philippine domestic bond market posted mild gains, with the Markit iBoxx ALBI Philippines Bond index up by 0.34%, in a month where the central bank left the policy rate unchanged.

Philippine equities edged lower in February following a strong start to the year; the Philippine Stock Exchange Index (PSEi) declined by 3.8% over the month. The Real Estate sector outperformed, while Telcos and Consumer Staples lagged. Consumer inflation declined, and the Peso steadied, but this did little to lift sentiment in February, which was weighed down by disappointing quarterly results. Also, stocks affected by local and global Index rebalancing had pronounced price movements in February.

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## Fund Manager's Commentary on PRUlink managed fund

From a global perspective, our central scenario remains one of benign inflation, combined with moderate economic and earnings growth. US-China trade tensions and uncertainty around the Fed's tightening policy are creating a difficult environment for risk assets globally, with financial conditions characterised by heightened global macro risks and growth concerns, increased monetary policy uncertainty and an uptick in volatility.

During the month, President Rodrigo Duterte signed laws on several key economic measures, including rice tariffs, partial tax amnesty and universal health care. Recent comments by the new BSP Governor imply the central bank is now more likely to reverse its tightening stance. Real interest rates have turned positive, representing a headwind to growth, due to the decline in inflation. Liquidity conditions, therefore, remain tight so monetary policy relaxation should follow. There is more certainty that food prices will remain subdued thanks to increased rice imports and benign oil prices.

# PRUink US dollar bond fund

## Fund Fact Sheet February 2019



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### Key Information and Investment Disclosure

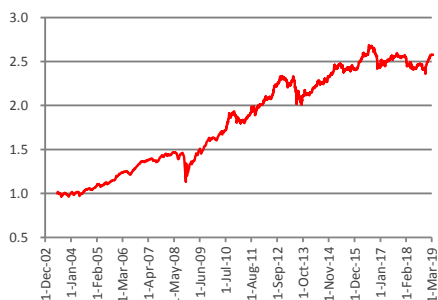
(all data as at 01 March 2019 unless otherwise stated)

Launch Date	03 June 2003	Fund Classification	Diversified
NAVpu (USD)	2.5769	Minimum Risk Rating	1 (Conservative)
Fund Size	USD 140.13 million	Fund Manager	Eastspring Investments Limited
Fund Currency	US Dollar	Annual Management Fee	1.53% p.a.
Financial Year End	31 <sup>st</sup> December	Benchmark	JPM USD EMBI Global Philippines

### Fund Objective

The fund seeks to achieve an optimal level of income in the medium term together with long-term capital growth through investments in fixed income securities denominated in USD.

### Performance Chart



The fund returns are net of Annual Management Charge. Past performance is not necessarily indicative of the future or likely performance of the fund.

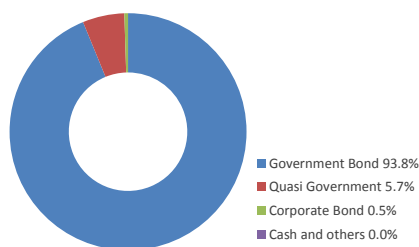
### Annualized Performance

	1-Month	1-Year	5-Year	Year-to-date	Since Inception
<b>Fund</b>	0.70%	4.84%	3.22%	3.18%	6.19%

### Fund Statistics

Highest NAVPU reached	(12 Jul 16)	2.6872
Lowest NAVPU reached	(05 Aug 03)	0.96080
Initial NAVPU	(03 Jun 03)	1.00000

### Asset Allocation



### Top 5 Holdings:

REPUBLIC OF THE PHILIPPINES 9.5% 02/02/2030	11.3%
REPUBLIC OF THE PHILIPPINES 10.625% 03/16/2025	9.3%
REPUBLIC OF THE PHILIPPINES 6.375% 10/23/2034	9.0%
REPUBLIC OF THE PHILIPPINES 7.75% 01/14/2031	8.7%
REPUBLIC OF THE PHILIPPINES 3.950% 01/20/2040	7.5%

### Fund Manager's Commentary

The Philippine USD sovereign bond market continued another month of gain with the JPMorgan EMBI Global Philippine index rising by 0.80% in February. While US interest rates rose modestly during the month, the negative impact on market performance was more than offset by the tightening of Philippine sovereign credit spreads.

During the month, soft global economic prints continued to keep major central banks on a dovish bias; In the US, despite the stellar non-farm payroll data in January, the Federal Reserve's January meeting minutes reiterated the central bank's "patient" approach to rate normalization, while suggesting a stop to balance sheet reduction later this year. Nevertheless, positive headline news surrounding the progress on the US-China trade talks and a broad strengthening of risk sentiment put a floor on developed market government bond yields. Over the month, the 2-year and 10-year US Treasury yields rose moderately 6 and 9 bps respectively to end the month at 2.51% and 2.72%.

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## Fund Manager's Commentary on PRUlink US dollar bond fund

While the modestly higher US interest rates weighed on Philippine USD sovereign bond performance, investor demand remained strong, in line with the broader trend in the Emerging Market (EM) external sovereign bond market. The generally strong risk sentiment globally continued to drive portfolio inflows into EM bond markets, thereby driving sovereign credit spreads tighter. This was despite softer growth momentum domestically. Exports in the Philippines fell significantly in December from -0.3% YoY in the previous month to 12.3% YoY on the back of weakness in electronics export. Softer imports in December helped to narrow the trade deficit from USD 3.9 bn in November to USD 3.75 bn, but the deficit remained elevated. However, headline inflation fell sharply from 5.1% YoY to 4.4% YoY in January, driven by declines in oil prices, while food inflation also moderated amid higher rice imports following the government's removal of rice import quota. The lower inflationary prints led the governor of Bangko Sentral ng Pilipinas (BSP) to note that demand pressures were "clearly receding", providing more room for the central bank to review its policy.

We held a slight overweight duration positioning in February, extending slightly on opportunity. We expect the Fed to take a pause in the first half of the year, before possibly tightening in the second half. We are cognizant of external risks like trade tensions and other geopolitical events, but we still prefer to keep a moderate duration overweight positioning.

# PRUink growth fund

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### Key Information and Investment Disclosure

(all data as at 01 March 2019 unless otherwise stated)

Launch Date	22 July 2005	Fund Classification	Diversified
NAVpu (PHP)	3.88079	Minimum Risk Rating	3 (Aggressive)
Fund Size	PHP 12.92 billion	Fund Manager	Eastspring Investments Limited
Fund Currency	Philippine Peso	Annual Management Fee	2.25% p.a.
Financial Year End	31 <sup>st</sup> December	Benchmark	20% Markit iBoxx ALBI Philippines + 80% PCI

*\*PCI - Philippines Composite Index*

### Fund Objective

The fund seeks to optimize medium to long-term capital and income growth, with an emphasis on strong capital growth, through a greater focus of investment in shares of stocks listed in the Philippines. The fund also invests in fixed income securities, and money market instruments.

### Performance Chart



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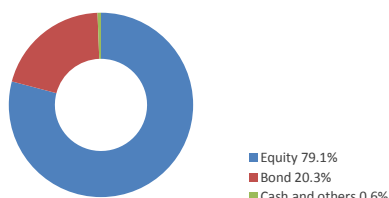
### Annualized Performance

	1-Month	1-Year	5-Year	Year-to-date	Since Inception
<b>Fund</b>	-2.36%	-7.71%	2.33%	3.69%	10.47%

### Fund Statistics

Highest NAVPU reached	(30 Jan 18)	4.45577
Lowest NAVPU reached	(28 Oct 08)	0.99584
Initial NAVPU	(22 Jul 05)	1.00000

### Asset Allocation



### Fund Manager's Commentary

Philippine equities edged lower in February following a strong start to the year; the Philippine Stock Exchange Index (PSEi) declined by 3.8% over the month. The Real Estate sector outperformed, while Telcos and Consumer Staples lagged. Consumer inflation declined, and the Peso steadied, but this did little to lift sentiment in February, which was weighed down by disappointing quarterly results. Also, stocks affected by local and global Index rebalancing had pronounced price movements in February.

The Philippine domestic bond market posted mild gains, with the Markit iBoxx ALBI Philippines Bond index up by 0.34%, in a month where the central bank left the policy rate unchanged.

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## Fund Manager's Commentary on PRUlink growth fund

From a global perspective, our central scenario remains one of benign inflation, combined with moderate economic and earnings growth. US-China trade tensions and uncertainty around the Fed's tightening policy are creating a difficult environment for risk assets globally, with financial conditions characterised by heightened global macro risks and growth concerns, increased monetary policy uncertainty and an uptick in volatility.

During the month, President Rodrigo Duterte signed laws on several key economic measures, including rice tariffs, partial tax amnesty and universal health care. Recent comments by the new BSP Governor imply the central bank is now more likely to reverse its tightening stance. Real interest rates have turned positive, representing a headwind to growth, due to the decline in inflation. Liquidity conditions, therefore, remain tight so monetary policy relaxation should follow. There is more certainty that food prices will remain subdued thanks to increased rice imports and benign oil prices.



# PRUink equity fund

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### Key Information and Investment Disclosure

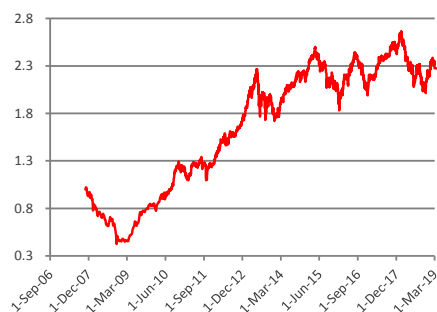
(all data as at 01 March 2019 unless otherwise stated)

Launch Date	23 October 2007	Fund Classification	Diversified
NAVpu (PHP)	2.27465	Minimum Risk Rating	3 (Aggressive)
Fund Size	PHP 46.59 billion	Fund Manager	Eastspring Investments Limited
Fund Currency	Philippine Peso	Annual Management Fee	2.25% p.a.
Financial Year End	31 <sup>st</sup> December	Benchmark	Philippines Composite Index

### Fund Objective

The fund seeks to optimize medium to long-term capital growth through investments in shares of stocks listed in the Philippines.

### Performance Chart



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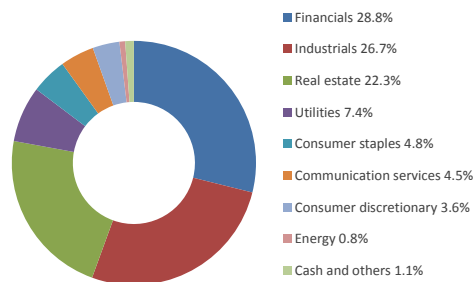
### Annualized Performance

	1-Month	1-Year	5-Year	Year-to-date	Since Inception
<b>Fund</b>	-3.05%	-9.27%	3.25%	3.47%	7.50%

### Fund Statistics

Highest NAVPU reached	(30 Jan 18)	2.66632
Lowest NAVPU reached	(28 Oct 08)	0.42505
Initial NAVPU	(23 Oct 07)	1.00000

### Sector Allocation



### Top 5 Holdings:

SM INVESTMENTS CORP	9.7%
AYALA LAND INC.	8.7%
SM PRIME HOLDINGS INC.	8.3%
AYALA CORP	6.5%
BDO UNIBANK INC	6.3%

### Fund Manager's Commentary

Philippine equities edged lower in February following a strong start to the year; the Philippine Stock Exchange Index (PSEi) declined 3.8% over the month. Real Estate sector outperformed on aggregate, while Telcos and Consumer Staples lagged.

Consumer inflation declined, and Peso steadied, but they did little to lift sentiment in February, which was weighed down by disappointing quarterly results. Also, stocks affected by local and global Index rebalancing had pronounced price movements in February.

During the month, President Rodrigo Duterte signed laws on several key economic measures, including rice tariffs, partial tax amnesty and universal health care. Meanwhile, the central bank left policy rate unchanged at 4.75%. It also designated Deputy Governor Almasara Cyd Tuano-Amador as officer-in-charge, after Governor Nestor Espenilla passed away due to cancer.

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## Fund Manager's Commentary on PRUlink equity fund

The overweight positions in Vista Land & Lifescapes, First Philippine Holdings and First Gen added to relative performance in February. Vista Land & Lifescapes' stock price benefitted from a generally positive month for the real estate sector. Vista also enjoyed support from the ongoing buy-back programme. Share prices of First Philippine Holdings and subsidiary First Gen extended gains, riding on latter's improved business outlook after it entered into an agreement with Tokyo Gas to develop an LNG terminal in Batangas, thus alleviating the uncertainty of future gas supply for its power plants – a key overhang. The LNG project is likely to get approval from the Department of Energy.

The underweight positions in International Container Terminal Services, SM Prime Holdings and San Miguel, detracted from relative performance in February. International Container Terminal Services was a top performer in February, after an increase in weight in MSCI Philippines propelled its stock price. SM Prime's share price was steady in a weak market, ending slightly higher from a month ago. SM Prime was among the stocks that witnessed weight increase in MSCI Index rebalancing exercise. San Miguel's stock surged on announcement of its inclusion in FTSE Global indices, effective mid-March.

The Fund initiated a position in Bloomberry Resorts after the announcement of its inclusion in PSEi. Similarly, the Fund exited Petron Corp after it was dropped out of the index in the latest rebalancing.

Philippines' macro fundamentals remain intact, underpinned by strong domestic demand. The government's tax reform package is expected to reduce personal income tax burden for low-to-middle income earners and boost private consumption. Additional revenue from higher top-bracket income tax rates and excise duty on fuel, tobacco and sugar will likely improve funding for large-scale infrastructure initiatives, thus supporting long-term economic growth.

The Peso may continue to be under pressure, driven by concerns over the country's deteriorating balance of payment, high inflation, as well as higher US interest rates.

The Fund is overweight in a select group of utilities due to their attractive valuations. It is also overweight attractively valued property stocks that are trading at steep discounts to their appraised net asset values. Philippines' favourable demographics, growing income, and low-interest rates will likely continue to support demand for homes in the long run.

# PRUink proactive fund

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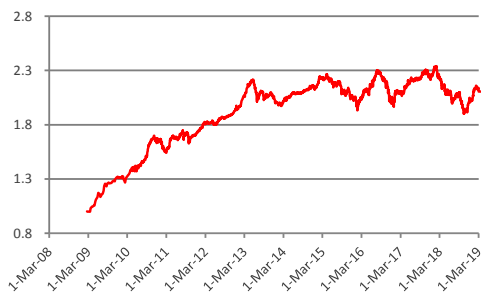
Launch Date	17 February 2009	Fund Classification	Diversified
NAVpu (PHP)	2.10555	Minimum Risk Rating	3 (Aggressive)
Fund Size	PHP 17.38 billion	Fund Manager	Eastspring Investments Limited
Fund Currency	Philippine Peso	Annual Management Fee	2.25% p.a.
Financial Year End	31 <sup>st</sup> December	Benchmark	50% Markit iBoxx ALBI Philippines + 50% PCI

\* PCI - Philippines Composite Index

### Fund Objective

The fund seeks to optimize medium to long-term capital and income growth with emphasis on dynamic asset allocation by fund managers through investment in fixed income securities, money market instruments and shares of stocks listed in the Philippines.

### Performance Chart



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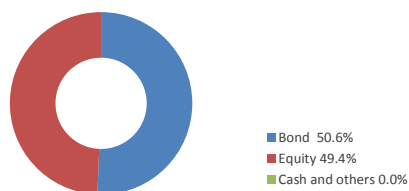
### Annualized Performance

	1-Month	1-Year	5-Year	Year-to-date	Since Inception
<b>Fund</b>	-1.36%	-5.23%	0.80%	4.03%	7.70%

### Fund Statistics

Highest NAVPU reached	(30 Jan 18)	2.34008
Lowest NAVPU reached	(03 Mar 09)	0.99950
Initial NAVPU	(17 Feb 09)	1.00000

### Asset Allocation



### Fund Manager's Commentary

The Philippine domestic bond market posted mild gains, with the Markit iBoxx ALBI Philippines Bond index up by 0.34%, in a month where the central bank left the policy rate unchanged.

Philippine equities edged lower in February following a strong start to the year; the Philippine Stock Exchange Index (PSEi) declined by 3.8% over the month. The Real Estate sector outperformed, while Telcos and Consumer Staples lagged. Consumer inflation declined, and the Peso steadied, but this did little to lift sentiment in February, which was weighed down by disappointing quarterly results. Also, stocks affected by local and global Index rebalancing had pronounced price movements in February.

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## Fund Manager's Commentary on PRUlink proactive fund

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During the month, President Rodrigo Duterte signed laws on several key economic measures, including rice tariffs, partial tax amnesty and universal health care. Recent comments by the new BSP Governor imply the central bank is now more likely to reverse its tightening stance. Real interest rates have turned positive, representing a headwind to growth, due to the decline in inflation. Liquidity conditions, therefore, remain tight so monetary policy relaxation should follow. There is more certainty that food prices will remain subdued thanks to increased rice imports and benign oil prices.

# PRUink Asian Local bond fund

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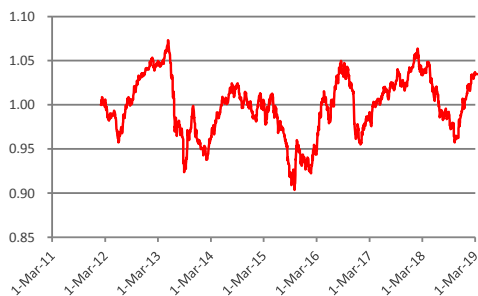
(all data as at 01 March 2019 unless otherwise stated)

Launch Date	28 January 2012	Fund Classification	Diversified
NAVpu (USD)	1.03489	Minimum Risk Rating	2 (Moderate)
Fund Size	USD 11.87 million	Fund Manager	Eastspring Investments Limited
Fund Currency	US Dollar	Annual Management Fee	1.80% p.a.
Financial Year End	31 <sup>st</sup> December	Benchmark	Markit iBoxx ALBI x Chn Twd Cust

### Fund Objective

The fund is structured as a feeder fund which invests in the Eastspring Investments – Asian Local Bond Fund (EI-Asian Local Bond Fund). The EI-Asian Local Bond Fund invests in a diversified portfolio consisting primarily of fixed income / debt securities issued by Asian entities or their subsidiaries. This Fund's portfolio primarily consists of securities denominated in the various Asian currencies and aims to maximize total returns through investing in fixed income or debt securities that are rated as well as

### Performance Chart



The fund returns are net of Annual Management Charge. Past performance is not necessarily indicative of the future or likely performance of the fund.

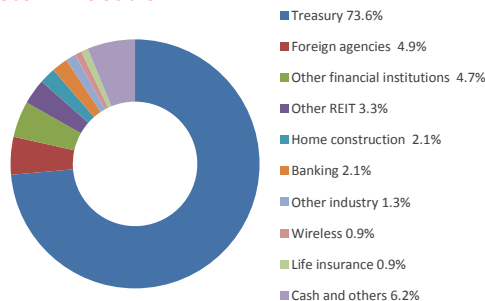
### Annualized Performance

	1-Month	1-Year	5-Year	Year-to-date	Since Inception
<b>Fund</b>	0.23%	0.09%	1.44%	2.36%	0.48%

### Fund Statistics

Highest NAVPU reached	(09 May 13)	1.07329
Lowest NAVPU reached	(30 Sep 15)	0.90362
Initial NAVPU	(28 Jan 12)	1.00000

### Sector Allocation



### Top 5 Holdings:

INDONESIA (REPUBLIC OF) 5.625% 05/15/2023	1.5%
KOREA (REPUBLIC OF) 2.125% 06/10/2027	1.4%
US TREASURY BILL 03/26/2019	1.2%
INDONESIA (REPUBLIC OF) 7.5% 05/15/2038	1.2%
INDONESIA (REPUBLIC OF) 7% 05/15/2027	1.2%

### Fund Manager's Commentary

Asian local bond markets registered a muted return in February with the custom Markit iBoxx Asian Local Bond index posting a return of 0.1% (in USD) during the month. While Asian domestic government bonds mostly registered positive returns, mixed currency performance weighed on total returns.

During the month, developed market bond yields rose marginally in February, as investors weighed the economic impetus from positive China-US trade talks against still-accommodative central bank policy. The US yield curve shifted higher over the course of February, with the 2-year and 10-year US Treasury yields rising 6 basis points and 9 basis points respectively to end the month at 2.51% and 2.72%.

In Asia, however, government bond yields generally trended lower amid the more dovish monetary policy backdrop. Indonesian and Malaysian local bond markets were key outperformers amid resilient investor demand. Korea and Thai government bond markets, on the other hand, underperformed with muted yield changes. In terms of central banks' actions, India cut rates by 25 basis points in the month, while central banks in South Korea and Indonesia left key benchmark rates unchanged.

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## Fund Manager's Commentary on PRUlink Asian local bond fund

On the currency front, broad strength in the US dollar weighed on performance of major and Asian currencies. Notably, the Korean won and the Thai baht retreated by around 1% against the US dollar over the month. The Malaysian ringgit and Philippine peso, however, defied the trend as they appreciated by around 0.7% during the month.

During the month, the Fund benefitted from the overweight in Indonesian bonds which rallied during the month. The overweight in currencies such as Philippine peso and Indian rupee, and underweight in currencies such as Korean won and Thai baht also added value during the month, helping to offset underperformance due to the overweight in Indonesian rupiah and Japanese yen, as well as underweight in Malaysian ringgit.

During the month, we reduced our exposure to Indonesian bonds, as the rally since December has made valuation less attractive. A more benign policy path from the Federal Reserve will give investors some relief in the near term. However the investment environment will remain volatile as risks of a sharper than expected growth deceleration continue to build. We maintain moderate duration overweight but will look to increase risk exposure in currencies and credit on opportunity.

# PRUlink Asia Pacific equity fund

## Fund Fact Sheet February 2019

PRU LIFE U.K. 

The Fund Fact Sheet provides general information concerning the underlying funds of Pru Life UK's unit-linked policies and is not intended to serve as individual investment advice. The manager of the fund is Eastspring Investments (Singapore) Limited.

### Key Information and Investment Disclosure

(all data as at 01 March 2019 unless otherwise stated)

Launch Date	26 February 2013	Fund Classification	Diversified
NAVpu (USD)	1.03875	Minimum Risk Rating	3 (Aggressive)
Fund Size	USD 25.79 million	Fund Manager	Eastspring Investments Limited
Fund Currency	US Dollar	Annual Management Fee	2.05% p.a.
Financial Year End	31 <sup>st</sup> December	Benchmark	MSCI APXJ Index (Net)

### Fund Objective

The fund is structured as a feeder fund which invests in the Eastspring Investments – Asia Pacific Equity Fund, which aims to maximize long-term total return by investing primarily in equity and equity-related securities of companies which are incorporated, listed in or have their area of primary activity in the Asia Pacific ex-Japan Region. This fund may also invest in depository receipts including American Depository Receipts and Global Depository Receipts, debt securities convertible into common shares, preference shares and warrants.

### Performance Chart



The fund returns are net of Annual Management Charge. Past performance is not necessarily indicative of the future or likely performance of the fund.

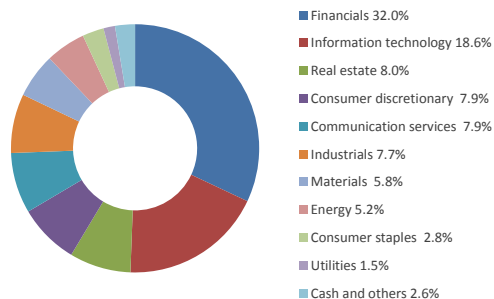
### Annualized Performance

	1-Month	1-Year	5-Year	Year-to-date	Since Inception
<b>Fund</b>	1.35%	-11.63%	2.05%	9.69%	0.63%

### Fund Statistics

<b>Highest NAVPU reached</b>	(29 Jan 18)	1.24563
<b>Lowest NAVPU reached</b>	(22 Jan 16)	0.69551
<b>Initial reached</b>	(26 Feb 13)	1.00000

### Sector Allocation



### Top 5 Holdings:

TAIWAN SEMICONDUCTOR MANUFACTURING CO LTD	4.7%
SAMSUNG ELECTRONICS LTD	4.5%
TENCENT HOLDINGS LTD	4.3%
CHINA CONSTRUCTION BANK CORP H	4.2%
CHINA MERCHANTS BANK LTD H	3.4%

### Fund Manager's Commentary

Global equity markets were again firmer in February to follow on from January's stellar performance but gains were more muted and a dip in the final week took the shine off an otherwise solid month. The MSCI All Country World index rose 3.1% with Developed Markets outperforming Emerging ones, the latter dragged back by falls in EMEA and Latin America, which offset gains in Asia.

Emerging Markets returned just 1.2% but within the bloc, Asia was a notable outperformer with the MSCI Asia Pac ex Japan index returning 2.3%.

China led the gainers with a 4.2% return on hopes the trade dispute with the US would end in agreement sooner rather than later. Comments from the White House added support to China when it said it would let a deadline of 1 March slip before a new set of tariffs was introduced. This also propelled MSCI Hong Kong up 6.1% and China's domestic A share market up 14% with the latter also getting support from MSCI, which gave details of an increase in stock allocation in its family of indices.

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## Fund Manager's Commentary on PRUlink Asia Pacific equity fund

Korea initially followed suit and saw gains, particularly from its technology sector, before ending the month almost flat as stocks dipped on the final day of trading after the disappointing end to the US-North Korea denuclearization talks. Taiwan also posted a strong 4.8% return as its heavyweight chip makers recovered.

South-east Asia markets were mixed with the currency-sensitive Philippines and Indonesia markets falling modestly. Malaysia was the only South-east Asia market showing above region average gains with a 2.5% return as economic figures surprised on the upside, while Thailand recorded a small loss as investors nervously looked ahead to the March general elections.

India flatlined ahead of elections in March and as geopolitical tensions with Pakistan in Kashmir escalated.

Australia had a very strong month with the MSCI index returning 3.4% - its best in two and a half years. The principal driver was the banks sector, which posted a relief rally after the final Royal Commission report into the sector was not as bad as first feared. Meanwhile, in a surprise move, the central bank moved to a neutral position on rates, which also gave equities support.

The Fund's position in China Yongda Automobiles contributed after the stock surged more than 35%, much of it after news broke that it may dispose of a majority stake in its auto finance business. The market looked favourably at the potential deal as it will likely free up capital for the group. The stock is not a benchmark index constituent. We continue to see upside potential.

The Fund is also overweight PICC Property & Casualty, which added value to the Fund by posting a 16% rise as financial, and more specifically, insurance stocks in China and Hong Kong all rose on hopes of further fiscal stimulus from Beijing. The shares continue to trade at low valuation levels, and we keep our overweight position.

Being overweight Lenovo benefitted the Fund in February after a 24% rise in the stock post the company's Q3 results. These showed better-than-expected improvement in the company's mobile business, a jump in overall group profits and a stable market share in its PC segment. Despite the recent run, we see operational and financial leverage as a tailwind at present and we see fundamental sustainable growth for the stock with a high dividend yield of 5%.

The Fund's underweight position in internet giant Alibaba led to a relative drag on performance as the stock gained 9% in February. China's stocks continued to rally as fiscal stimulus by China pointed to tax relief for consumers and corporates, which would likely benefit the company.

The Fund's long-term overweight in Whitehaven Coal detracted from performance in the month following a 10% drop in the company's share price in Australia. First half underlying earnings were below consensus estimates as well as net debt topping expectations, while the company also lowered its production guidance for the rest of the year. The stock has risen more than 500% over the last three years as it consistently delivered strong operational results ahead of expectations. The Fund continues to see further upside from these valuation levels.

The Fund does not own insurance giant AIA Group, which led to a relative drag on performance after an 11% rise. The Fund prefers to play the sector through Ping An, China Pacific and China Life Insurance companies as AIA pays a mere 1% yield.

In February, the Fund added to holdings in Lotte Chemical and Cifi Holdings, and cut holdings in Kunlun Energy and Bank Negara Indonesia.

Asian equities are trading below their long-term averages and are very cheap relative to the developed markets of the west. Despite market volatility and geopolitical concerns, we still see a backdrop of structural economic growth and corporate earnings delivery across Asia, which can support sentiment for the region's shares over the long term.

Investors have ignored the price they are paying for growth and quality over the past years creating a valuation anomaly within Asian equity markets between value and quality / growth, which the Fund is well placed to take advantage of.



# PRUlink Global emerging markets dynamic fund

## Fund Fact Sheet February 2019



The Fund Fact Sheet provides general information concerning the underlying funds of Pru Life UK's unit-linked policies and is not intended to serve as individual investment advice. The manager of the fund is Eastspring Investments (Singapore) Limited.

### Key Information and Investment Disclosure

(all data as at 01 March 2019 unless otherwise stated)

Launch Date	01 April 2014	Fund Classification	Diversified
NAVpu (USD)	1.07106	Minimum Risk Rating	3 (Aggressive)
Fund Size	USD 15.83 million	Fund Manager	Eastspring Investments Limited
Fund Currency	US Dollar	Annual Management Fee	2.05% p.a.
Financial Year End	31 <sup>st</sup> December	Benchmark	MSCI Emerging Markets (Net Div)

### Fund Objective

The fund is structured as a feeder fund which invests in the Eastspring Investments – Global Emerging Markets Dynamic Fund, which aims to generate long-term capital growth through a concentrated portfolio of equities, equity-related securities and bonds. This fund will invest primarily in securities of companies which are incorporated, or listed in, or operating principally from, or carrying on significant business in, or derive substantial revenue from, or whose subsidiaries, related or associated corporations derive substantial revenue from the emerging markets worldwide. This fund may also invest in depository receipts including American Depository Receipts and Global Depository Receipts, preference shares and warrants.

### Performance Chart



The fund returns are net of Annual Management Charge. Past performance is not necessarily indicative of the future or likely performance of the fund.

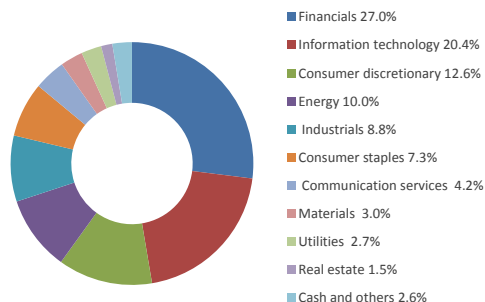
### Annualized Performance

	1-Month	1-Year	5-Year	Year-to-date	Since Inception
<b>Fund</b>	-0.78%	-9.56%	n.a.	9.91%	1.41%

### Fund Statistics

Highest NAVPU reached	(29 Jan 18)	1.24055
Lowest NAVPU reached	(22 Jan 16)	0.63696
Initial NAVPU	(01 Apr 14)	1.00000

### Sector Allocation



### Top 5 Holdings:

TAIWAN SEMICONDUCTOR MANUFACTURING CO LTD	5.5%
SAMSUNG ELECTRONICS LTD	4.7%
CHINA CONSTRUCTION BANK CORP-H	3.9%
NASPERS LTD	3.4%
INFOSYS ADR	3.2%

### Fund Manager's Commentary

Global equity markets were again firmer in February to follow on from January's stellar performance but gains were more muted and a dip in the final week took the shine off an otherwise solid month. The MSCI All Country World Index rose 3.1% with Developed Markets outperforming Emerging ones, the latter dragged back by falls in EMEA and Latin America, which offset gains in Asia.

Emerging Markets returned just 1.2% but within the bloc, Asia was a notable outperformer with China (+4.2%), leading the gainers on hopes the trade dispute with the US would end in agreement sooner rather than later. Comments from the White House added support to China when it said it would let a deadline of 1 March slip before a new set of tariffs was introduced. This also propelled MSCI Hong Kong up 6.1% and China's domestic A Share market up 14%, while Taiwan also posted a strong 4.8% return as its heavyweight chip makers recovered.

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## Fund Manager's Commentary on PRUlink Global emerging markets dynamic fund

Korea initially followed suit and made gains before ending the month almost flat as stocks dipped on the final day of trading after the disappointing end to the US-North Korea denuclearization talks. South-east Asia markets were mixed with the currency-sensitive Philippines and Indonesia markets falling modestly. Malaysia was the only SEA market showing above region-average gains with a 2.5% return as economic figures surprised on the upside. India flatlined ahead of elections in March and as geopolitical tensions in Kashmir escalated.

Latin America took a breather from recent gains with Brazil (-2.4%) ending lower on profit taking and as investors awaited details of the new government's pension reform plans. Mexico also dragged on performance as a credit rating agency downgrade of state-owned oil giant Pemex weighed on sentiment.

EMEA was also weak losing 2.8% as Turkey (-3.3%) came under pressure after downgrades in corporate earnings estimates, and Russia (-1.7%) fell on talk of fresh sanctions. South Africa (-4.4%) was another laggard with much of that reflected in rand depreciation after a potential bailout of utility Eskom threatened the country's credit rating.

Being overweight Lenovo benefitted the Fund in February after a 24% rise in the stock post the company's Q3 results. These showed better-than-expected improvement in the company's mobile business, a jump in overall group profits and a stable market share in its PC segment. Despite the recent run, we see operational and financial leverage as a tailwind at present and we see fundamental sustainable growth for the stock with a high dividend yield of 5%.

The Fund is also overweight LG Display, which added value as better sentiment returned to Asia tech in general on optimism on trade, and OLED equipment stocks in particular gained on evidence the cycle is beginning to turn in its favour. The stock rose 12% over the month while the Fund retains its overweight position as we see more upside to the OLED cycle from here.

The Fund does not own Tencent and as the stock corrected from its rise in January, it led to a relative contribution. Investors took some profit in the name that had risen strongly in the preceding three months after China's gaming regulator began approving games after a nine-month pause. The Fund regards the stock as very expensive at these levels.

The Fund does not own internet giant Alibaba, which led to a relative drag on performance as the stock gained 9% in February. China's stocks continued to rally as fiscal stimulus by China pointed to tax relief for consumers and corporates, which would likely benefit the company. However, because the stock trades at very expensive valuations, the Fund does not own it.

MRV Engenharia weighed on performance after the stock fell almost 10% in the month, albeit after a 25% gain in December and January combined. Although there was no material newsflow in the name until the final day of trading when it reported in-line Q4 results, the stock fell along with the rest of the Brazilian market as profit taking set in.

The Fund is overweight Mexican food processor Gruma but post its 10% fall in February, it weighed on the Fund's performance. Q4 results were slightly below consensus as the company took a one-off charge on IT-related costs while the Mexican market also underperformed, dragging the more liquid stocks lower. We continue to like the company's dominant market position, strong balance sheet and attractive cash flow yield and see upside potential from here.

In February, the Fund opened a position in Petrobras, and closed out a holding in CCR while trimming Cosan.

Emerging Market equity valuations are trading well below their historical averages. Behind these headline valuations we see many stock specific opportunities available to a disciplined value investor.

Relative to developed markets, emerging markets remain very cheap and within emerging markets there is extreme dispersion between cheap and expensive stocks as well as between value relative to growth / quality stocks.

Despite recent market volatility and geopolitical concerns, we see structural economic growth and a robust corporate backdrop across Global Emerging Markets, which can continue to support many stock specific value opportunities over time.

# PRUink cash flow fund

## Fund Fact Sheet February 2019

PRU LIFE U.K. 

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### Key Information and Investment Disclosure

(all data as at 01 March 2019 unless otherwise stated)

Launch Date	17 November 2014	Fund Classification	Diversified
NAVpu (USD)	0.93399	Minimum Risk Rating	2 (Moderate)
Fund Size	USD 152.75 million	Fund Manager	Eastspring Investments Limited
Fund Currency	US Dollar	Annual Management Fee	1.95% p.a.
Financial Year End	31 <sup>st</sup> December	Benchmark	50% JACI + 50% BofA ML US HY Con

### Fund Objective

The fund seeks to provide investors with regular payout by investing in a diversified portfolio consisting primarily of high yield bonds and other fixed income/debt securities denominated in US dollars, issued in the US market rated below BBB-, as well as fixed income/debt securities issued by Asian entities or their subsidiaries. The Fund may in addition, at the Fund Manager's discretion, invest up to twenty percent (20%) of its assets in dividend yielding equities.

### Performance Chart



The fund returns are net of Annual Management Charge. Past performance is not necessarily indicative of the future or likely performance of the fund.

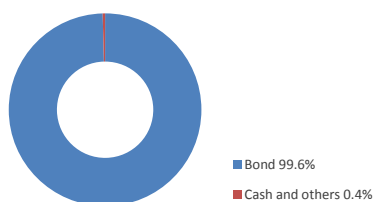
### Annualized Performance

	1-Month	1-Year	5-Year	Year-to-date	Since Inception
<b>Fund</b>	1.24%	-3.07%	n.a.	4.94%	-1.58%

### Fund Statistics

Highest NAVPU reached	(29 Apr 15)	1.01016
Lowest NAVPU reached	(15 Feb 16)	0.86352
Initial NAVPU	(17 Nov 14)	1.00000

### Asset Allocation



### Top 5 Holdings:

EASTSPRING INVESTMENTS ASIAN BOND - D CLASS USD	52.2%
EASTSPRING INVESTMENTS US HIGH YIELD BOND - D CLASS	47.4%
USD CASH (Alpha Committed)	0.4%

### Fund Manager's Commentary

Global equity markets continued to rise in February, following the strong gains seen the previous month. Optimism around the resolution of US-China trade tensions – supported by the news that the US had delayed the imposition of increased tariffs on USD200 billion of Chinese goods – buoyed market sentiment. Developed markets generally performed better than Emerging Markets with US stocks benefiting from the Fed's more dovish tone around interest rate rises, stronger-than-expected GDP growth figures and positive news around a possible US-China trade deal in the making.

Despite weak economic growth figures in Europe, which included affirmation of zero growth in Germany and that Italy had slipped into a recession, equities rose during the month. Trade optimism and the suggestion that the European Central Bank could restart its bank lending scheme lifted investor sentiment. UK stocks were also higher despite a rally in sterling on the hopes that a "no deal" Brexit could be avoided. Asian stocks extended gains from January, although returns were mixed.

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## Fund Manager's Commentary on PRUlink cash flow fund

Chinese stocks rallied on trade progress and the delay on the imposition of further tariffs, whilst South Korean equities fell as the US-North Korea summit ended abruptly without agreement. Elsewhere, a stronger US dollar was a drag on several emerging markets, including South Africa and Turkey.

Within fixed income investors continued to favour credit over Sovereign assets as the risk-on sentiment seen in January followed through into February. US High Yield credit posted strong returns and outperformed relative to high quality fixed income, benefiting from the relative strength of the US economy as well as a stronger oil price. Long duration US Treasuries posted negative absolute returns during the month. Whilst sentiment around US Treasuries was supported by the continued dovishness of the Fed on rate rises, conditions firmly favoured higher risk fixed income assets during February.

US-China trade tensions and uncertainty around the Fed's tightening policy are creating a difficult environment for risk assets globally, with financial conditions characterised by heightened global macro risks and growth concerns, increased monetary policy uncertainty and an uptick in volatility.

Our central scenario remains one of benign inflation, combined with moderate economic and earnings growth.

The Fund maintains its broadly defensive stance, with an underweight to US High Yield Bonds in favour of higher quality Asian Bonds.

# PRUlink Asian balanced fund

## Fund Fact Sheet February 2019

PRU LIFE U.K. 

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### Key Information and Investment Disclosure

(all data as at 01 March 2019 unless otherwise stated)

Launch Date	09 October 2017	Fund Classification	Diversified
NAVpu (USD)	0.96989	Minimum Risk Rating	2 (Moderate)
Fund Size	USD 1.45 million	Manager	Eastspring Investments Limited
Fund Currency	US Dollar	Annual Management Fee	1.95% p.a.
Financial Year End	31 <sup>st</sup> December	Benchmark	50% MSAP XJ + 25% JACI + 25% Markit iBoxx ALBI x CT

### Fund Objective

The PRUlink asian balanced fund ("ABF" or "the fund") aims to maximize total return in the medium to long term by primarily investing in equities/equity-related securities of companies, which are incorporated, listed in, or have their area of primary activity in the Asia Pacific region (excluding Japan) as well as fixed income/debt securities issued by Asian entities or their subsidiaries. The fund is invested in three US dollar-denominated and Luxembourg-domiciled Asian SICAV funds of Eastspring Investments, namely, Asia Pacific Equity Fund, Asian Local Bond Fund, and Asian Bond Fund.

### Performance Chart



The fund returns are net of Annual Management Charge. Past performance is not necessarily indicative of the future or likely performance of the fund.

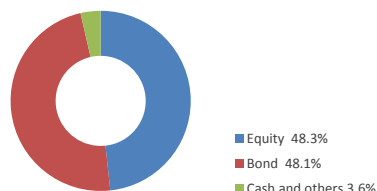
### Annualized Performance

	1-Month	1-Year	5-Year	Year-to-date	Since Inception
<b>Fund</b>	0.98%	-5.42%	n.a.	6.17%	-2.17%

### Fund Statistics

Highest NAVPU reached	(29 Jan 18)	1.069
Lowest NAVPU reached	(29 Oct 18)	0.89236
Initial NAVPU	(09 Oct 17)	1.00000

### Asset Allocation



### Top 5 Holdings:

EASTSPRING INVESTMENTS ASIA PACIFIC EQUITY	48.1%
EASTSPRING INVESTMENTS ASIAN BOND - D CLASS USD	28.1%
EASTSPRING INVESTMENTS ASIAN LOCAL BOND - D CLASS USD	20.3%
USD CASH (Alpha Committed)	3.6%

### Fund Manager's Commentary

Global equity markets continued to rise in February, following the strong gains seen the previous month. Optimism around the resolution of US-China trade tensions – supported by the news that the US had delayed the imposition of increased tariffs on USD200 billion of Chinese goods – buoyed market sentiment. Developed markets generally performed better than Emerging Markets with US stocks benefiting from the Fed's more dovish tone around interest rate rises, stronger-than-expected GDP growth figures and positive news around a possible US-China trade deal in the making.

Despite weak economic growth figures in Europe, which included affirmation of zero growth in Germany and that Italy had slipped into a recession, equities rose during the month. Trade optimism and the suggestion that the European Central Bank could restart its bank lending scheme lifted investor sentiment. UK stocks were also higher despite a rally in sterling on the hopes that a "no deal" Brexit could be avoided. Asian stocks extended gains from January, although returns were mixed.

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## Fund Manager's Commentary on PRUlink Asian balanced fund

Chinese stocks rallied on trade progress and the delay on the imposition of further tariffs, whilst South Korean equities fell as the US-North Korea summit ended abruptly without agreement. Elsewhere, a stronger US dollar was a drag on several emerging markets, including South Africa and Turkey.

Within fixed income, investors continued to favour credit over Sovereign assets as the risk-on sentiment seen in January followed through into February. US High Yield credit posted strong returns and outperformed relative to high quality fixed income, benefiting from the relative strength of the US economy as well as a stronger oil price. Long duration US Treasuries posted negative absolute returns during the month. Whilst sentiment around US Treasuries was supported by the continued dovishness of the Fed on rate rises, conditions firmly favoured higher risk fixed income assets during February.

US-China trade tensions and uncertainty around the Fed's tightening policy are creating a difficult environment for risk assets globally, with financial conditions characterised by heightened global macro risks and growth concerns, increased monetary policy uncertainty and an uptick in volatility.

Our central scenario remains one of benign inflation, combined with moderate economic and earnings growth.

The Fund is overweight to Asian USD Bonds vs Asian Local Bonds, reflecting the still relatively disappointing emerging market economic data, and the relative earnings trajectory of the US and Emerging equity markets.

# PRULink Peso Cash flow fund hedged share class

## Fund Fact Sheet February 2019

The Fund Fact Sheet provides general information concerning the underlying funds of Pru Life UK's unit-linked policies and is not intended to serve as individual investment advice. The manager of the fund is Eastspring Investments (Singapore) Limited.



### Key Information and Investment Disclosure

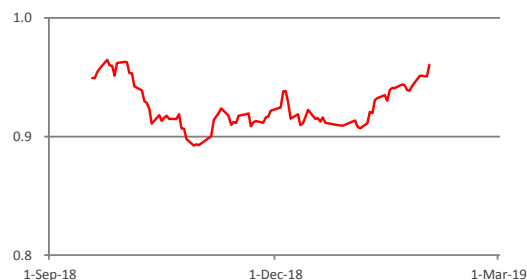
(all data as at 01 March 2019 unless otherwise stated)

Launch Date	03 September 2018	Fund Classification	Diversified
NAVpu (PHP)	1.0066	Minimum Risk Rating	2 (Moderate)
Fund Size	PHP 586.27 million	Fund Manager	Eastspring Investments Limited
Fund Currency	Philippine Peso	Annual Management Fee	1.95% p.a.
Financial Year End	31 <sup>st</sup> December	Benchmark	50% JACI + 50% BofA ML US HY Con

### Fund Objective

The fund seeks to provide investors with regular payout by investing in a diversified portfolio consisting primarily of high yield bonds and other fixed income/debt securities denominated in US dollars, issued in the US market rated below BBB-, as well as fixed income/debt securities issued by Asian entities or their subsidiaries. The Fund may in addition, at the Fund Manager's discretion, invest up to twenty percent (20%) of its assets in dividend yielding equities.

### Performance Chart



The fund returns are net of Annual Management Charge. Past performance is not necessarily indicative of the future or likely performance of the fund.

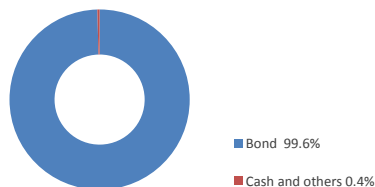
### Annualized Performance

	1-Month	1-Year	5-Year	Year-to-date	Since Inception
<b>Fund</b>	1.33%	n.a.	n.a.	5.13%	1.35%

### Fund Statistics

<b>Highest NAVPU reached</b>	(28 Feb 19)	1.01017
<b>Lowest NAVPU reached</b>	(02 Jan 19)	0.95748
<b>Initial NAVPU</b>	(03 Sep 18)	1.00000

### Asset Allocation



### Top 5 Holdings:

EASTSPRING INVESTMENTS US HIGH YIELD BOND - D CLASS	52.2%
EASTSPRING INVESTMENTS ASIAN BOND - D CLASS USD	47.4%
USD CASH (Alpha Committed)	0.4%

### Fund Manager's Commentary

Global equity markets continued to rise in February, following the strong gains seen the previous month. Optimism around the resolution of US-China trade tensions – supported by the news that the US had delayed the imposition of increased tariffs on USD200 billion of Chinese goods – buoyed market sentiment. Developed markets generally performed better than Emerging Markets with US stocks benefiting from the Fed's more dovish tone around interest rate rises, stronger-than-expected GDP growth figures and positive news around a possible US-China trade deal in the making.

Despite weak economic growth figures in Europe, which included affirmation of zero growth in Germany and that Italy had slipped into a recession, equities rose during the month. Trade optimism and the suggestion that the European Central Bank could restart its bank lending scheme lifted investor sentiment. UK stocks were also higher despite a rally in sterling on the hopes that a "no deal" Brexit could be avoided. Asian stocks extended gains from January, although returns were mixed.

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## Fund Manager's Commentary on PRUlink Peso Cash flow fund hedged share class

Chinese stocks rallied on trade progress and the delay on the imposition of further tariffs, whilst South Korean equities fell as the US-North Korea summit ended abruptly without agreement. Elsewhere, a stronger US dollar was a drag on several emerging markets, including South Africa and Turkey.

Within fixed income investors continued to favour credit over Sovereign assets as the risk-on sentiment seen in January followed through into February. US High Yield credit posted strong returns and outperformed relative to high quality fixed income, benefiting from the relative strength of the US economy as well as a stronger oil price. Long duration US Treasuries posted negative absolute returns during the month. Whilst sentiment around US Treasuries was supported by the continued dovishness of the Fed on rate rises, conditions firmly favoured higher risk fixed income assets during February.

US-China trade tensions and uncertainty around the Fed's tightening policy are creating a difficult environment for risk assets globally, with financial conditions characterised by heightened global macro risks and growth concerns, increased monetary policy uncertainty and an uptick in volatility.

PHP appreciated against USD at a rate of 0.80% from 52.12 end-January to PHP51.70 end-February.

Our central scenario remains one of benign inflation, combined with moderate economic and earnings growth.

The Fund maintains its broadly defensive stance, with an underweight to US High Yield Bonds in favour of higher quality Asian Bonds.