

PRULink Bond Fund

Fund Fact Sheet July 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

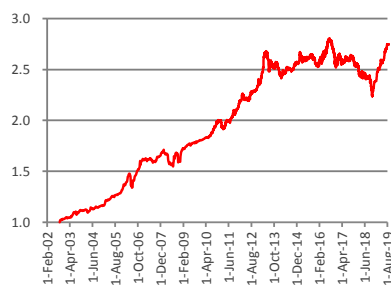
(all data as at 01 August 2019 unless otherwise stated)

Launch Date	24 September 2002	Fund Classification	Diversified
NAVPu (PHP)	2.74787	Minimum Risk Rating	1 (Conservative)
Fund Size	PHP 19.40 billion	Fund Manager	Eastspring Investments Limited
Fund Currency	Philippine Peso	Annual Management Fee	1.53% p.a.
Financial Year End	31 st 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.

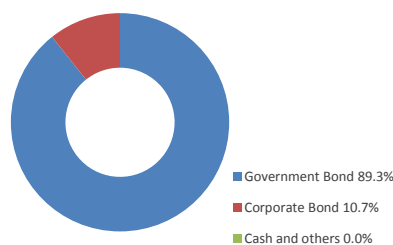
Annualized Performance

	1-Month	1-Year	5-Year	Year-to-date	Since Inception
Fund	1.91%	13.88%	1.88%	15.16%	6.18%

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%	7.8%
07/19/2031	
PHILIPPINES (REPUBLIC OF) 8.125%	6.2%
12/16/2035	
PHILIPPINES (REPUBLIC OF) 6.125%	5.2%
10/24/2037	
PHILIPPINES (REPUBLIC OF) 4.625%	5.2%
12/04/2022	
PHILIPPINES (REPUBLIC OF) 5.875%	4.2%
03/01/2032	

Fund Manager's Commentary

Philippine domestic bonds strengthened further in July, in line with other Asian local-currency markets which benefited from an easier monetary policy environment. The Markit iBoxx ALBI Philippine Index posted a return of 1.98% over the month amid continued falls in local government bond yields.

The declines in local bond yields contrasted with the modest weakness seen in US Treasuries. Robust employment and GDP data tempered hopes for aggressive rate cuts by the Federal Reserve (Fed), which placed upward pressure on Treasury yields. While the Fed's subsequent 25bps rate cut was in line with market expectations, the less dovish comments from its chairman disappointed investors. The 2-year US Treasury yield rose by 12bps to 1.87%, whereas the benchmark 10-year yield was little changed at 2.01%.

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Fund Manager's Commentary on PRULink Bond Fund

In Asia, the policy backdrop turned decidedly dovish as economic data continued to worsen. This lifted market sentiment in the region, with Philippine local-currency bonds among the outperformers. The benchmark 10-year and 5-year Philippine government bond yields fell by 35bps and 32bps to end at 4.70% and 4.62% respectively. Domestic inflation remained benign, easing to 2.7% in June on the back of lower food and fuel prices. With price pressures remaining in the central bank's target range, investors anticipated a change in monetary policy. (At the time of writing, the central bank lowered its benchmark rate by 25bps to 4.25%, following its cut in May.) In other key data, exports rose 1.0% YoY in May, while the fall in imports accelerated to 5.4% YoY, leading to a narrower trade deficit of USD3.3 billion.

Our overall duration overweight position, as well as positions in longer-dated bonds, contributed to the outperformance in July.

We extended the portfolio's duration further. We remain positive on the Philippines' growth picture, seeing still-strong domestic demand and improving government spending. Inflation has come under control, though in part due to base effects, and we expect inflation expectations to be well-anchored. We are biased towards maintaining the duration overweight as we expect further central bank moves to ease the policy rate.

PRULink Managed Fund

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PRU LIFE U.K. 

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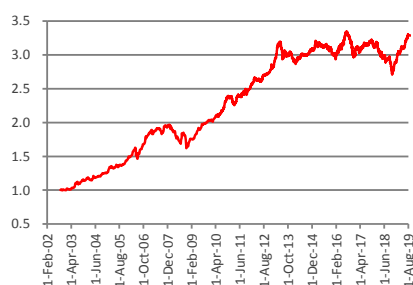
Launch Date	24 September 2002	Fund Classification	Diversified
NAVpu (PHP)	3.28596	Minimum Risk Rating	2 (Moderate)
Fund Size	PHP 5.91 billion	Fund Manager	Eastspring Investments Limited
Fund Currency	Philippine Peso	Annual Management Fee	1.79% p.a.
Financial Year End	31 st December	Benchmark	80% Markit 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. The Peso Bond Fund and Equity Fund have served as underlying funds of the Managed and Growth Funds prior to the funds' launch date.

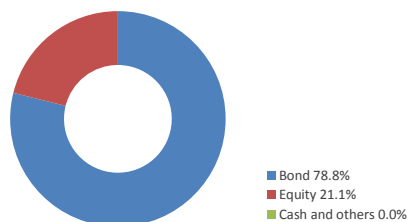
Annualized Performance

	1-Month	1-Year	5-Year	Year-to-date	Since Inception
Fund	1.62%	12.07%	1.86%	13.73%	7.31%

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

Inflation decelerated to 2.4% year-on-year in July from 2.7% in the previous month, helped by lower food and energy prices amidst recent Peso appreciation, supporting fixed income returns, with the Market iBoxx ALBI Philippines rising by almost 2% for the month. Philippine equities rose marginally in July, with the Philippine Stock Exchange index (PSEi) edging up 0.6% in the month. Financials were among the best performers, while Telcos lagged the broader market.

From a global perspective, the lack of predictability around US-China trade relations remains the most significant threat to market sentiment. The twists and turns in the developments around the ongoing US-China trade war have dominated markets over the past few months, characterised by bouts of risk-on and risk-off sentiment. August saw a re-escalation of the trade war, with the US naming China as a currency manipulator and imposing 10% tariffs on USD300 billion of Chinese goods from 1 September (although tariffs on some goods were later delayed).

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Fund Manager's Commentary on PRULink Managed Fund

The Fed delivered a rate cut in July, with some market participants disappointed that it wasn't deeper, whilst the prospect of further monetary easing by the US central bank, although likely offering some near-term support to both equities and bonds, can also lead to escalating concerns that growth is slowing and that the US-China trade war is having a more profound impact.

We expect further volatility in the short term as markets await firmer details on a path to a resolution of the trade war. Deteriorating business sentiment, weaker technical indicators and worsening US-China relations have led us to reduce equity exposure most recently for our global multi asset portfolios.

On the domestic front, the BSP has signalled further monetary easing this year, and we continue to expect domestic equities to benefit more than bonds from looser monetary policy in the longer term. However, in the shorter term the global backdrop remains unclear and we expect domestic equities to be held back by the broader risk-off sentiment driven by the ongoing US-China trade war. In this environment, we have moved to reduce equity exposure most recently.

PRULink US Dollar Bond Fund

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Key Information and Investment Disclosure

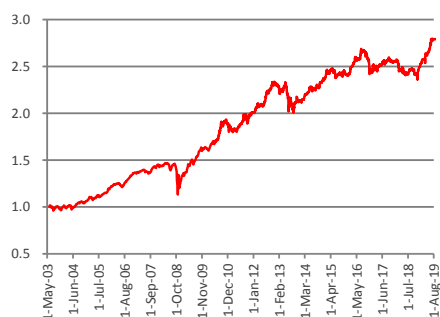
(all data as at 01 August 2019 unless otherwise stated)

Launch Date	03 June 2003	Fund Classification	Diversified
NAVpu (USD)	2.7911	Minimum Risk Rating	1 (Conservative)
Fund Size	USD 141.95 million	Fund Manager	Eastspring Investments Limited
Fund Currency	US Dollar	Annual Management Fee	1.53% p.a.
Financial Year End	31 st 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



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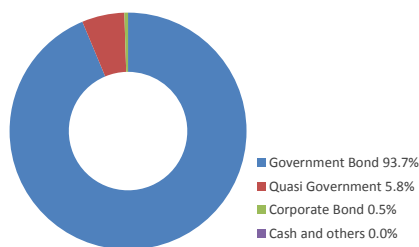
Annualized Performance

	1-Month	1-Year	5-Year	Year-to-date	Since Inception
Fund	0.66%	13.30%	4.24%	11.75%	6.55%

Fund Statistics

Highest NAVPU reached	(08 Jul 19)	2.7972
Lowest NAVPU reached	(05 Aug 03)	0.96080
Initial NAVPU	(03 Jun 03)	1.00000

Asset Allocation



Top 5 Holdings:

PHILIPPINES (REPUBLIC OF) 02/02/2030	9.5%	11.4%
PHILIPPINES (REPUBLIC OF) 10/23/2034	6.375%	9.4%
PHILIPPINES (REPUBLIC OF) 3/16/2025	10.625%	9.3%
PHILIPPINES (REPUBLIC OF) 01/14/2031	7.75%	9.2%
PHILIPPINES (REPUBLIC OF) 01/20/2040	3.950%	7.4%

Fund Manager's Commentary

The Philippine USD sovereign bond market continued to strengthen in July, albeit at a more modest pace. The JPMorgan EMBI Global Philippine index rose by 0.73% over the month, as accrual income and marginally tighter credit spreads offset the impact of higher US interest rates.

Over the month, robust employment and GDP data tempered hopes for aggressive rate cuts by the Federal Reserve (Fed), which placed upward pressure on Treasury yields. While the Fed's subsequent 25bps rate cut was in line with market expectations, the less dovish comments from its chairman disappointed investors. The 2-year US Treasury yield rose by 12bps to 1.87%, whereas the benchmark 10-year yield was little changed at 2.01%.

In Asia, the policy backdrop turned decidedly dovish as economic data continued to worsen, with rate cuts seen in Korea and Indonesia. This lifted market sentiment in the region. On the data front, Philippine domestic inflation remained benign, easing to 2.7% in June on the back of lower food and fuel prices. With price pressures remaining in the central bank's target range, investors anticipated a change in monetary policy. (At the time of writing, the central bank lowered its benchmark rate by 25bps to 4.25%, following its cut in May.) In other key data, exports rose 1.0% YoY in May, while the fall in imports accelerated to 5.4% YoY, leading to a narrower trade deficit of USD3.3 billion.

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Fund Manager's Commentary on PRULink US Dollar Bond Fund

In his state of the nation address, President Rodrigo Duterte said he hoped his proposed second round of tax reforms, centred on reducing the corporate income tax, would be approved. If passed by Congress, this would potentially prove a windfall for businesses. The first round of Duterte's tax reforms, passed in December, lowered personal income taxes.

Our overall duration overweight position contributed to the outperformance in July.

The Fed has moved to cut rates, as expected, and we think further cuts are likely to come within the year. Trade tensions still pose a major source of uncertainty amid other external risks, but we remain sanguine about the Philippine sovereign bond market in light of the economy's robust fundamentals. We will continue to maintain a duration overweight for the Fund.

PRULink Growth Fund

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Key Information and Investment Disclosure

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

Launch Date	22 July 2005	Fund Classification	Diversified
NAVpu (PHP)	4.11038	Minimum Risk Rating	3 (Aggressive)
Fund Size	PHP 13.94 billion	Fund Manager	Eastspring Investments Limited
Fund Currency	Philippine Peso	Annual Management Fee	2.25% p.a.
Financial Year End	31 st 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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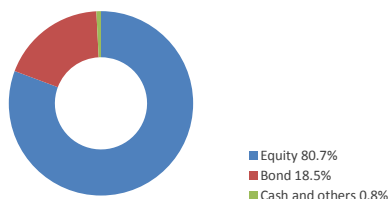
Annualized Performance

	1-Month	1-Year	5-Year	Year-to-date	Since Inception
Fund	0.87%	7.26%	2.38%	9.82%	10.60%

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 rose marginally in July, with the Philippine Stock Exchange index (PSEi) edging up 0.6% in the month. Financials were among the best performers, while Telcos lagged the broader market. Inflation decelerated to 2.4% year-on-year in July from 2.7% in the previous month, helped by lower food and energy prices amidst recent Peso appreciation, supporting fixed income returns, with the Market iBoxx ALBI Philippines rising by almost 2% for the month.

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Fund Manager's Commentary on PRULink Growth Fund

From a global perspective, the lack of predictability around US-China trade relations remains the most significant threat to market sentiment. The twists and turns in the developments around the ongoing US-China trade war have dominated markets over the past few months, characterised by bouts of risk-on and risk-off sentiment. August saw a re-escalation of the trade war, with the US naming China as a currency manipulator and imposing 10% tariffs on USD300 billion of Chinese goods from 1 September (although tariffs on some goods were later delayed). The Fed delivered a rate cut in July, with some market participants disappointed that it wasn't deeper, whilst the prospect of further monetary easing by the US central bank, although likely offering some near-term support to both equities and bonds, can also lead to escalating concerns that growth is slowing and that the US-China trade war is having a more profound impact.

We expect further volatility in the short term as markets await firmer details on a path to a resolution of the trade war. Deteriorating business sentiment, weaker technical indicators and worsening US-China relations have led us to reduce equity exposure most recently for our global multi asset portfolios.

On the domestic front, the BSP has signalled further monetary easing this year, and we continue to expect domestic equities to benefit more than bonds from looser monetary policy in the longer term. However, in the shorter term the global backdrop remains unclear and we expect domestic equities to be held back by the broader risk-off sentiment driven by the ongoing US-China trade war. In this environment, we have moved to reduce equity exposure most recently.

PRULink Equity Fund

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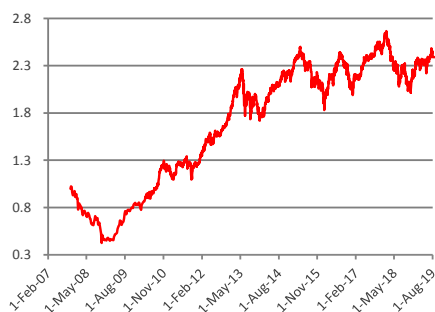
(all data as at 01 August 2019 unless otherwise stated)

Launch Date	23 October 2007	Fund Classification	Diversified
NAVpu (PHP)	2.39246	Minimum Risk Rating	3 (Aggressive)
Fund Size	PHP 51.70 billion	Fund Manager	Eastspring Investments Limited
Fund Currency	Philippine Peso	Annual Management Fee	2.25% p.a.
Financial Year End	31 st 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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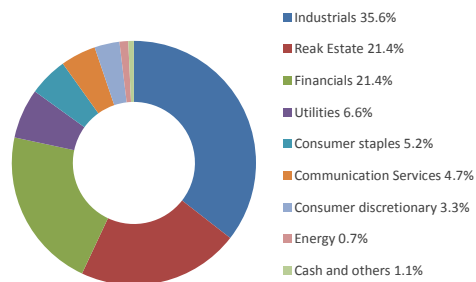
Annualized Performance

	1-Month	1-Year	5-Year	Year-to-date	Since Inception
Fund	0.66%	6.00%	2.81%	8.83%	7.69%

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	10.3%
AYALA LAND INC.	9.3%
SM PRIME HOLDINGS INC.	7.6%
BDO UNIBANK INC	6.9%
AYALA CORP	6.6%

Fund Manager's Commentary

Market Review

Philippine equities rose marginally in July, with the Philippine Stock Exchange index (PSEi) edging up 0.6% in the month. Financials were among the best performers, while Telcos lagged the broader market.

Overseas Filipino workers' remittances increased 5.7% year-on-year to US\$2.5 billion in May, bringing remittances for the first 5 months of the year to US\$12.3 billion. Tourist arrivals also posted strong growth in May, rising 16% year-on-year.

Inflation decelerated to 2.4% year-on-year in July from 2.7% in the previous month, helped by lower food and energy prices amidst recent Peso appreciation.

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Fund Manager's Commentary on PRULink Equity Fund

Key Detractors

The underweight in SM Investments and Ayala Corp, as well as the overweight position in LT Group, detracted from relative performance in July.

The natural underweight SM Investments was a drag on relative performance as its share price rose 3% in the month. The Fund's exposure to the stock is capped at 10% to ensure diversification while its weight in the PSEi is around 13.5%.

Ayala Corp's share price rose 7% in July as market reacted positively to subsidiary AC Energy's acquisition of a controlling stake in Phinma Energy.

LT Group fell 7% in the month as the bill to raise excise tax to PHP45-60 per cigarette pack from 2020 to 2023 was approved.

Fund Activity

In July, the Fund trimmed First Philippine Holdings following its strong performance and added to Cosco Capital.

Outlook

Philippines' macro fundamentals remain intact, underpinned by favourable demographics and strong domestic demand.

The government's tax reform package is expected to raise tax revenue and improve funding for infrastructure initiatives, thus supporting long-term economic growth. There is also scope for monetary easing in view of benign inflation.

The Fund is overweight in selected Utilities due to their attractive valuations, but underweight richly-valued Consumer Staples and Conglomerates.

PRULink Proactive Fund

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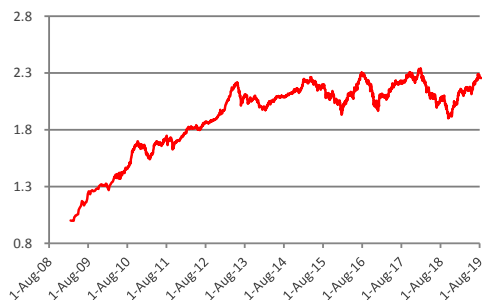
Launch Date	17 February 2009	Fund Classification	Diversified
NAVpu (PHP)	2.25563	Minimum Risk Rating	3 (Aggressive)
Fund Size	PHP 18.22 billion	Fund Manager	Eastspring Investments Limited
Fund Currency	Philippine Peso	Annual Management Fee	2.25% p.a.
Financial Year End	31 st December	Benchmark	50% Markit 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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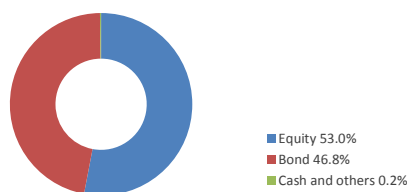
Annualized Performance

	1-Month	1-Year	5-Year	Year-to-date	Since Inception
Fund	1.17%	9.27%	1.57%	11.44%	8.09%

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

Philippine equities rose marginally in July, with the Philippine Stock Exchange index (PSEi) edging up 0.6% in the month. Financials were among the best performers, while Telcos lagged the broader market. Inflation decelerated to 2.4% year-on-year in July from 2.7% in the previous month, helped by lower food and energy prices amidst recent Peso appreciation, supporting fixed income returns, with the Market iBoxx ALBI Philippines rising by almost 2% for the month.

From a global perspective, the lack of predictability around US-China trade relations remains the most significant threat to market sentiment. The twists and turns in the developments around the ongoing US-China trade war have dominated markets over the past few months, characterised by bouts of risk-on and risk-off sentiment. August saw a re-escalation of the trade war, with the US naming China as a currency manipulator and imposing 10% tariffs on USD300 billion of Chinese goods from 1 September (although tariffs on some goods were later delayed).

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Fund Manager's Commentary on PRULink Proactive Fund

The Fed delivered a rate cut in July, with some market participants disappointed that it wasn't deeper, whilst the prospect of further monetary easing by the US central bank, although likely offering some near-term support to both equities and bonds, can also lead to escalating concerns that growth is slowing and that the US-China trade war is having a more profound impact.

We expect further volatility in the short term as markets await firmer details on a path to a resolution of the trade war. Deteriorating business sentiment, weaker technical indicators and worsening US-China relations have led us to reduce equity exposure most recently for our global multi asset portfolios.

On the domestic front, the BSP has signalled further monetary easing this year, and we continue to expect domestic equities to benefit more than bonds from looser monetary policy in the longer term. However, in the shorter term the global backdrop remains unclear and we expect domestic equities to be held back by the broader risk-off sentiment driven by the ongoing US-China trade war. In this environment, we have moved to reduce equity exposure most recently.

PRULink Asian Local Bond Fund

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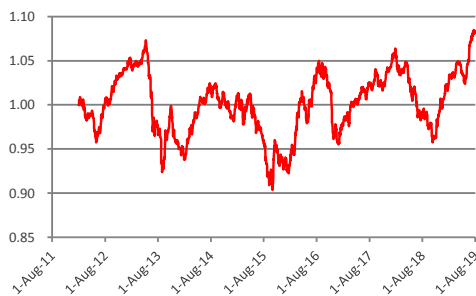
(all data as at 01 August 2019 unless otherwise stated)

Launch Date	28 January 2012	Fund Classification	Diversified
NAVpu (USD)	1.08358	Minimum Risk Rating	2 (Moderate)
Fund Size	USD 10.56 million	Fund Manager	Eastspring Investments Limited
Fund Currency	US Dollar	Annual Management Fee	1.80% p.a.
Financial Year End	31 st 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.

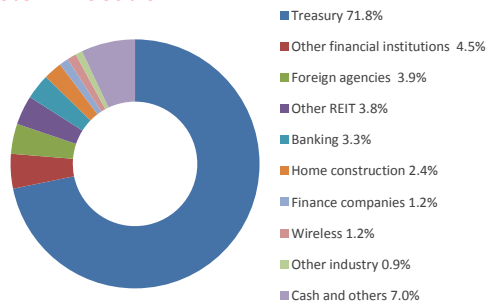
Annualized Performance

	1-Month	1-Year	5-Year	Year-to-date	Since Inception
Fund	0.96%	9.23%	1.26%	7.18%	1.07%

Fund Statistics

Highest NAVPU reached	(22 Jul 19)	1.08488
Lowest NAVPU reached	(30 Sep 15)	0.90362
Initial NAVPU	(28 Jan 12)	1.00000

Sector Allocation



Top 5 Holdings:

US TREASURY BILL 09/26/2019	2.4%
INDONESIA (REPUBLIC OF) 5.625% 05/15/2023	1.3%
KOREA (REPUBLIC OF) 2.125% 06/10/2027	1.2%
THAILAND (KINGDOM OF) 4% 06/17/2066	1.1%
PHILIPPINES (REPUBLIC OF) 4.625% 12/04/2022	1.1%

Fund Manager's Commentary

Asian local currency bond markets rose on a total-return basis in July amid continued declines in government bond yields. Weakness in selected Asian currencies, however, dragged performance down in USD terms. Overall, the custom Markit iBoxx Asian Local Bond index rose 1.0% in USD over the month.

The declines in Asian domestic bond yields contrasted with modest weakness seen in US Treasuries on the back of lower expectations for rate cuts by the Federal Reserve (Fed). While the Fed's subsequent 25bps rate was in line with market expectation, the less dovish comments by the Fed Chairman disappointed investors. The 2-year US Treasury yield rose by 11.72bps to 1.87%, whereas the benchmark 10-year yield was little changed at 2.01%.

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Fund Manager's Commentary on PRULink Asian Local Bond Fund

In Asia, monetary policy environment turned decidedly dovish as economic data in the region continued to worsen. In this environment, Bank Indonesia and Bank of Korea cut policy rate by 25 bps to support growth, boosting performance of the government bonds in the two markets. However, re-emergence of risk aversion towards the month-end resulted in some IDR weakness, while Indonesian bond yields retraced higher. Other bond markets which fared well included India and Thailand. The Indian government announced a lower fiscal deficit target for 2020, highlighting its commitment to keep borrowing under control. In Thailand, sentiment was also lifted by reduced bond supply as the central bank continued to discourage fund inflows to curb the baht's relative strength in the year to-date. Conversely, Chinese and Malaysian bonds strengthened on a total-return basis but proved to be a laggard.

Performance of Asian currencies was more uneven across the region. While the Indonesian rupiah (+0.7%), Philippine peso (+0.8%) and Indian rupee (+0.3%) strengthened against the USD, weakness was seen in other currencies, particularly in the export-oriented economies. The Korean won and Singapore dollar were key laggards, declining by 2.4% and 1.6% over the month against the US dollar.

In July, the Fund benefitted from the currency positioning; overweight in Indonesian rupiah and Indian rupee versus underweight in Korean won. The duration overweight in India and Philippines was also positive for performance, while the overweight in US Treasury futures helped to offset underperformance due to the duration underweight in Korea.

During the month, we reduced the underweight in Korean Won, Malaysian Ringgit and Singapore Dollar. While the US-China trade conflict remains in the backdrop, further weakness of Asian currencies is limited by global central banks signaling easier monetary policies. We maintain duration overweight in countries such as India, Indonesia and Philippines where we see room for policy accommodation.

PRULink Asia Pacific Equity Fund

Fund Fact Sheet July 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 August 2019 unless otherwise stated)

Launch Date	26 February 2013	Fund Classification	Diversified
NAVpu (USD)	1.00272	Minimum Risk Rating	3 (Aggressive)
Fund Size	USD 23.45 million	Fund Manager	Eastspring Investments Limited
Fund Currency	US Dollar	Annual Management Fee	2.05% p.a.
Financial Year End	31 st 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.

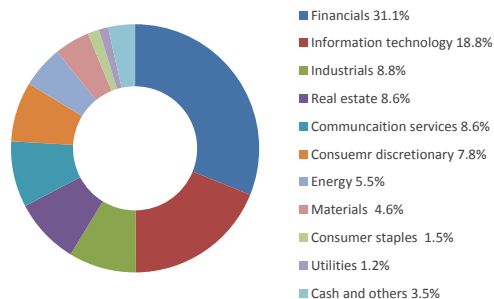
Annualized Performance

	1-Month	1-Year	5-Year	Year-to-date	Since Inception
Fund	-2.22%	-8.81%	-1.54%	5.89%	0.04%

Fund Statistics

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

Sector Allocation



Top 5 Holdings:

TAIWAN SEMICONDUCTOR MANUFACTURING CO LTD	5.4%
TENCENT HOLDINGS LTD	5.1%
SAMSUNG ELECTRONICS LTD	4.6%
CHINA CONSTRUCTION BANK CORP H	3.9%
AUSTRALIA AND NEW ZEALAND BANKING	3.0%

Fund Manager's Commentary

Performance Review

Equity markets ground their way higher in July with the MSCI World Index adding just 0.3% over the month, with the US leading every other region once again and returning 1.5%. The MSCI US Index is now more than six percentage points ahead of Europe and nine points ahead of the MSCI Emerging Markets Index year to date in a pattern of outperformance that has lasted 18 months almost without a monthly break. For July, the catalyst proved to be a signal at the beginning of the month from the Federal Reserve that it would cut rates at its end-of-July meeting, which it duly did although an accompanying message indicating limited scope for further cuts ahead triggered a sell off in the final week.

Asian markets gained in the first few weeks before falling back and ending down with the MSCI Asia Pacific ex Japan index falling 1.3%. Further evidence of economic slowdown in China and Korea emerged to weigh on markets, while a strong dollar that touched two-year highs added to the region's woes.

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Fund Manager's Commentary on PRULink Asia Pacific Equity Fund

The MSCI China Index ended 0.5% lower while Hong Kong fell 3.3% after Beijing targeted the private and manufacturing sectors for stimulus over the more traditional sectors of property and infrastructure, and indeed went further by tightening some property financing measures. Korea gave up another 6.2% with weak macro-economic headlines and a growing trade dispute with Japan weighing on performance.

Thailand gave up some of its recent gains on profit taking and India had another poor month to lose 5.2% with much of this happening just after the Budget announcement that impacted new IPOs and an increase in taxes for certain classes of stocks. On the positive side, Taiwan meaningfully outperformed on news the restrictions on selling to Huawei will be lifted, as well as an uptick in DRAM prices and better-than-expected results from TSMC. The MSCI Taiwan Index finished 3.7% higher.

Australia outperformed to end 0.6% higher after the RBA cut interest rates by 25bps and commodity prices found support despite the dip in the equity markets in Asia.

Returns are MSCI Index total returns, in US dollar terms, unless otherwise stated.

Key Contributors

The Fund is overweight Indian IT group Infosys which added value post a 9% rise in the stock price on an upbeat Q1 results presentation that highlighted \$2.7bn worth of new orders, a record high, and giving visibility on earnings into 2020. The stock is still trading at suppressed valuations, which belie Infosys's ability to improve growth prospects and sustain them helped by its improved participation in the vendor consolidation trend. We thus keep our overweight position.

Being Overweight PICC Property & Casualty contributed to the Fund as the stock rose 11% in a strong month for insurance companies as momentum from China's decision to open up its insurance market to outside players continued to support stocks. Prediction of a better second half of the year for China's beleaguered auto sector also provided support.

Overweight TSMC also added value as the stock rose 8% in July as sentiment improved for Taiwan semiconductor names as the US-Sino trade dispute eased while that between Japan and Korea heated up, potentially benefitting the semi sector in Taiwan. Semiconductor Q2 sales from Taiwan grew 7% which also supported the stock. We think the stock remains cheap at these levels and maintain our overweight position.

Key Detractors

Overweight Hyundai Motor Company detracted from performance after the stock fell more than 12% as industrial stocks in Korea were dragged lower on worries over the health of China's economy, and despite posting a healthy set of quarterly results that was in line with market expectations. The Fund regards the stock as very cheap particularly after this month's fall as we view the two-year old sell off as overdone.

The Fund's overweight in Nexteer Auto also hurt performance as it too was dragged lower by the Korean market sell off. The stock fell almost 16% in July despite a lack of company-specific newsflow. We keep our overweight position in the name as we see the long-term growth plan and restructuring in the US yet to be reflected in the share price.

Being overweight Thailand's Kasikornbank also dragged as the stock lost 8% after its Q2 results showed a surprise profit miss largely because of higher-than-expected operating expenditure and a spike in non-performing loans. We see upside potential as the company remains attractively valued relative to its long-term sustainable earnings.

Fund Activity

In July, the Fund added to holdings in Rural Electrification and China State Construction, while trimming a holding in Axis Bank.

Outlook

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

Investors have continued to ignore the price they are paying for growth and quality which has created a large valuation anomaly within Asian equity markets between value and quality / growth stocks. The Fund is well positioned to capture this opportunity.

PRUlink Global Emerging Markets Dynamic Fund

Fund Fact Sheet July 2019



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Key Information and Investment Disclosure

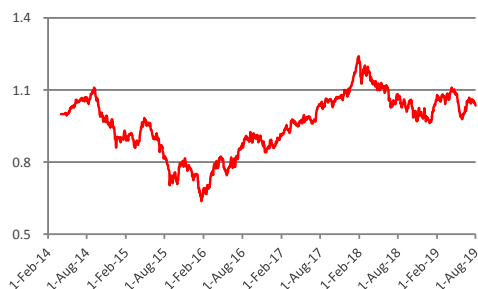
(all data as at 01 August 2019 unless otherwise stated)

Launch Date	01 April 2014	Fund Classification	Diversified
NAVpu (USD)	1.03535	Minimum Risk Rating	3 (Aggressive)
Fund Size	USD 14.89 million	Fund Manager	Eastspring Investments Limited
Fund Currency	US Dollar	Annual Management Fee	2.05% p.a.
Financial Year End	31 st 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.

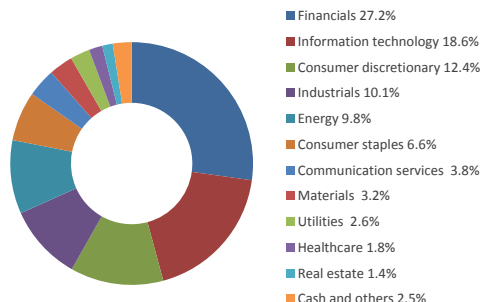
Annualized Performance

	1-Month	1-Year	5-Year	Year-to-date	Since Inception
Fund	-2.34%	-4.06%	-0.46%	6.24%	0.65%

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	6.1%
SAMSUNG ELECTRONICS LTD	4.7%
NASPERS LTD	3.9%
SBERBANK ROSSII	3.7%
CHINA CONSTRUCTION BANK CORP H	3.5%

Fund Manager's Commentary

Market Review

Equity markets ground their way higher in July with the MSCI World Index adding just 0.3% over the month, with the US leading every other region once again, and returning 1.5%. The driver for the month proved to be a signal from the Fed that it would cut rates at its end-of-July meeting, which it duly did but the accompanying message indicating limited scope for further cuts ahead triggered a sell off in the final week.

Emerging Market regional indices were mixed with Latin America gaining just 0.1% and EMEA underperforming to drop 0.5%. Brazil once again supported the Latam region with its MSCI index adding 2.6% after its pension reform programme passed through the country's parliament with a larger-than-expected majority and the central bank cut rates by a surprise 50 basis points when the market was expecting 25bps.

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Fund Manager's Commentary on PRUlink Global Emerging Markets Dynamic Fund

However, other country indices fell sharply with Mexico dropping almost 5% after its Finance Minister resigned as well as on weak economic metrics including construction data that fell the most in one month since records began. Chile was another underperformer, losing 5.0%, after its GDP growth estimates were downgraded. EMEA saw Russia give back some of June's nearly 10% gain as oil prices eased and profit takers arrived, while Turkey gained 11.3% as the US cut its interest rate.

Asian markets gained in the first few weeks before falling back and ending down with the MSCI Emerging Asia index falling 1.5%. Further evidence of economic slowdown in China and Korea emerged to weigh on markets, while a strong dollar that touched two-year highs added to the region's woes.

The MSCI China index ended 0.5% lower while Hong Kong fell 3.3% after Beijing targeted the private and manufacturing sectors for stimulus over the more traditional sectors of property and infrastructure. Korea gave up another 6.2% with weak macro-economic headlines and a growing trade dispute with Japan weighing on performance. India had another poor month to lose 5.2% with much of this happening just after the budget announcement that impacted new IPOs and an increase in taxes for certain classes of stocks. On the positive side, Taiwan meaningfully outperformed with the MSCI Taiwan index finished 3.7% higher.

Returns are MSCI index total returns, in US dollar terms, unless otherwise stated.

Key Contributors to Performance

Being overweight Genting Malaysia benefitted the Fund as the stock rose sharply after it said it had reached an agreement with Walt Disney and Fox to resolve a dispute over their decision to pull out of a theme park sponsorship near Kuala Lumpur.

The Fund is overweight China computer group Lenovo and the stock's 5% rise over the month added value. Lenovo's long-term ROE is at mid- to high-teens ROE which makes 2x price to book look reasonably undervalued at this point and while the company is not immune to the US-Sino trade dispute its global manufacturing base and commoditized nature of computer hardware make it unlikely to be targeted for specific tariffs. We thus remain overweight in the name.

The Fund's overweight in China Pacific Insurance added to performance after a 5% gain over the month. Although there was little in the way of fresh newsflow ahead of H1 results at the beginning of August, the stock has gained momentum since July when Beijing announced an opening up of the Chinese insurance market.

Key Detractors from Performance

Being overweight LG Display detracted as the stock fell 21% on several negative catalysts. First the Korean macro-economic picture took another step down with some disappointing figures, then the dispute with Japan also worsened hurting sentiment in Korean equities. Finally, Q2 results disappointed with the company missing on volumes and suffering lower-than-anticipated panel pricing. Our conviction lies with the company's OLED panels, which will take time to become profitable, and so despite the setback we retain our overweight position.

The Fund is also overweight Mexico's GPO Finance Banorte however the stock fell sharply along with the rest of the Mexico market after its Finance Minister resigned unexpectedly and weak macro-economic data weighed on sentiment. Despite the headwinds, the bank reported in-line Q2 results, which reflects our position that the company should benefit from cost cutting and an IT investment programme, together with an expansion of consumer loans.

The Fund does not own Tencent and as the stock advanced 4% during the month, it detracted on a relative basis. The stock rose steadily during the month as the market became more optimistic of its Q2 results which would show the first returns from recently launched games. Despite the optimism, we still regard the stock as expensive at these levels.

Changes to the Portfolio

In July, the Fund opened a position in Aspen Pharmaceuticals and added to Lenovo. It also trimmed Brazilian stocks MRV Engenharia and Vale.

Strategy and Outlook

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 support many stock specific value opportunities over time.

PRULink Cash Flow Fund

Fund Fact Sheet July 2019

PRU LIFE U.K. 

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Key Information and Investment Disclosure

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

Launch Date	17 November 2014	Fund Classification	Diversified
NAVpu (USD)	0.95871	Minimum Risk Rating	2 (Moderate)
Fund Size	USD 166.39 million	Fund Manager	Eastspring Investments Limited
Fund Currency	US Dollar	Annual Management Fee	1.95% p.a.
Financial Year End	31 st 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.

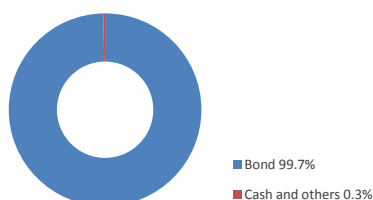
Annualized Performance

	1-Month	1-Year	5-Year	Year-to-date	Since Inception
Fund	0.52%	2.28%	n.a.	7.72%	-0.89%

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	56.9%
EASTSPRING INVESTMENTS US HIGH YIELD BOND - D CLASS	42.8%
USD CASH (Alpha Committed)	0.3%

Fund Manager's Commentary

Global equities rose mildly in July, with the optimism that followed the conclusion of the US-China presidential meeting late last month fading as the month progressed and as investors focused on the US Fed's policy meeting at the end of the month. The Fed cut rates by 25bps, the first reduction in more than a decade, disappointing some market participants who had been anticipating a more aggressive monetary easing. Investors also continued to grapple with escalating geopolitical and trade issues, most notably the deterioration in South Korea-Japan relations – after Japan imposed new restrictions on exports that would hit South Korea's technology industries – and rising tensions in the Gulf. British Royal Marines seized an Iranian oil tanker off the coast of Gibraltar for allegedly violating EU sanctions against Syria, with Iran subsequently seizing a UK flagged tanker in the Strait of Hormuz in retaliation. US stocks gained, and outperformed all other major regions during the month, on generally robust economic data and earnings relative to the rest of the world, as well as the anticipation of the Fed rate cut. European stocks underperformed relative to the rest of the world on weak growth data and declining optimism around a resolution to the US-China trade war. The confirmation of Boris Johnson as new UK Prime Minister raised the possibility of a disorderly Brexit and also weighed on sentiment. Asia was weak, with Chinese stocks near flat on the muted anticipation of progress on trade talks, whilst South Korea posted declines, as the trade dispute with Japan, as well as the Bank of Korea's lowering of its growth outlook and rate cut, dragged.

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Fund Manager's Commentary on PRULink Cash Flow Fund

In the context of fixed income, credit generally outperformed relative to quality sovereign bonds. The performance of US Treasuries was near flat for the month as a whole, with receding expectations for a more aggressive Fed – and the Fed's accompanying statement to its rate cut that it represented a mid-cycle adjustment, rather than the beginning of a more substantial monetary easing – dragging on performance.

The lack of predictability around US-China trade relations remains the most significant threat to market sentiment. The twists and turns in the developments around the ongoing US-China trade war have dominated markets over the past few months, characterised by bouts of risk-on and risk-off sentiment. August saw a re-escalation of the trade war, with the US naming China as a currency manipulator and imposing 10% tariffs on USD300 billion of Chinese goods from 1 September (although tariffs on some goods were later delayed). The Fed delivered a rate cut in July, with some market participants disappointed that it wasn't deeper, whilst the prospect of further rate cuts by the Fed, although likely offering some near-term support to both equities and bonds, can also lead to escalating concerns that growth is slowing and that the US-China trade war is having a more profound impact.

Markets and the global economy may have to readjust to the “new normal” of trade wars and lower rates, and we expect continued volatility going forward as a path to resolution of the US-China trade issues is better forged. In this environment, the Fund is overweight Asian Bonds vs. US High Yield Bonds.

PRULink Asian Balanced Fund

Fund Fact Sheet July 2019

PRU LIFE U.K. 

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Key Information and Investment Disclosure

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

Launch Date	09 October 2017	Fund Classification	Diversified
NAVpu (USD)	0.97214	Minimum Risk Rating	2 (Moderate)
Fund Size	USD 1.53 million	Manager	Eastspring Investments Limited
Fund Currency	US Dollar	Annual Management Fee	1.95% p.a.
Financial Year End	31 st December	Benchmark	50% MSAP XJ+25% JACI+25% Markit iBoxx ALBlxCT

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.

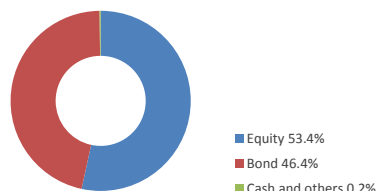
Annualized Performance

	1-Month	1-Year	5-Year	Year-to-date	Since Inception
Fund	-0.86%	-0.58%	n.a.	6.42%	-1.55%

Fund Statistics

Highest NAVPU reached	(29 Jan 18)	1.06900
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	53.4%
EASTSPRING INVESTMENTS ASIAN BOND D USD	25.2%
EASTSPRING INVESTMENTS ASIAN LCL BD D	21.2%
USD CASH (Alpha Committed)	0.2%

Fund Manager's Commentary

Global equities rose mildly in July, with the optimism that followed the conclusion of the US-China presidential meeting late last month fading as the month progressed, and as investors focused on the US Fed's policy meeting at the end of the month. The Fed cut rates by 25bps, the first reduction in more than a decade, disappointing some market participants who had been anticipating a more aggressive monetary easing. Investors also continued to grapple with escalating geopolitical and trade issues, most notably the deterioration in South Korea-Japan relations – after Japan imposed new restrictions on exports that would hit South Korea's technology industries – and rising tensions in the Gulf. British Royal Marines seized an Iranian oil tanker off the coast of Gibraltar for allegedly violating EU sanctions against Syria, with Iran subsequently seizing a UK flagged tanker in the Strait of Hormuz in retaliation.

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Fund Manager's Commentary on PRULink Asian Balanced Fund

US stocks gained, and outperformed all other major regions during the month, on generally robust economic data and earnings relative to the rest of the world, as well as the anticipation of the Fed rate cut. European stocks underperformed relative to the rest of the world on weak growth data and declining optimism around a resolution to the US-China trade war. The confirmation of Boris Johnson as new UK Prime Minister raised the possibility of a disorderly Brexit and also weighed on sentiment. Asia was weak, with Chinese stocks near flat on the muted anticipation of progress on trade talks, whilst South Korea posted declines, as the trade dispute with Japan as well as the Bank of Korea's lowering of its growth outlook and rate cut, dragged.

In the context of fixed income, credit generally outperformed relative to quality sovereign bonds. The performance of US Treasuries was near flat for the month as a whole, with receding expectations for a more aggressive Fed – and the Fed's accompanying statement to its rate cut that it represented a mid-cycle adjustment, rather than the beginning of a more substantial monetary easing – dragging on performance.

The lack of predictability around US-China trade relations remains the most significant threat to market sentiment. The twists and turns in the developments around the ongoing US-China trade war have dominated markets over the past few months, characterised by bouts of risk-on and risk-off sentiment. August saw a re-escalation of the trade war, with the US naming China as a currency manipulator and imposing 10% tariffs on USD300 billion of Chinese goods from 1 September (although tariffs on some goods were later delayed).

We expect further volatility in the short term as markets await firmer details on a path to a resolution of the US-China trade issues. Deteriorating business sentiment, weaker technical indicators and worsening US-China relations have led us to reduce equity exposure most recently. The Manager continues to favour US assets over the rest of the world and, therefore, remains overweight to Asian USD Bonds vs Asian Local Bonds.

PRULink Peso Cash Flow Fund Hedged Share Class Fund Fact Sheet July 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

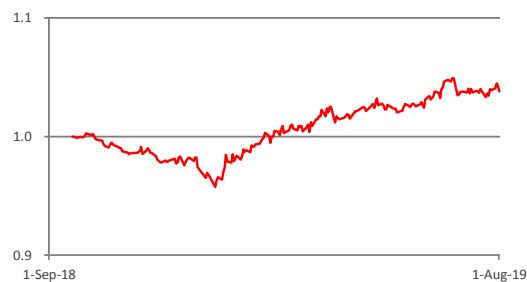
(all data as at 01 August 2019 unless otherwise stated)

Launch Date	03 September 2018	Fund Classification	Diversified
NAVpu (PHP)	1.03816	Minimum Risk Rating	2 (Moderate)
Fund Size	PHP 1.07 billion	Fund Manager	Eastspring Investments Limited
Fund Currency	Philippine Peso	Annual Management Fee	1.95% p.a.
Financial Year End	31 st 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.

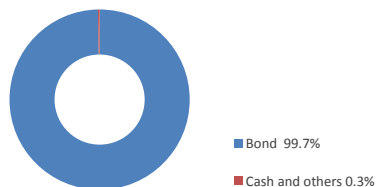
Annualized Performance

	1-Month	1-Year	5-Year	Year-to-date	Since Inception
Fund	0.35%	n.a.	n.a.	8.43%	4.20%

Fund Statistics

Highest NAVPU reached	(27 Jun 19)	1.04906
Lowest NAVPU reached	(02 Jan 19)	0.95748
Initial NAVPU	(03 Sep 18)	1.00000

Asset Allocation



Top 5 Holdings:

EASTSPRING INVESTMENTS ASIAN BOND D USD	56.9%
EASTSPRING INVESTMENTS US HI YLD BD D	42.8%
USD CASH (Alpha Committed)	0.3%

Fund Manager's Commentary

Global equities rose mildly in July, with the optimism that followed the conclusion of the US-China presidential meeting late last month fading as the month progressed and as investors focused on the US Fed's policy meeting at the end of the month. The Fed cut rates by 25bps, the first reduction in more than a decade, disappointing some market participants who had been anticipating a more aggressive monetary easing. Investors also continued to grapple with escalating geopolitical and trade issues, most notably the deterioration in South Korea-Japan relations – after Japan imposed new restrictions on exports that would hit South Korea's technology industries – and rising tensions in the Gulf. British Royal Marines seized an Iranian oil tanker off the coast of Gibraltar for allegedly violating EU sanctions against Syria, with Iran subsequently seizing a UK flagged tanker in the Strait of Hormuz in retaliation.

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Fund Manager's Commentary on PRULink Peso Cash Flow Fund Hedged Share Class

US stocks gained, and outperformed all other major regions during the month, on generally robust economic data and earnings relative to the rest of the world, as well as the anticipation of the Fed rate cut. European stocks underperformed relative to the rest of the world on weak growth data and declining optimism around a resolution to the US-China trade war. The confirmation of Boris Johnson as new UK Prime Minister raised the possibility of a disorderly Brexit and also weighed on sentiment. Asia was weak, with Chinese stocks near flat on the muted anticipation of progress on trade talks, whilst South Korea posted declines, as the trade dispute with Japan, as well as the Bank of Korea's lowering of its growth outlook and rate cut, dragged.

In the context of fixed income, credit generally outperformed relative to quality sovereign bonds. The performance of US Treasuries was near flat for the month as a whole, with receding expectations for a more aggressive Fed – and the Fed's accompanying statement to its rate cut that it represented a mid-cycle adjustment, rather than the beginning of a more substantial monetary easing – dragging on performance.

The lack of predictability around US-China trade relations remains the most significant threat to market sentiment. The twists and turns in the developments around the ongoing US-China trade war have dominated markets over the past few months, characterised by bouts of risk-on and risk-off sentiment. August saw a re-escalation of the trade war, with the US naming China as a currency manipulator and imposing 10% tariffs on USD300 billion of Chinese goods from 1 September (although tariffs on some goods were later delayed). The Fed delivered a rate cut in July, with some market participants disappointed that it wasn't deeper, whilst the prospect of further rate cuts by the Fed, although likely offering some near-term support to both equities and bonds, can also lead to escalating concerns that growth is slowing and that the US-China trade war is having a more profound impact.

Markets and the global economy may have to readjust to the "new normal" of trade wars and lower rates, and we expect continued volatility going forward as a path to resolution of the US-China trade issues is better forged. In this environment, the Fund is overweight Asian Bonds vs. US High Yield Bonds.