



AIA Philam Life Unit-linked Funds Performance Report Full Year 2019



PHILAM LIFE

HELPING PEOPLE LIVE HEALTHIER, LONGER, BETTER LIVES

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About AIA Philam Life

The Philippine American Life and General Insurance Company (AIA Philam Life) is the country's premier life insurance company. Established on 21 June 1947, AIA Philam Life has earned the trust of customers for its financial strength, strong brand name, and ability to deliver on its promises.

AIA Philam Life has PHP291.38 billion in total assets as of 31 December 2019, while serving over 500,000 individual policyholders and over 1,500,000 insured group members.

AIA Philam Life understands the needs of its customers and provides holistic solutions that include life protection, health insurance, savings, education, retirement, investment, group, and credit life insurance. It also offers bancassurance and fund management products and services through its subsidiaries—BPI-Philam Life Assurance Company (BPLAC) and Philam Asset Management Inc. (PAMI).

AIA Philam Life is a member of AIA Group Limited, the largest independent publicly listed pan-Asian life insurance group.

About the Philam Group

The Philam Group comprises the biggest life insurance company in the Philippines. By putting its customers at the center of its operations, the Philam Group has earned the trust of its stakeholders and has achieved continued growth over the years.

The Philam Group was formed with the mission of empowering Filipinos to achieve financial security and prosperity. Through its strong network, it is able to offer financial solutions such as life protection, health insurance, savings, education, retirement, investment, group and credit life insurance, and fund management products and services.

After the establishment of AIA Philam Life in 1947, the Philam Group has since expanded to include other affiliate companies, namely: BPI-Philam Life Assurance Company (BPLAC), Philam Asset Management Inc. (PAMI), Philam Call Center, and Philam Foundation.

Based on the Insurance Commission results as of 31 December 2019, the combined total premium income of AIA Philam Life and BPLAC is at PHP33.87 billion. Its strength and stability is solidified by AIA Philam Life's assets at PHP291.38 billion and net worth at PHP88.94 billion. It is a member of AIA Group Limited, the largest independent publicly listed pan-Asian life insurance group.

About AIA

AIA Group Limited and its subsidiaries (collectively "AIA" or the "Group") comprise the largest independent publicly listed pan-Asian life insurance group. It has a presence in 18 markets in Asia-Pacific – wholly-owned branches and subsidiaries in Hong Kong SAR, Thailand, Singapore, Malaysia, Mainland China, South Korea, the Philippines, Australia, Indonesia, Taiwan (China), Vietnam, New Zealand, Macau SAR, Brunei, Cambodia, Myanmar, a 99 per cent subsidiary in Sri Lanka, and a 49 per cent joint venture in India.

The business that is now AIA was first established in Shanghai a century ago in 1919. It is a market leader in the Asia-Pacific region (ex-Japan) based on life insurance premiums and holds leading positions across the majority of its markets. It had total assets of US\$284 billion as of 31 December 2019.

AIA meets the long-term savings and protection needs of individuals by offering a range of products and services including life insurance, accident and health insurance and savings plans. The Group also provides employee benefits, credit life and pension services to corporate clients. Through an extensive network of agents, partners and employees across Asia-Pacific, AIA serves the holders of more than 36 million individual policies and over 16 million participating members of group insurance schemes.

AIA Group Limited is listed on the Main Board of The Stock Exchange of Hong Kong Limited under the stock code "1299" with American Depositary Receipts (Level 1) traded on the over-the-counter market (ticker symbol: "AAGIY").

15 May 2020

Dear Policyholder,

We are pleased to report that AIA Philam Life ended 2019 strong amid a background of negative business sentiment globally.

While the rising trade tensions between the United States and China resulted in tariff increases and contributed to the slowdown of global economic growth from 3.6% in 2018 to 2.9% in 2019, the “easy” monetary policy of central banks in the largest economies curbed the worst of its effects.

Consequently, financial conditions improved, and, in the case of the Philippines, more so than the year before. This, along with easing local inflation, provided an ideal environment for local bonds.

All funds performed better in 2019, compared to 2018.

As bond prices soared, most of the fixed income funds invested in Philippine peso- and US dollar-denominated Philippine government securities recorded their best performances in the last ten years. The stock market recovered, though mildly, and listed companies’ profits grew 13%.

Our positive financial performance underscored our strength and leadership, enabling us to keep our promises of helping secure your financial future.

Bond Funds	2019 Return	Currency
Philam Life Fixed Income Fund	15.59%	Peso
PAMI Philam Bond Fund	11.55%	Peso
Philam Life Dollar Bond Fund	10.27%	Dollar
Philam Life Global Bond Fund	3.95%	Dollar
Balanced Funds		
Philam Life Balanced Fund	4.99%	Peso
PAMI Philam Fund	6.61%	Peso
Equity Funds		
Philam Life Equity Fund	3.14%	Peso
PAMI Philam Strategic Growth Fund	3.51%	Peso
PAMI Philam Equity Index Fund	4.21%	Peso

2019 AIA Philam Life Performance

- Total Assets : PHP293.0 billion
- Net Worth : PHP91.2 billion
- Paid up Capital : PHP1.9 billion
- Gross Premiums : PHP20.9 billion
- Net Income : PHP7.7 billion

The banner year that 2019 was wouldn’t have been possible without your loyalty and continued patronage. And we at AIA Philam Life remain committed in fulfilling our mission of racing against risk through our suite of products and services that not only protects you, but also helps you grow your long-term savings, empowering you to live Healthier, Longer, Better Lives.

For any inquiries, please do not hesitate to call us at (+632) 8528-2000 or e-mail us at philamlife@aia.com. You may also visit our website at www.philamlife.com or drop by the nearest AIA Philam Life Customer Service Center.



KELVIN ANG
Chief Executive Officer

General Market Overview

The markets fared better in 2019, following an eventful 2018. Local bonds soared 23.15 per cent – their best calendar year performance on record. Dollar bonds rose 12.54 per cent. Stocks recovered, albeit mildly, advancing 4.68 per cent.

Inflation, the ‘front and center’ of uncertainty in 2018, eased. Inflation decelerated, despite new taxes added on oil and tobacco.

As inflation fell from 5.1 per cent (end-2018) to 2.5 per cent (end-2019), the Bangko Sentral ng Pilipinas (BSP) lowered its policy lending rate three times in 2019, or a total of 75 basis points, to 4.0 per cent, from 4.75 per cent at end-2018.

The Philippine peso appreciated to PHP50.63/US\$ (from PHP52.58/US\$), even as the US dollar strengthened against most other currencies.

The Local Economy

Gross Domestic Product (GDP) growth decelerated from 6.2 per cent (2018) to 5.9 per cent (2019), mainly on account of the contraction in investment spending and slowdown in manufacturing output.

Government spending, which grew 10.5 per cent, led growth in total demand. Consumer spending still accounted for the lion’s share of GDP, at 68 per cent.

In total output, Services led, expanding 7.1 per cent, with the Trade and Repair of Motor Vehicles, Motorcycles, Personal and Household Goods, and, Financial Intermediation sectors driving growth at 8.0 per cent and 10.4 per cent, respectively.

Local Fixed Income Market

Bonds delivered returns to investors the most on record in 2019, since the benchmark Bloomberg Philippine Local Sovereign Index was made available in 2009. Bond prices rose, bringing the benchmark to 116.88, or a return of 23.15 per cent. The accommodative or 'easy' monetary policy of central banks was mainly responsible.

The many months of delay in planned government spending averted a 'crowding out effect' in the demand for money, helping the government's cost of borrowing to fall to the year's low of 4.25 per cent (August), from 7.04 per cent at the end of 2018. In comparison, within the last five years, ten-year government bond yields reached a low of 3.31 per cent in August 2016 and a high of 8.32 per cent in October 2018.

The 4 per cent reduction in banks' reserve requirement ratio (or the fraction of deposits that banks hold in reserves) to 14 per cent, which released PHP350 billion in loanable funds, also added to the liquidity in the system.

Taking advantage of investors' appetite for bonds, the bond funds divested part of their holdings in Philippine corporate bonds and added significantly to their investments in long-term Philippine government securities.

In 2020, the expected significant and coordinated efforts of monetary and fiscal authorities to boost money supply and support the economy amidst Covid-19 are likely to keep interest rates low, if not bring them lower. As such, duration in bond funds is likely to stay within the Neutral to Overweight range for most of 2020.

Local Equity Market

Stock prices recovered from 2018's negative performance, delivering 4.68 per cent return for the year.

Listed-companies' Net Operating Profit after Tax (NOPAT) recovered 36 per cent, quarter on quarter, in the first quarter of 2019, to PHP183 billion, after deteriorating 23 per cent the quarter before. (NOPAT is the source of value, i.e. intrinsic, of businesses and is the "driver" of stock prices in the long-run.)

The months that followed fell short of expectations, however. After the benchmark Philippine Stock Exchange Index achieved the year's high of 8,365 in July, stock prices traded in the vicinity of 7,920 in the months after, before succumbing to regulatory concerns involving water concessions, media/broadcasting, and online gaming businesses. The continuing trade conflict between the United States (US) and China, the attack on Saudi Arabia's oil facilities and the impeachment inquiry on President Trump did not help. Selling by foreign-domiciled funds exacerbated the negative sentiment. The shortage of confidence among local investors capped the benchmark at 7,815 by year's end.

The equity funds deployed a low tracking error strategy. (Tracking error is the difference between the performance of a portfolio and its benchmark.)

In 2020, the expected negative impact of Covid-19 on the bottom lines of companies and behavior of foreign-domiciled funds are likely to influence volatility in local equity the most. As such, the equity funds are likely to stay defensive during the first half of 2020 or until these concerns are "priced in", except for the index fund which is fully-invested, being a passive fund.

Global Fixed Income Market

The environment of easy monetary policy in a period of low economic growth encouraged investments seeking safety in US dollar-denominated bonds. For the most part of 2019, Asian dollar bond prices rose, lifting the benchmark J.P. Morgan Asia Credit Index – Philippines Total Return 12.54 per cent.

Lower-than-expected inflation in many economies prompted central banks to shift monetary policy. In the US, the Federal Reserve Bank lowered its federal funds target rate three times in 2019 to settle at 1.75 per cent, after raising it four times in 2018.

Weak activity in trade and investment brought global GDP growth to 2.9 per cent – its slowest since the Global Financial Crisis. In the US, Europe and Japan, weak manufacturing activity and uncertainty associated with US-China trade dampened growth.

Taking advantage of investors' appetite for dollar bonds, the dollar bond funds introduced investment-grade Asian corporate bonds, while adding to their investments in Philippine corporate bonds and keeping their holdings in Philippine government bonds. This resulted in a significant decline in their Cash holdings and a one-year increase in duration.

Ample liquidity will provide support to asset prices in the developed markets. In emerging markets where fundamentals are weaker and fiscal buffers are smaller, however, bond funds are likely to adopt a more prudent or defensive stance.

FUND MANAGERS

AIA Philam Life's variable life funds are managed by AIA Philam Life's team of investment professionals who have 20 to 30 years of experience and expertise in the field of fund management. As of 31 December 2019, total assets under management reached over PHP61.6 billion, excluding those of other AIA Philam Life affiliates. AIA Philam Life combines its expertise with the strength of its senior management to manage portfolios effectively to achieve favorable returns.

STATEMENT OF ASSETS AND LIABILITIES
AIA Philam Life Peso Variable Funds

	Philam Life Fixed Income Fund	Philam Life Equity Fund	Philam Life Balanced Fund	PAMI Philam Bond Fund	PAMI Philam Fund	PAMI Philam Strategic Growth Fund	PAMI Philam Equity Index Fund
ASSETS							
Cash and cash equivalents	8,049,668	951,026,350	2,835,637	-	-	-	-
Financial assets at FVPL*	1,789,661,551	8,070,702,801	3,084,793,533	3,267,699,589	7,914,649,201	22,745,704,620	9,774,314,945
Loans and receivables	-	-	-	-	-	-	-
Accrued income	24,277,754	4,089,752	10,910,164	-	-	9,216	6,375
Total Assets	1,821,988,973	9,025,818,903	3,098,539,334	3,267,699,589	7,914,649,201	22,745,713,836	9,774,321,321
LIABILITIES							
Accounts payable and accrued expenses	3,182	327,553	106,376	7,929,862	175,924	-	-
Total Liabilities	3,182	327,553	106,376	7,929,862	175,924	-	-
Net Asset Value (NAV)	1,821,985,790	9,025,491,350	3,098,432,957	3,259,769,727	7,914,473,277	22,745,713,836	9,774,321,321

*Fair Value Through Profit or Loss

STATEMENT OF ASSETS AND LIABILITIES

AIA Philam Life Dollar Variable Funds

	Philam Life Global Bond Fund	Philam Life Dollar Bond Fund
ASSETS		
Cash and cash equivalents	\$299,935	\$2,669,180
Financial assets at FVPL*	7,527,922	66,281,740
Loans and receivables	-	-
Accrued income	75,615	928,886
Total Assets	\$7,903,472	\$69,879,806
LIABILITIES		
Accounts payable and accrued expenses	\$3,401	\$18,005
Total Liabilities	\$3,401	\$18,005
Net Asset Value (NAV)	\$7,900,071	\$69,861,801

*Fair Value Through Profit or Loss

Fund Description

The Philam Life Fixed Income Fund (PFIF) is a Philippine peso-denominated fund created for variable life insurance contracts issued by The Philippine American Life and General Insurance Company (AIA Philam Life). This investment option is for the variable life policyholder with a preference for investing in high-quality interest-bearing debt instruments that present low to moderate levels of risk. The investment objective of the PFIF is to provide stable income over the medium- to long-term, and preserve capital by investing primarily in Philippine peso-denominated fixed-income securities issued by the government and reputable corporate issuers.

Fund Performance*

2019 Return	15.59%
2018 Return	-6.44%
2017 Return	-0.56%
2016 Return	0.67%
2015 Return	-2.00%
2014 Return	4.51%
2013 Return	5.22%
2012 Return	7.37%
2011 Return	11.05%
2010 Return	10.46%
3 Years Return (annualized as of 31 Dec 2019)	2.45%
5 Years Return (annualized as of 31 Dec 2019)	1.19%
Return since Inception (annualized as of 31 Dec 2019)	5.50%

* Fund returns are calculated based on Net Asset Value per Unit
Past performance is not indicative of future performance.

NAVPU Since Inception



PORTFOLIO STATISTICS (as of 31 Dec 2019)

Net Asset Value (NAV in PHP)	1,821,985,790*
Net Asset Value per Unit (NAVPU)	2.2478

* Based on Audited Financial Statement. NAV is net of 2.0% fund management charge, transaction cost, and audit fees.

PORTFOLIO MIX* (as of 31 Dec 2019)

Cash & Cash Equivalents	0.45%
Corporate Securities	13.36%
Philippine Issued Peso Government Bonds	86.19%

* Excluding accrued income

FIXED INCOME SECURITIES (as of 31 Dec 2019)

Top 5 Issues	Maturity	% of Portfolio
PH Issued PHP Govt Bonds	7/19/31	19.00%
PH Issued PHP Govt Bonds	2/14/21	7.02%
PH Issued PHP Govt Bonds	3/12/24	6.91%
PH Issued PHP Govt Bonds	1/14/36	6.78%
PH Issued PHP Govt Bonds	1/10/29	6.45%

Fund Description

The Philam Life Equity Fund (PEF) is a Philippine peso-denominated fund created for variable life insurance contracts issued by The Philippine American Life and General Insurance Company (AIA Philam Life). This investment option is for the variable life policyholder aiming for capital appreciation over a long-term investment horizon, and who has a risk appetite for stock investing. The objective of the PEF is to achieve capital growth by investing in an efficient and diversified portfolio of predominantly growth companies while including appropriate value stocks.

Fund Performance*

2019 Return	3.14%
2018 Return	-12.55%
2017 Return	21.38%
2016 Return	-2.71%
2015 Return	-5.72%
2014 Return	19.09%
2013 Return	-5.55%
2012 Return	24.44%
2011 Return	0.31%
2010 Return	49.15%
3 Years Return (annualized as of 31 Dec 2019)	3.06%
5 Years Return (annualized as of 31 Dec 2019)	0.08%
Return since Inception (annualized as of 31 Dec 2019)	8.82%

* Fund returns are calculated based on Net Asset Value per Unit
Past performance is not indicative of future performance.

NAVPU Since Inception



PORTFOLIO STATISTICS (as of 31 Dec 2019)

NAV in PHP	9,025,491,349.74*
NAVPU	3.5952

* Based on Audited Financial Statement. NAV is net of 2.0% fund management charge, transaction cost, and audit fees.

PORTFOLIO MIX* (as of 31 Dec 2019)

Cash & Cash Equivalents	10.54%
Common Stocks	89.46%

* Excluding accrued income

COMMON STOCKS (as of 31 Dec 2019)

Top 10 Issues	% of Portfolio
SM Prime Holdings Inc	11.15%
SM Investments Corp	10.14%
Ayala Land Inc	9.75%
BDO Unibank Inc	8.21%
Ayala Corporation	8.14%
Bank of the Philippine Islands	5.47%
JG Summit Holdings Inc	5.45%
Metropolitan Bank & Trust Co	4.22%
International Container Terminal Services Inc	4.12%
Universal Robina Corp	3.70%

COMMON STOCKS by SECTOR (as of 31 Dec 2019)

Sector	% of Portfolio
Financials	56.93%
Industrials	26.72%
Consumer Staples	7.57%
Utilities	3.16%
Telecommunication Services	3.13%
Consumer Discretionary	2.44%
Energy	0.05%
Consumer Services	0.01%

Fund Description

The Philam Life Balanced Fund (PBAL) is a Philippine peso-denominated fund created for variable life insurance contracts issued by The Philippine American Life and General Insurance Company (AIA Philam Life). This investment option is for the variable life policyholder who aims for long-term capital appreciation by investing primarily in Philippine peso-denominated equities, equity-related securities and debt securities.

Fund Performance*

2019 Return	4.99%
2018 Return	-8.31%
2017 Return	12.41%
2016 Return	-1.57%
2015 Return	-3.50%
2014 Return	13.09%
2013 Return	-4.31%
2012 Return	23.90%
2011 Return	1.34%
2010 Return	41.93%
3 Years Return (annualized as of 31 Dec 2019)	2.67%
5 Years Return (annualized as of 31 Dec 2019)	0.55%
Return since Inception (annualized as of 31 Dec 2019)	5.09%

* Fund returns are calculated based on Net Asset Value per Unit
Past performance is not indicative of future performance.

PORTFOLIO STATISTICS (as of 31 Dec 2019)

NAV in PHP	3,098,432,957.35*
NAVPU	1.8697

* Based on Audited Financial Statement. NAV is net of 2.0% fund management charge, transaction cost, and audit fees.

NAVPU Since Inception



PORTFOLIO MIX* (as of 31 Dec 2019)

Cash & Cash Equivalents	0.09%
Philippine Issued Peso Government Bonds	48.27%
Common Stocks	51.64%

* Excluding accrued income

COMMON STOCKS (as of 31 Dec 2019)

Top 10 Issues	% of Portfolio
SM Investments Corp	7.19%
SM Prime Holdings Inc	5.54%
Ayala Land Inc	4.80%
BDO Unibank Inc	4.29%
Ayala Corporation	3.97%
JG Summit Holdings Inc	2.67%
Bank of the Philippine Islands	2.66%
International Container Terminal Services Inc	2.08%
Metropolitan Bank & Trust Co	2.05%
Universal Robina Corp	1.75%

FIXED INCOME SECURITIES (as of 31 Dec 2019)

Top 5 Issues	Maturity	% of Portfolio
PH Issued PHP Govt Bonds	4/11/20	9.73%
PH Issued PHP Govt Bonds	12/4/22	6.77%
PH Issued PHP Govt Bonds	4/21/23	6.43%
PH Issued PHP Govt Bonds	6/13/21	5.90%
PH Issued PHP Govt Bonds	1/15/21	3.56%

Fund Description

The Philam Life Dollar Bond Fund (PALDBF) is a US dollar-denominated fund created for dollar variable life insurance contracts issued by The Philippine American Life and General Insurance Company (AIA Philam Life). This investment option is for the variable life policyholder with a preference for investing in US dollar-denominated Philippine government and corporate fixed-income securities. The Fund aims to provide income growth while maintaining moderate liquidity over the medium- to long-term.

Fund Performance*

2019 Return	10.27%
2018 Return	-2.58%
2017 Return	3.07%
2016 Return	0.37%
2015 Return	1.29%
2014 Return	7.54%
2013 Return	-8.57%
2012 Return	10.14%
2011 Return	6.60%
2010 Return	9.55%
3 Years Return (annualized as of 31 Dec 2019)	3.46%
5 Years Return (annualized as of 31 Dec 2019)	2.40%
Return since Inception (annualized as of 31 Dec 2019)	5.77%

* Fund returns are calculated based on Net Asset Value per Unit
Past performance is not indicative of future performance.

NAVPU Since Inception



PORTFOLIO STATISTICS (as of 31 Dec 2019)

NAV in USD	69,861,801*
NAVPU	2.2528

* Based on Audited Financial Statement. NAV is net of 2.0% fund management charge, transaction cost, and audit fees.

PORTFOLIO MIX* (as of 31 Dec 2019)

Cash & Cash Equivalents	3.87%
Foreign Bond Securities	43.05%
Philippine Issued Dollar Government Bonds	53.08%

* Excluding accrued income

FIXED INCOME SECURITIES (as of 31 Dec 2019)

Top 5 Issues	Maturity	% of Portfolio
PH Issued US\$ Govt Bonds	3/1/41	8.56%
PH Issued US\$ Govt Bonds	10/23/34	7.50%
PH Issued US\$ Govt Bonds	1/14/31	6.70%
PH Issued US\$ Govt Bonds	2/2/30	6.50%
PH Issued US\$ Govt Bonds	2/1/28	5.49%

Fund Description

The Philam Life Global Bond Fund (PALGBF) is a US dollar-denominated fund created for dollar variable life insurance contracts issued by The Philippine American Life and General Insurance Company (AIA Philam Life). This investment option is for the variable life policyholder with a preference for investing in US dollar-denominated high-quality, investment-grade fixed-income securities with low to moderate levels of risk. The Fund aims to preserve capital and provide stable income growth over the medium- to long-term.

Fund Performance*

2009 Return	3.95%
2018 Return	-1.88%
2017 Return	2.05%
2016 Return	1.48%
2015 Return	0.16%
2014 Return	3.40%
2013 Return	-4.28%
2012 Return	11.70%
2011 Return	2.81%
2010 Return	6.33%
3 Years Return (annualized as of 31 Dec 2019)	1.35%
5 Years Return (annualized as of 31 Dec 2019)	1.14%
Return since Inception (annualized as of 31 Dec 2019)	3.41%

* Fund returns are calculated based on Net Asset Value per Unit
Past performance is not indicative of future performance.

NAVPU Since Inception



PORTFOLIO STATISTICS (as of 31 Dec 2019)

NAV in USD	7,900,071.01*
NAVPU	1.6236

* Based on Audited Financial Statement. NAV is net of 2.0% fund management charge, transaction cost, and audit fees.

PORTFOLIO MIX* (as of 31 Dec 2019)

Cash & Cash Equivalents	3.83%
Foreign Corporate Securities	96.17%

* Excluding accrued income

FIXED INCOME SECURITIES (as of 31 Dec 2019)

Top 5 Issues	Maturity	% of Portfolio
China Cinda Finance	9/16/24	6.38%
China Overseas Finance	5/25/23	4.01%
Reliance Hdg USA	1/28/25	3.52%
Charming Light Invest	5/8/24	2.99%
Republic of Indonesia	5/14/24	2.95%

Fund Description

The PAMI Philam Bond Fund (the "Fund") is a Philippine peso-denominated single asset fund created for peso variable life insurance contracts issued by The Philippine American Life and General Insurance Company (AIA Philam Life). The Fund is fully invested in Philam Asset Management Inc.'s (PAMI) Philam Bond Fund, Inc. (PBFi). The investment focus of the PBFi is capital preservation with returns and inflows derived out of investments in fixed income instruments. The PBFi considers a medium- to long-term investment horizon for its shareholders.

Fund Performance*

2019 Return	11.55%
2018 Return	-3.22%
2017 Return	0.10%
2016 Return	1.52%
2015 Return	-0.91%
2014 Return	1.99%
2013 Return	6.01%
2012 Return	4.60%
3 Years Return (annualized as of 31 Dec 2019)	2.62%
5 Years Return (annualized as of 31 Dec 2019)	1.68%
Return since Inception (annualized as of 31 Dec 2019)	2.82%

* Fund returns are calculated based on Net Asset Value per Unit
 Past performance is not indicative of future performance.

NAVPU Since Inception



PORTFOLIO STATISTICS (as of 31 Dec 2019)

NAV in PHP	3,259,769,727*
NAVPU	4.3723

* Based on Audited Financial Statement. NAV is net of 1.5% fund management charge, transaction cost, and audit fees.

PORTFOLIO MIX* (as of 31 Dec 2019)

Cash & Cash Equivalents	6.70%
Philippine Issued Peso Government Bonds	79.80%
Corporate Securities	13.50%

* Excluding accrued income

FIXED INCOME SECURITIES (as of 31 Dec 2019)

Top 5 Issues	Maturity	% of Portfolio
PH Issued PHP Govt Bonds	7/19/31	11.43%
PH Issued PHP Govt Bonds	3/12/24	7.87%
PH Issued PHP Govt Bonds	2/14/26	6.41%
PH Issued PHP Govt Bonds	1/14/36	6.14%
PH Issued PHP Govt Bonds	4/21/23	5.08%

Fund Description

The PAMI Philam Fund (the "Fund") is a Philippine peso-denominated single asset fund created for peso variable life insurance contracts issued by The Philippine American Life and General Insurance Company (AIA Philam Life). The Fund is fully invested in Philam Asset Management Inc.'s (PAMI) Philam Fund, Inc. (PFI). PFI is a moderate type of investment dealing with equity securities and fixed-income instruments. An adequate portion of the portfolio is invested in cash or near-cash assets to ensure sufficient liquidity at any given time. The PFI considers a long-term investment horizon for its shareholders.

Fund Performance*

2019 Return	6.61%
2018 Return	-9.38%
2017 Return	11.47%
2016 Return	-1.47%
2015 Return	-4.74%
2014 Return	13.45%
2013 Return	-8.76%
2012 Return	1.44%
3 Years Return (annualized as of 31 Dec 2019)	2.50%
5 Years Return (annualized as of 31 Dec 2019)	0.22%
Return since Inception (annualized as of 31 Dec 2019)	0.81%

* Fund returns are calculated based on Net Asset Value per Unit
Past performance is not indicative of future performance.

NAVPU Since Inception



PORTFOLIO STATISTICS (as of 31 Dec 2019)

NAV in PHP	7,914,473,277*
NAVPU	16.9626

* Based on Audited Financial Statement. NAV is net of 2.0% fund management charge, transaction cost, and audit fees.

PORTFOLIO MIX* (as of 31 Dec 2019)

Common Stocks	50.80%
Philippine Issued Peso Government Bonds	49.20%

* Excluding accrued income

COMMON STOCKS (as of 31 Dec 2019)

Top 5 Issues	% of Portfolio
SM Investments Corporation	7.00%
SM Prime Holdings Inc	5.37%
Ayala Land Inc	4.98%
BDO Unibank Inc	4.25%
Ayala Corporation	3.96%

FIXED INCOME SECURITIES (as of 31 Dec 2019)

Top 5 Issues	Maturity	% of Portfolio
PH Issued PHP Govt Bonds	7/19/31	5.86%
PH Issued PHP Govt Bonds	3/12/24	4.51%
PH Issued PHP Govt Bonds	2/14/26	2.87%
PH Issued PHP Govt Bonds	12/16/35	2.43%
PH Issued PHP Govt Bonds	1/14/36	2.27%

Fund Description

The PAMI Philam Strategic Growth Fund (the "Fund") is a Philippine peso-denominated single asset fund created for peso variable life insurance contracts issued by The Philippine American Life and General Insurance Company (AIA Philam Life). The Fund is fully invested in Philam Asset Management Inc.'s (PAMI) Philam Strategic Growth Fund, Inc. (PSGFI). The investment objective of the PSGFI is capital growth with returns and inflows derived out of investments in equity securities. The PSGFI considers a long-term investment horizon for its shareholders.

Fund Performance*

2019 Return	3.51%
2018 Return	-12.51%
2017 Return	20.03%
2016 Return	-3.06%
2015 Return	-6.44%
2014 Return	17.71%
2013 Return	-8.45%
2012 Return	3.68%
3 Years Return (annualized as of 31 Dec 2019)	2.82%
5 Years Return (annualized as of 31 Dec 2019)	-0.28%
Return since Inception (annualized as of 31 Dec 2019)	1.31%

* Fund returns are calculated based on Net Asset Value per Unit
 Past performance is not indicative of future performance.

NAVPU Since Inception



PORTFOLIO STATISTICS (as of 31 Dec 2019)

NAV in PHP	22,745,713,836*
NAVPU	532.9900

* Based on Audited Financial Statement. NAV is net of 2.0% fund management charge, transaction cost, and audit fees.

PORTFOLIO MIX* (as of 31 Dec 2019)

Common Stocks	90.10%
Philippine Issued Peso Government Bonds	9.90%

* Excluding accrued income

COMMON STOCKS (as of 31 Dec 2019)

Top 10 Issues	% of Portfolio
SM Investments Corporation	12.58%
SM Prime Holdings Inc	9.70%
Ayala Land Inc	8.66%
BDO Unibank Inc	7.26%
Ayala Corporation	6.68%
JG Summit Holdings Inc	4.79%
Bank of the Philippine Islands	4.69%
Metropolitan Bank & Trust Co	3.60%
International Container Terminal Services Inc	3.45%
Universal Robina Corp	3.02%

Fund Description

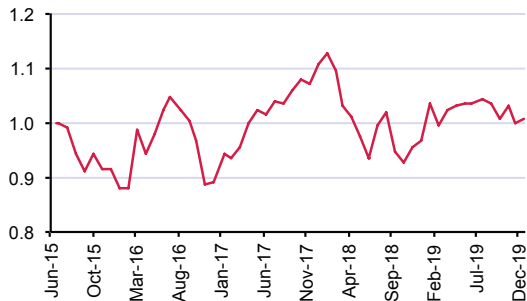
The PAMI Philam Equity Index Fund (the "Fund") is a Philippine peso-denominated single asset fund created for peso variable life insurance contracts issued by The Philippine American Life and General Insurance Company (AIA Philam Life). The fund is fully invested in Philam Asset Management Inc.'s (PAMI) PAMI Equity Index Fund, Inc. (PEIFI). PEIFI aims to invest in the top 30 corporations that compose the Philippine Stock Exchange Index (PSEi) in such proportion that the performance of the fund attempts to replicate that of the PSEi. The PEIFI aims to capitalize on the long-term positive prospects of the Philippine economy.

Fund Performance*

2019 Return	4.21%
2018 Return	-12.70%
2017 Return	24.32%
2016 Return	-2.85%
2015 Return	-8.31%
3 Years Return (annualized as of 31 Dec 2019)	4.19%
Return since Inception (annualized as of 31 Dec 2019)	0.17%

* Fund returns are calculated based on Net Asset Value per Unit
Past performance is not indicative of future performance.

NAVPU Since Inception



PORTFOLIO STATISTICS (as of 31 Dec 2019)

NAV in PHP	9,774,321,321*
NAVPU	1.0076

* Based on Audited Financial Statement. NAV is net of 2.0% fund management charge, transaction cost, and audit fees.

PORTFOLIO MIX* (as of 31 Dec 2019)

Cash & Cash Equivalents	0.60%
Common Stocks	99.40%

* Excluding accrued income

COMMON STOCKS (as of 31 Dec 2019)

Top 10 Issues	% of Portfolio
SM Investments Corporation	15.37%
SM Prime Holdings Inc	9.92%
Ayala Land Inc	9.39%
BDO Unibank Inc	7.94%
JG Summit Holdings Inc	6.05%
Ayala Corporation	5.77%
Bank of the Philippine Islands	4.84%
Metropolitan Bank & Trust Co	3.72%
Universal Robina Corp	3.58%
Aboitiz Equity Ventures Inc	3.48%

DISCLOSURE STATEMENT

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In making an investment decision, prospective investors must rely on their own examination of the merits and risks involved.

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