

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

## PRUlink bond fund

(All data as at 30 September 2014 unless otherwise stated)

### FUND DETAILS

Launch Date	September 2002
Manager	Eastspring Investments (Singapore) Limited
Fund Size	PHP 21.70 billion
Fund Currency	Philippine Peso
Risk Classification of Investment	Diversified
Financial Year End	31 <sup>st</sup> December

### FUND FEES & CHARGES

Annual Management Fee	1.53% p.a.
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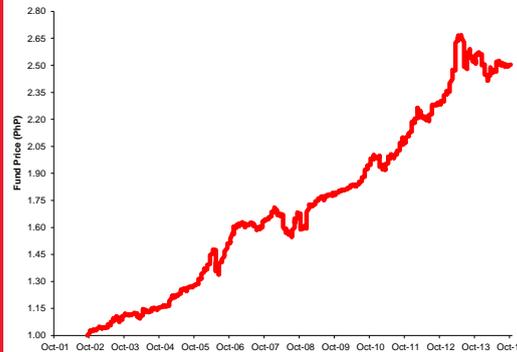
### HIGHEST & LOWEST UNIT PRICE ACHIEVED

Initial (24 Sep 02)	1.00000
Highest (6 May 13)	2.68094
Lowest (24 Sep 02)	1.00000

### 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.

### Performance Chart



### Performance

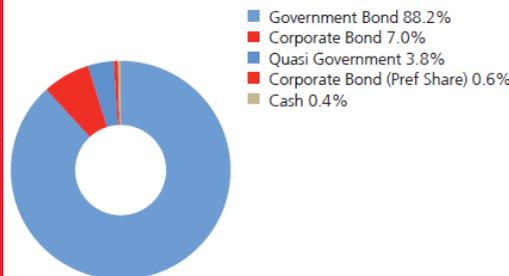
1-Month	Actual yr-on-yr	Since Inception (p.a.)
0.17%	-0.87%	7.93%

Based on Unit Price as of 01 Oct 2014: PhP2.50345

#### Notes:

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

### Asset Allocation



### Top 5 Holdings

PHILIPPINE GOVERNMENT 08/20/2024	4.125000%	9.1%
PHILIPPINE GOV'T 07/19/2031	08.000%	9.0%
PHILIPPINE GOV'T 12/16/2035	08.125%	7.1%
PHILIPPINE GOV'T 10/24/2037	06.125%	5.5%
PHILIPPINE GOV'T 03/21/2033	03.625%	4.0%

### Fund Manager's Commentary

In September, the Philippine domestic bond market (as represented by HSBC Philippines Local Bond index) rose marginally during the month, registering a return of 0.25% on a total return basis. Yield changes were relatively mixed across the government bond yield curve, although moderate yield increases were seen among shorter-dated government bonds.

Inflation remained steady as compared to the previous month at 4.9% year-on-year (yoy) in August, but remained close to the upper end of government's 4-5% target due to higher food price and utility costs. On the other hand, core inflation rose 3.4% year-on-year (yoy) in August from 3.0% in July. As a result, the Bangko Sentral ng Pilipinas hiked its key policy rates and special deposit account rates by 25 bps each to manage the inflationary risks. The government also revised its inflation forecasts to 4.5% yoy in 2014 and 3.8% yoy in 2015. Meanwhile, liquidity expanded by 18.5% yoy in August, faster than revised 17.9% growth in July on sustained demand for credit from the domestic economy.

Macroeconomics picture in the Philippines remained largely positive. During the month, we participated in the 20-year government bond auction and neutralized our short position in the long end. This resulted in an overall long duration for the Fund. However, valuations of long-dated Philippine government bonds have become less attractive following the rally in October. Much of the rally was due to there being no supply in the long end for the rest of the year and partly due to inflation numbers being better than expected. We have thus trimmed some of our overweight in the 20-year, while remaining long duration via the 10Y tenor, which is more attractive. Valuations of the Philippine government bonds, as a whole, remain fair in our view as rate hikes appear to have been priced in but remain constructive on strong technicals.

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## PRUlink US dollar bond fund

(All data as at 30 September 2014 unless otherwise stated)

### FUND DETAILS

Launch Date	June 2003
Manager	Eastspring Investments (Singapore) Limited
Fund Size	USD 0.18 billion
Fund Currency	US Dollar
Risk Classification of Investment	Diversified
Financial Year End	31 <sup>st</sup> December

### FUND FEES & CHARGES

Annual Management Fee	1.53% p.a.
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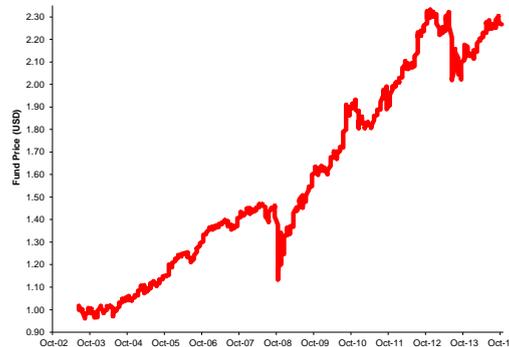
### HIGHEST & LOWEST UNIT PRICE ACHIEVED

Initial (03 Jun 03)	1.00000
Highest (15 Nov 12)	2.33620
Lowest (05 Aug 03)	0.96080

### 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



### Performance

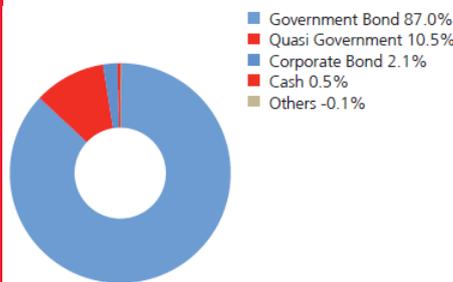
1-Month	Actual yr-on-yr	Since Inception (p.a.)
-1.52%	7.55%	7.49%

Based on Unit Price as of 01 Oct 2014: USD2.26720

#### Notes:

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

### Sector Allocation



### Top 5 Holdings

PHILIPPINES(REP) 06.375% 10/23/2034	13.0%
REPUBLIC OF PHILIPPINES 7.750000% 01/14/2031	11.9%
REPUBLIC OF PHILIPPINES 9.500000% 02/02/2030	9.9%
REPUBLIC OF PHILIPPINES 4.000000% 01/15/2021	7.8%
REPUBLIC OF PHILIPPINES 10.625000% 03/16/2025	6.7%

### Fund Manager's Commentary

US Treasury yields were broadly higher in September with the 10-year yields rising by 15 bps to 2.49%. Economic indicators in the US were largely positive, leading to expectations that the US Federal Reserve (Fed) would raise rates earlier. This was despite the Fed retaining its forward guidance in its September meeting, maintaining that rates would remain low for a "considerable" time.

Against the backdrop of higher US interest rates and weak risk appetite, the Philippine USD sovereign bonds posted a negative return of 1.45% over the month (as represented by JPMorgan EMBI Global Philippines Index). Risk sentiment deteriorated amid concerns over the prospects of rising interest rates and a slew of weak economic data from China also dampened appetite for EM risk assets, resulted in a broad widening of credit spreads. However, the extent of spread widening was more benign in the Philippines USD sovereign bonds with spread of JPM EMBIG Philippines index widening by 6 bps, as compared to the broad emerging markets which widened by 14bps.

On a domestic front, economic indicators released over the month continued to be resilient. While we do not expect aggressive US interest rate increases in 2014, US rates are likely to normalize higher over the course of the year. This is likely to have a negative impact on Philippine USD sovereign bonds. As such, we are likely to adopt a more defensive duration stance for the portfolio but with tactical overlay to take advantage of opportunities when interest rate moves to more extreme levels. There has been no new supply of corporate bond issues so we have not been particularly active in this aspect.

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## PRUlink asian local bond fund

(All data as at 30 September 2014 unless otherwise stated)

### FUND DETAILS

Launch Date	January 2012
Manager	Eastspring Investments (Singapore) Limited
Fund Size	USD 25.3 million
Fund Currency	USD
Risk Classification of Investment	Diversified
Financial Year End	31 <sup>st</sup> December

### FUND FEES & CHARGES

Annual Management Fee	1.80% p.a.
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### HIGHEST & LOWEST UNIT PRICE ACHIEVED

Initial (31 Jan 12)	1.00000
Highest (9 May 13)	1.07329
Lowest (29 Aug 13)	0.92385

### 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 or debt securities issued by Asian entities or their subsidiaries. This Fund's portfolio primarily consists of offshore 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 unrated.

### Performance Chart



### Performance

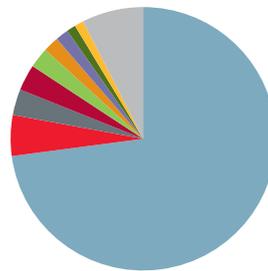
1-Month	Actual yr-on-yr	Since Inception (p.a.)
-2.69%	3.79%	-0.13%

Based on Unit Price as of 01 Oct 2014: USD0.99657

#### Notes:

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

### Sector Allocation



- Government 72.9%
- Real estate management & development 5.0%
- Diversified finance 3.2%
- Banks 3.2%
- Real estate investment trusts (reits) 2.5%
- Government Agency 1.9%
- Construction & engrg 1.6%
- Industrial conglomerate 1.1%
- Diversified industries 1.1%
- Others 7.5%

### Top 5 Holdings

Singapore Govt 2.500%	06/01/2019	1.7%
Korea Trsy Bond 5.750%	09/10/2018	1.5%
Thailand Govt 3.875%	06/13/2019	1.5%
India Govt Bond 8.130%	09/21/2022	1.4%
Indonesia Govt 8.375000%	03/15/2024	1.3%

### Fund Manager's Commentary

Asian domestic bond markets fell 2.4% (customised HSBC Asian Local Bond Index, USD terms) in September, largely due to the broad depreciation of Asian currencies against the USD, and an uptick in US Treasury yields.

Over the month, Treasuries declined amid continued improvements in US data releases, notably within the housing and manufacturing sectors. Second quarter GDP growth was also revised up to 4.2% YoY. On the policy front, the Federal Reserve (Fed) retained the view to keep interest rates low for a considerable time, although committee forecasts over rate projections for 2015-17 took on a more hawkish tone.

The loss of economic momentum in Europe and further easing measures from the European Central Bank provided some support to US government bonds but overall, Treasury yields rose moderately across the curve.

In Asia, yields movements were uneven over the period. Singapore and Hong Kong government bonds moved with US Treasuries as 10-year yields rose 20bps and 14bps respectively. In Indonesia, market sentiment weakened following approvals by the parliament to end direct elections for governors and mayors, perceived to be a step back for democracy and highlighted the legislative challenges. This led to across-the-board yield increases.

Conversely, softening inflationary pressures and an improved macroeconomic backdrop in India contributed to yield declines. Korean government bonds also advanced in local currency terms as a dovish central bank and increased expectations for lower interest rates pushed yields lower.

In currencies, most Asian currencies fell against the USD over the month as expectations over policy normalisation in the US drove the dollar higher.

Losses were led by the Indonesian rupiah at -4.1% as sentiment declined on the back of political headwinds. The Korean won was another key detractor and fell 3.9% versus the USD.

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## PRUlink managed fund

(All data as at 30 September 2014 unless otherwise stated)

### FUND DETAILS

Launch Date	September 2002
Manager	Eastspring Investments (Singapore) Limited
Fund Size	PHP 6.96 billion
Fund Currency	Philippine Peso
Risk Classification of Investment	Diversified
Financial Year End	31 <sup>st</sup> December

### FUND FEES & CHARGES

Annual Management Fee	1.79% p.a.
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### HIGHEST & LOWEST UNIT PRICE ACHIEVED

Initial (24 Sep 02)	1.00000
Highest (6 May 13)	3.19343
Lowest (23 Oct 02)	0.99568

### 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



### Performance

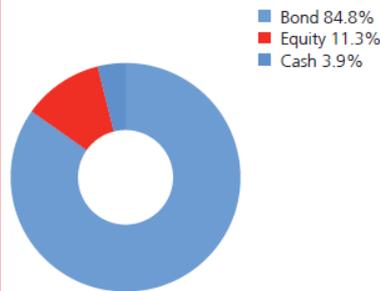
1-Month	Actual yr-on-yr	Since Inception (p.a.)
0.56%	0.97%	9.62%

Based on Unit Price as of 01 Oct 2014: PhP3.01853

#### Notes:

- 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.

### Asset Allocation



### Fund Manager's Commentary

Philippines equities rose in September buoyed by the property sector, which received a boost after state-run pension fund GSIS bid out its property at record levels while bonds were up modestly in September as inflation stabilized after recent increases.

Philippines Equities remain extremely expensive (one standard deviation above historical average) on multiple valuation measures. Such level of valuation surpasses levels last seen in 1996 and 2007, before significant sell-offs (more than 50%) during periods of global risk aversion.

With Philippine equities trading at such elevated valuations, they offer extremely little margin of safety against any external shock and rise in global risk aversion. In simple terms, Philippines Equities appear to be priced for perfection. The fund manager acknowledges the fiscal and macroeconomic fundamentals, but these positives are likely to be fully reflected in Philippines Equities valuations as it is the most expensive global equity market.

Over the medium term, the fund manager remains concerned that overinvestment risks in China and normalization of US monetary policy may result in a significant correction in Philippines Equity market. In such a scenario, local equities at current valuation levels are unlikely to outperform local bonds, until the former trades at much cheaper levels. Rising inflationary pressures is likely to prompt central bank into hiking rates but the yield curve may flatten, resulting in stable bond returns.

However, the fund manager is also wary of the potential capital outflows from EM bonds during periods of risk aversion, which might be slightly negative for bonds.

In summary, the fund manager believes a defensive position remains appropriate to protect investors' capital, given the extreme expensive Equity valuations. The fund manager believes that the deflationary fears in Europe and slowdown in China may trigger a meaningful correction in the near term.

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## PRUlink proactive fund

(All data as at 30 September 2014 unless otherwise stated)

### FUND DETAILS

Launch Date	February 2009
Manager	Eastspring Investments (Singapore) Limited
Fund Size	PHP 14.58 billion
Fund Currency	Philippine Peso
Risk Classification of Investment	Diversified
Financial Year End	31 <sup>st</sup> December

### FUND FEES & CHARGES

Annual Management Fee	2.25% p.a.
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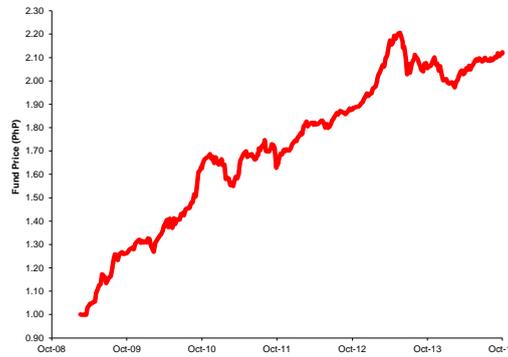
### HIGHEST & LOWEST UNIT PRICE ACHIEVED

Initial (17 Feb 09)	1.00000
Highest (23 May 13)	2.21523
Lowest (3 Mar 09)	0.99950

### 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



### Performance

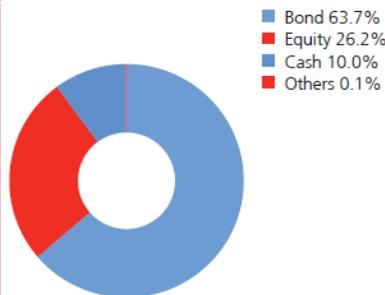
1-Month	Actual yr-on-yr	Since Inception (p.a.)
1.06%	3.31%	14.33%

Based on Unit Price as of 01 Oct 2014: PhP2.12232

#### Notes:

- 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.

### Asset Allocation



### Fund Manager's Commentary

Philippines equities rose in September buoyed by the property sector, which received a boost after state-run pension fund GSIS bid out its property at record levels while bonds were up modestly in September as inflation stabilized after recent increases.

Philippines Equities remain extremely expensive (one standard deviation above historical average) on multiple valuation measures. Such level of valuation surpasses levels last seen in 1996 and 2007, before significant sell-offs (more than 50%) during periods of global risk aversion.

With Philippine equities trading at such elevated valuations, they offer extremely little margin of safety against any external shock and rise in global risk aversion. In simple terms, Philippines Equities appear to be priced for perfection. The fund manager acknowledges the fiscal and macroeconomic fundamentals, but these positives are likely to be fully reflected in Philippines Equities valuations as it is the most expensive global equity market.

Over the medium term, the fund manager remains concerned that overinvestment risks in China and normalization of US monetary policy may result in a significant correction in Philippines Equity market. In such a scenario, local equities at current valuation levels are unlikely to outperform local bonds, until the former trades at much cheaper levels. Rising inflationary pressures is likely to prompt central bank into hiking rates but the yield curve may flatten, resulting in stable bond returns.

However, the fund manager is also wary of the potential capital outflows from EM bonds during periods of risk aversion, which might be slightly negative for bonds.

In summary, the fund manager believes a defensive position remains appropriate to protect investors' capital, given the extreme expensive Equity valuations. The fund manager believes that the deflationary fears in Europe and slowdown in China may trigger a meaningful correction in the near term.

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## PRUlink growth fund

(All data as at 30 September 2014 unless otherwise stated)

### FUND DETAILS

Launch Date	July 2005
Manager	Eastspring Investments (Singapore) Limited
Fund Size	PHP 7.43 billion
Fund Currency	Philippine Peso
Risk Classification of Investment	Diversified
Financial Year End	31 <sup>st</sup> December

### FUND FEES & CHARGES

Annual Management Fee	2.25% p.a.
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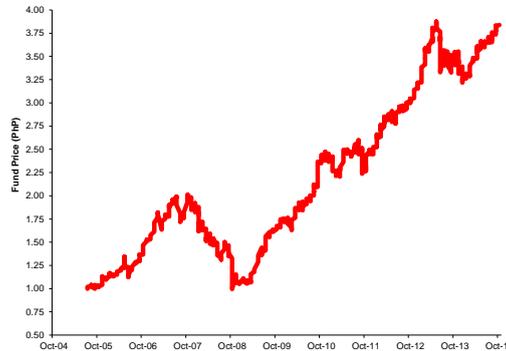
### HIGHEST & LOWEST UNIT PRICE ACHIEVED

Initial (19 Jul 05)	1.00000
Highest (23 May 13)	3.91785
Lowest (28 Oct 08)	0.99584

### 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



### Performance

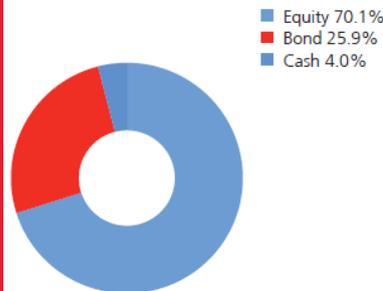
1-Month	Actual yr-on-yr	Since Inception (p.a.)
2.76%	12.66%	15.73%

Based on Unit Price as of 01 Oct 2014: PhP3.83727

#### Notes:

- 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.

### Asset Allocation



### Fund Manager's Commentary

Philippines equities rose in September buoyed by the property sector, which received a boost after state-run pension fund GSIS bid out its property at record levels while bonds were up modestly in September as inflation stabilized after recent increases.

Philippines Equities remain extremely expensive (one standard deviation above historical average) on multiple valuation measures. Such level of valuation surpasses levels last seen in 1996 and 2007, before significant sell-offs (more than 50%) during periods of global risk aversion.

With Philippine equities trading at such elevated valuations, they offer extremely little margin of safety against any external shock and rise in global risk aversion. In simple terms, Philippines Equities appear to be priced for perfection. The fund manager acknowledges the fiscal and macroeconomic fundamentals, but these positives are likely to be fully reflected in Philippines Equities valuations as it is the most expensive global equity market.

Over the medium term, the fund manager remains concerned that overinvestment risks in China and normalization of US monetary policy may result in a significant correction in Philippines Equity market. In such a scenario, local equities at current valuation levels are unlikely to outperform local bonds, until the former trades at much cheaper levels. Rising inflationary pressures is likely to prompt central bank into hiking rates but the yield curve may flatten, resulting in stable bond returns.

However, the fund manager is also wary of the potential capital outflows from EM bonds during periods of risk aversion, which might be slightly negative for bonds.

In summary, the fund manager believes a defensive position remains appropriate to protect investors' capital, given the extreme expensive Equity valuations. The fund manager believes that the deflationary fears in Europe and slowdown in China may trigger a meaningful correction in the near term.

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## PRUlink equity fund

(All data as at 30 September 2014 unless otherwise stated)

### FUND DETAILS

Launch Date	October 2007
Manager	Eastspring Investments (Singapore) Limited
Fund Size	PHP 22.58 billion
Fund Currency	Philippine Peso
Risk Classification of Investment	Diversified
Financial Year End	31 <sup>st</sup> December

### FUND FEES & CHARGES

Annual Management Fee	2.25% p.a.
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### HIGHEST & LOWEST UNIT PRICE ACHIEVED

Initial (23 Oct 07)	1.00000
Highest (23 May 13)	2.26468
Lowest (28 Oct 08)	0.42505

### 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



### Performance

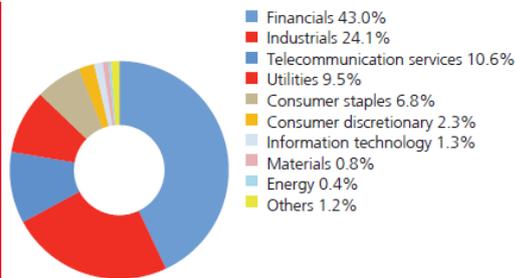
1-Month	Actual yr-on-yr	Since Inception (p.a.)
3.94%	19.27%	12.28%

Based on Unit Price as of 01 Oct 2014: PhP2.23526

#### Notes:

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

### Sector Allocation



### Top 5 Holdings

PHILIPPINE LONG DISTANCE TELEPHONE	9.5%
SM INVESTMENTS	8.5%
AYALA LAND	7.6%
BDO UNIBANK	5.2%
UNIVERSAL ROBINA	5.2%

### Fund Manager's Commentary

The Philippine Stock Exchange Index (PSEi) rose 3.3% in local currency terms in September. Inflation remained elevated at 4.9% year-on-year in August, at the high end of Bangko Sentral ng Pilipinas (BSP) 3-5% target range, driven by food price pressures and higher utility costs. In September, the Monetary Board decided to increase the BSP's key policy rates by 25 basis points to 4.0% for the overnight borrowing or reverse repurchase (RRP) facility and 6.0% for the overnight lending or repurchase (RP) facility. Meanwhile, the reserve requirement ratios were left unchanged.

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## PRUlink asia pacific equity fund

(All data as at 30 September 2014 unless otherwise stated)

### FUND DETAILS

Launch Date	February 2013
Manager	Eastspring Investments (Singapore) Limited
Fund Size	USD 22.4 million
Fund Currency	USD
Risk Classification of Investment	Diversified
Financial Year End	31 <sup>st</sup> December

### FUND FEES & CHARGES

Annual Management Fee	2.05% p.a.
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### HIGHEST & LOWEST UNIT PRICE ACHIEVED

Initial (26 Feb 2013)	1.00000
Highest (05 Sep 2014)	1.10429
Lowest (26 Jun 2013)	0.85771

### 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 Region (excluding Japan). 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



### Performance

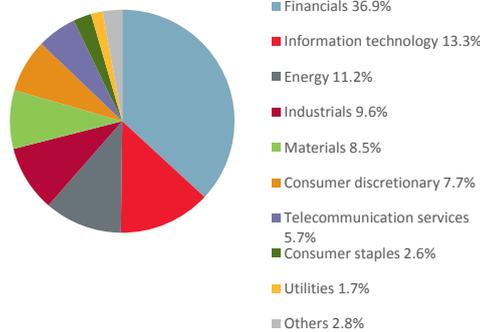
1-Month	Actual yr-on-yr	Since Inception (p.a.)
-7.38%	7.90%	0.63%

Based on Unit Price as of 01 Oct 2014: USD1.01004

#### Notes:

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

### Sector Allocation



### Top 5 Holdings

SAMSUNG ELECTRONICS	4.0%
TAIWAN SEMICONDUCTOR MANUFACTURING	3.4%
BANK OF CHINA	3.4%
AUSTRALIA AND NEW ZEALAND BANKING GROUP	2.9%
BHP BILLITON	2.8%

### Fund Manager's Commentary

After advancing to the highest level since December 2007 in August, the regional MSCI Asia Pacific ex Japan index saw a significant decline in September as most major Asian equity markets retreated. The Philippines and Thailand were the best performing major equity markets while Australia and Korea underperformed the region. The US Federal Reserve plans to officially end its third round of quantitative easing in October. The central banks of Japan and Europe maintained their established dovish stances. The Philippine equity market was the best performer over the month. Domestic equities advanced despite a 25bps hike to key policy rates by the central bank. The central bank viewed domestic growth as robust and raised rates to keep inflation contained. Australia trailed the region as banks and materials companies lead the retreat from year-to-date highs. Concerns about the regulatory outcome of the government's review of the Australian financial system and falling hard commodity prices dampened sentiment in those sectors.

Since the start of the year, the regional Asia Pacific ex Japan equity index has advanced 4%<sup>1</sup>. Indonesia and the Philippines have been the best performing markets year to date. Indonesia has done well on the back of presidential election tailwinds while the strength of the Philippine economy continues to support domestic shares. Korea and Malaysia have trailed the region year to date. Malaysia's starting valuations were rich relative to the region while Korean companies faced a stagnant domestic market along with erratic export growth numbers.

With mixed global macroeconomic news we expect markets to continue their volatile performance which gives us opportunities to add to companies at more attractive levels. Asian company earnings may have upside through 2015 and beyond. As a whole Asia Pacific equity valuations remain below their long-term average which, combined with significant valuation disparities within countries and sectors, provides many stock specific investment opportunities for the Fund.