



# Purpose-driven Investing

A Weekly Newsletter for CLIMBS Mutual Fund

ISSUE  
2021-42  
21-Nov-2

Net Asset Value: Php 349,687,870.42

Asset category: 95% Equities; 5% Cash

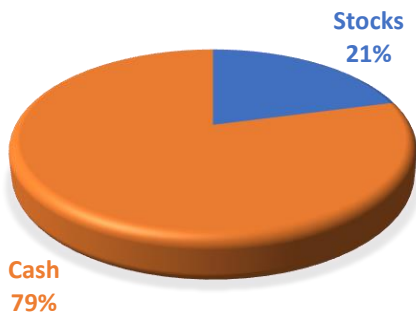
Horizon: Long-term

| Portfolio Returns | 21-Oct-29 | 21-Oct-22 |
|-------------------|-----------|-----------|
| YTD               | -6.72%    | -6.72%    |
| Rolling 1 Year    | 4.27%     | 8.27%     |
| Rolling 3-Year    | -4.29%    | -4.77%    |

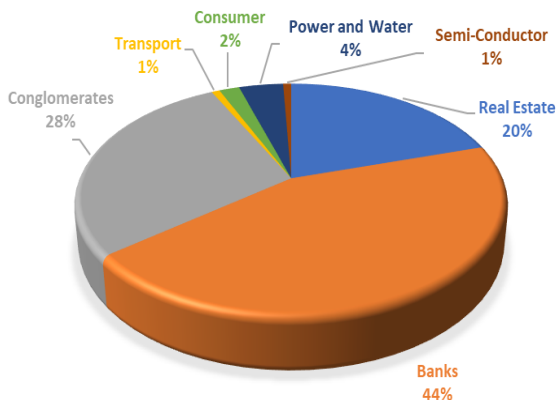
| Benchmark Returns | 21-Oct-29 | 21-Oct-22 |
|-------------------|-----------|-----------|
| YTD               | 10.21%    | 13.00%    |
| Rolling 1-Year    | 23.26%    | 31.83%    |
| Rolling 3-Year    | 6.63%     | 7.37%     |

| PSEi           | 21-Oct-29 | 21-Oct-22 |
|----------------|-----------|-----------|
| YTD            | -1.19%    | 2.10%     |
| Rolling 1 Year | 9.80%     | 19.25%    |
| Rolling 3-Year | -0.05%    | 0.64%     |

## PORTFOLIO WEIGHTS BY ASSET CLASS



## PORTFOLIO WEIGHTS BY SECTOR



Net Asset Value Per Share (NAVPS): **P 0.7504**

## A Word on the Market

Brent crude futures reached a multi-year high of \$86.70 per barrel, its highest level since October 2018, 3 years ago it only settled at \$85.99 per barrel. In addition, US West Texas Intermediate (WTI) remained flat at \$83.76 per barrel after reaching \$85.41 per barrel, the highest since October 2014. The global energy supply pressure continues to show its teeth as a result of traders' pricing in the ongoing rise in fuel demand, which amid limited supply response is depleting global stockpiles. Oil prices have also been boosted by worries over coal and gas shortages in China, India, and Europe, which spurred fuel switching to diesel and fuel oil for power.

Meanwhile, Foreign investments posted an outflow of \$24.2 Million in September, 95% year-on-year lower than the net outflow of \$493 Million a year earlier but a reversal from the \$11.5 Million in net inflow seen in August. The majority of the inflows around 74.3% of the total went into securities listed on the Philippine Stock Exchange.

## A Word on the Portfolio

The PSE index pulled back by 3.22% week-on-week to close at 7,054.70 last week dragged by huge one-day net foreign selling of P1.2 billion last Friday. Investors remained cautious on the sidelines in anticipation of the long weekend and the maintained Alert Level 3 until 14 Nov 2021 in the National Capital Region (NCR) amid expectations of further easing of restrictions as COVID19 cases continue to decline.

This week, we expect the market to trade sideways with an upward bias as investors regain their bullish sentiment in view of OCTA's announcement that all 17 LGUs in NCR maintained a reproduction number below 0.9, and are now classified as low risk for COVID19. There is a growing likelihood that the economy would reopen on a more sustainable basis, cyclical companies would show the most significant earnings recovery. The most important reason for the outperformance of cyclical companies is that they will benefit the most from the reopening of the economy.