

Conservative Portfolio

June 28, 2024



Sun Life
Asset Management

Portfolio Objective

The Portfolio caters to clients who have a need for a predictable flow of income or have a relatively short investment horizon. It is for clients who have low tolerance for price fluctuation and whose primary goal is capital preservation.

Risk Profile

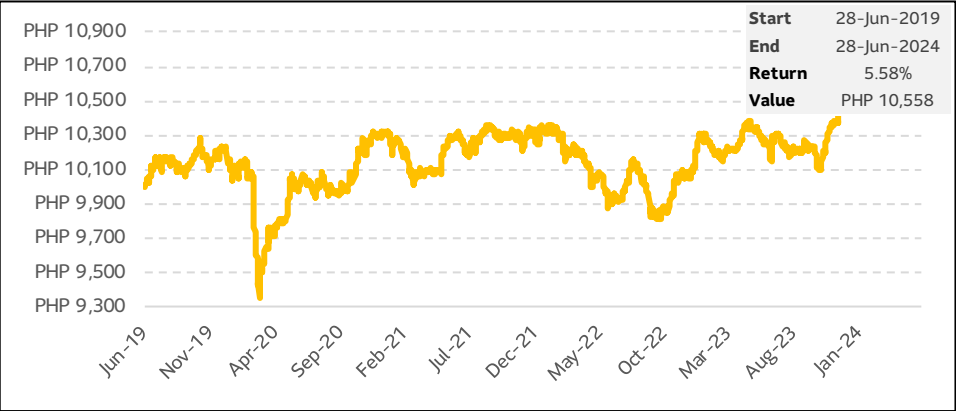


Composition



- 75% Bonds¹
- 20% Equities²
- 5% Money Market³

Value of a P10,000 investment



The figure calculates an approximate rate of return on a default amount of P10,000 using daily performance information in a chosen time frame. FOR ILLUSTRATIVE PURPOSES ONLY. This does not constitute as an advice with respect to investment, insurance, financial, legal, tax, accounting or similar matters. Past performance is not a guarantee or an indication of future results. For more information, consult with a Sun Life Financial Advisor.

Market Review and Outlook

- After a volatile June which saw the PSEi break critical support levels mid-month, the index managed to close relatively flat month-on-month (-0.33%) at 6,411.91. Quarter-on-quarter, the index was down a whopping -7.12%, reversing the strong gains earned in 1st quarter and ending the first half of the year with a -0.59% year-to-date decline.
- Volatility rose from a mixed bag of catalysts as Fed rate cut delays, a weak peso, and an increase in political noise sapped sentiment. The market found more solid footing as bargain hunters picked up oversold names amidst lower inflation expectation from the BSP.
- The PSEi is expected to trade rangebound from 6400-6700 as investors await for stronger catalysts in relation to corporate earnings, central bank rhetoric, and GDP.
- Philippine government bond yields fell by 2 to 10 basis points in June, leading to positive total returns for investors. Sentiment turned positive towards the latter part of the month after the approval of reduction in rice import tariffs which would help keep inflation within target, and the release of a more balanced auction schedule for the 3rd quarter.
- The Portfolio returned 5.58% since end-June 2019, lagging its benchmark (+9.83%) by 425 basis points.

Source: Bloomberg Finance L.P. ¹Represent the Sun Life of Canada Prosperity Bond Fund; ²Represent the Sun Life of Canada Prosperity Philippine Equity Fund; ³Represents the Sun Life Prosperity Peso Starter Fund (formerly Money Market Fund). Mutual Fund performance depends on various market and economic conditions. Past performance is not a guarantee or an indication of future results. Thus, returns are not guaranteed and may differ from the original investment. For more information on our mutual funds, please consult a Sun Life Mutual Fund Advisor.