



# Purpose-driven Investing

A Weekly Newsletter for CLIMBS Mutual Fund

ISSUE  
2021-06  
21-Feb-08

Net Asset Value: Php362,369,142.74  
Asset category: 95% Equities; 5% Cash  
Horizon: Long-term

Portfolio Returns	21-Feb-05	21-Jan-29
YTD	-2.83%	-8.32%
Rolling 1 Year	-4.84%	-13.13%
Rolling 2-Year	-9.79%	-12.17%

Benchmark Returns	21-Feb-05	21-Jan-29
YTD	-1.27%	-7.02%
Rolling 1-Year	1.32%	-7.51%
Rolling 2-Year	-2.75%	-5.60%

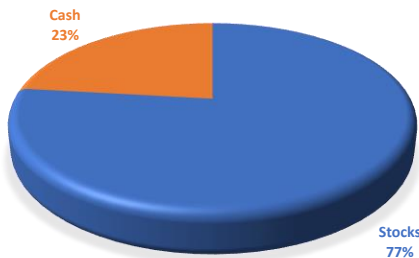
PSEi	21-Feb-05	21-Jan-29
YTD	-1.69%	-7.38%
Rolling 1 Year	-2.87%	-11.46%
Rolling 2-Year	-6.73%	-9.39%

## A Word on the Market

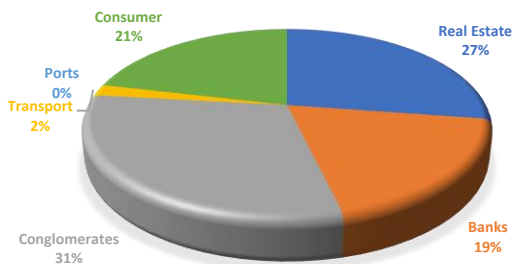
The BSP expects January 2021 inflation to settle within the 3.3% - 4.1%. Higher prices for fuel and meat as well as increased Meralco power rates and excise taxes on alcoholic beverages and tobacco contributed to upward price pressures during the month. However, the actual report rose to 4.2% in January 2021 slight increase based on the BSP expectation.

The bicameral conference committee has approved the reconciled version of the Corporate Recovery and Tax Incentives for Enterprises (CREATE) Act. The measure seeks to reform corporate income taxes and incentives in the country. This removes the uncertainty over the country's fiscal regime, which is expected to increase investments. Which expects at least 12 Trillion in combined domestic and foreign investment over the next decade due to CREATE alone.

PORTFOLIO WEIGHTS BY ASSET CLASS



PORTFOLIO WEIGHTS BY SECTOR



## A Word on the Portfolio

Last week, the PSE Index up by 6.15% to close at 7,019.18 on bargain hunting, and as fears over the speculative retail trading frenzy that swayed Wall Street the previous week continued to ease. The market might hit the range of 7,030 to 7,190 level with an expectation to form a head and shoulder pattern.

This week, we expect the market to trade sideways with a downward bias as House Speaker Lord Allan Velasco filed a bill proposing Bayanihan 3, with a P420 billion fund to further aid the country's recovery from the COVID-19 pandemic. Meanwhile, investors will keep watch on the results of the MSCI Quarterly Index Review on 10 Feb 2021 and the BSP Monetary Board meeting on 11 Feb 2021.

	CSCEIF	Benchmark
Mean	-0.11%	-0.04%
Std. Dev.	1.41%	1.31%
Beta	1.04	
Corr. Coeff.	0.97	

2021 Performance Attribution Analysis

	Allocation		Returns		Attribution to			Total
	Portfolio (a)	Benchmark (b)	Portfolio (c)	Benchmark (d)	Allocation (e) (a-b)*(d-benchmark return)	Selection (f) (c-d)*b	Interaction (g) (a-b)*(c-d)	
Equities	76.83%	95.00%	-3.81%	-1.36%	0.02%	-2.33%	0.44%	-1.87%
Bonds	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Cash	23.17%	5.00%	0.40%	0.40%	0.30%	0.00%	0.00%	0.30%
Total	100.00%	100.00%	-2.83%	-1.27%	0.32%	-2.33%	0.44%	-1.56%