



BPI ASSET MANAGEMENT AND TRUST GROUP
BPI U.S. DOLLAR SHORT TERM FUND
KEY INFORMATION AND INVESTMENT DISCLOSURE STATEMENT
As of September 30, 2015

FUND FACTS

Classification:	Money Market Fund	Net Asset Value per Unit (NAVPU):	USD 290.50
Launch Date:	August 30, 1994	Total Fund NAV (Mn):	USD 127.20
Minimum Investment:	USD 500.00	Dealing Day:	Daily up to 12:00NN
Additional Investment:	USD 200.00	Redemption Settlement:	T+0 End-of Day
Minimum Holding Period:	None	Early Redemption Charge:	None

FEES*

Trustee Fees: 0.50%	Custodianship Fees: 0.0125%	External Auditor Fees: 0.007%	Other Fees: 0.00%
BPI Asset Management	HSBC	Isla Lipana	None

* As a percentage of average daily*Billings received in 2014 divided*Billings received in 2013 divided NAV for the quarter valued at USDby the average daily NAV by the average daily NAV
119.19 Million

INVESTMENT OBJECTIVE AND STRATEGY

The Fund intends to achieve for its Participants liquidity and stable income derived from a diversified portfolio of foreign currency-denominated short-term fixed income instruments. The Fund aims to provide absolute returns in excess of the return of the 3-month U.S. Treasury Bill. The Fund was approved to be converted to a U.S. Dollar-denominated money market fund last March 6, 2015. It has likewise been renamed to the BPI U.S. Dollar Short Term Fund last June 1, 2015.

CLIENT SUITABILITY

A client profiling process should be performed prior to participating in the Fund to guide the prospective investor if the Fund is suited to his/her investment objectives and risk tolerance. Clients are advised to read the Declaration of Trust / Plan Rules of the Fund, which may be obtained from the Trustee, before deciding to invest.

- The BPI U.S. Dollar Short Term Fund is suitable only for investors who:
- Are at least classified as moderately conservative based on their risk profile.
 - Have an investment horizon of up to one (1) year.

KEY RISKS AND RISK MANAGEMENT

You should not invest in this Fund if you do not understand or are not comfortable with the accompanying risks.

Interest Rate Risk:	The fund invests in short term foreign currency denominated fixed income securities, exposing investors to the risk of loss arising from a rise in interest rates, which generally causes fixed income security prices to decline. Factors/ events that may lead to a rise interest rates include adverse market conditions, issuer-specific factors/ events and/ or negative developments in political and economic conditions of countries where the securities are issued/ traded.
Liquidity Risk:	Investors are exposed to the risk of loss due to the fund's inability to convert security holdings to cash immediately or in instances where conversion to cash is possible but at a highly disadvantageous price due to limited buyers/ sellers in the market, low trading volumes or market disruptions, among other reasons/ factors.
Related Party Risk:	Investors are exposed to actual or potential conflicts of interest in the handling of related party transactions by the Trustee, specifically, time deposit placements with the Trustee's own bank and/ or its subsidiary, purchase of debt securities issued by related parties, as well as the execution of trade transactions with related counterparties.
Credit/ Default Risk:	Investors are exposed to the risk of loss due to the failure of the borrower/ debt issuer to make timely interest and/ or principal payments on its deposit liabilities, loans, bonds or other debt instruments due to a deterioration in the borrower's/ issuer's financial condition or external factors and events that may affect its ability to repay financial obligations such as negative developments in its home country's political and economic conditions.
Forex Risk:	Investors are exposed to the risk of loss from a decline in fund value when the market value of foreign currency denominated fixed income securities held by the fund are converted/ translated to US Dollar.

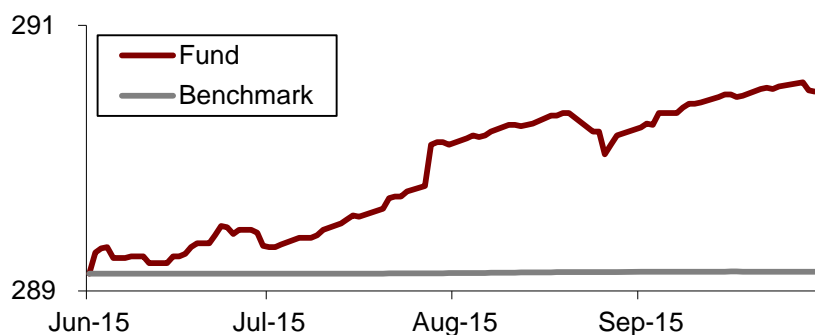
In accordance with the provisions in the Declaration of Trust, the Fund employs a risk management policy based on duration. The Fund may also use financial derivatives to hedge the portfolio against market and credit risks

- **THE UIT FUND IS NOT A DEPOSIT AND IS NOT INSURED BY THE PHILIPPINE DEPOSIT INSURANCE CORP. (PDIC).**
- **RETURNS CANNOT BE GUARANTEED AND HISTORICAL NAVPU IS FOR ILLUSTRATION OF NAVPU MOVEMENTS/ FLUCTUATIONS ONLY.**
- **WHEN REDEEMING, THE PROCEEDS MAY BE WORTH LESS THAN THE ORIGINAL INVESTMENT AND ANY LOSSES WILL BE SOLELY FOR THE ACCOUNT OF THE CLIENT.**
- **THE TRUSTEE IS NOT LIABLE FOR ANY LOSS UNLESS UPON WILLFUL DEFAULT, BAD FAITH OR GROSS NEGLIGENCE.**

FUND PERFORMANCE AND STATISTICS AS OF SEPTEMBER 30, 2015

(Purely for reference purposes and is not a guarantee of future results)

NAVPU GRAPH



NAVPU over the past 12 months

Highest	290.57
Lowest	289.13

STATISTICS

Weighted Ave Duration (Yrs)	0.51
Annualized Volatility (%) ²	0.18
Sharpe Ratio ³	n.a.
Information Ratio ⁴	n.a.
Port. Weighted Yield to Maturity (%)	1.87
Current Number of Holdings	78
Average Credit Rating (Moody's/S&P)	Baa2/BBB

CUMULATIVE PERFORMANCE (%) ¹

	1 mo	3 mo	6 mo	1YR	3YRS	S.I.
Fund	0.11	0.40				0.47
Benchmark	0.00	0.01				0.02

ANNUALIZED PERFORMANCE (%) ¹

	S.I.
Fund	0.47
Benchmark	0.01

CALENDAR YEAR PERFORMANCE (%) ¹

	YTD
Fund	n.a.
Benchmark	n.a.

¹Returns are net of fees. The Fund was converted to the U.S. Dollar Short Term Fund last June 1, 2015.

²Measures the degree to which the Fund fluctuates vis-à-vis its average return over a period of time.

³Used to characterize how well the return of a Fund compensates the investor for the level of risk taken.

⁴Measures reward-to-risk efficiency of the portfolio relative to the benchmark. The higher the number, the higher the reward per unit of risk.

*Declaration of Trust is available upon request through branch of account.

PORTFOLIO COMPOSITION

Allocation	% of Fund
Corporates	20.03
Cash	79.97
Top Fixed Income Sectors	
Cash and less than 1 year	83.31
Between 1 and 3 years	16.69
Between 3 and 5 years	0.00
Between 5 and 7 years	0.00
Between 7 and 10 years	0.00
More than 10 years	0.00

TOP TEN HOLDINGS

Name	Maturity	%
RCBC Note	1/31/2017	4.76
Dollar Time Deposit		3.14
Dollar Time Deposit		2.75
MBTC Perp Bond	2/15/2016	2.54
Dollar Time Deposit		2.36
Dollar Time Deposit		2.36
Dollar Time Deposit		2.36
Dollar Time Deposit		2.36
First Pacific Bond	7/24/2017	2.29
Dollar Time Deposit		2.20

RELATED PARTY TRANSACTIONS*

The Fund has investments and trade transactions with Bank of the Philippine Islands, its subsidiaries and related parties:

Bank of the Philippine Islands – USD18.35 million
 Petron Corporation – USD1.09 million
 Philippine Long Distance Telephone Company – USD0.59 million

Investments in the said outlets were approved by the Trust Committee. Likewise, all related party transactions are conducted on an arm's length and best execution basis and within established limits.

* Related party in accordance with BPI's internal policy.

OUTLOOK AND STRATEGY

Market Review. The JP Morgan Chase Asia Total Return Philippines Bond Index decreased by 0.57% in September. Average yields of Philippine dollar denominated bonds increased an average of 9 basis points as global risk aversion was noted.

Investors were focused on the Federal Reserve meeting held on September 17 -18, with much anticipation of potential adjustments to policy rates. In the meeting, the FED decided to leave policy rates at record lows given the financial market turmoil experienced in recent weeks.

China, the second largest economy, has continued to post lackluster economic data. Concerns over the growth of the Chinese economy are rippling through to other emerging market economies and prices of key commodities.

Fund Performance. The fund gained 0.11% in September, outperforming the benchmark by 11 basis points.

Fund Strategy. The fund will maintain its duration of less than 1 and will continue to look for opportunities to diversify into short term corporate bonds for yield enhancement.

LIST OF PROSPECTIVE INVESTMENTS

The following are among the Fund's approved investment outlets, wherein the Trustee intends to invest depending on strategy, availability, or other market-driven circumstances:

- (a) Primarily short-term tradable fixed-income instruments issued or guaranteed by the Philippine government or the BSP; tradable securities issued by the government of a foreign country, any political subdivision/agency of a foreign country or any supranational entity; tradable fixed-income instruments issued by foreign or local financial institutions or private corporations; exchange-listed securities; marketable instruments that are traded in an organized exchange; loans traded in an organized market; and, such other tradable investments outlets/ categories as the BSP may allow. Provided, that, a financial instrument is regarded as tradable if two-way prices are quoted, readily available or regularly available from an exchange, dealer, broker, industry group, pricing service or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis.
- (b) Primarily short-term tradable fixed-income instruments issued, underwritten, or otherwise dealt by BPI and/or any of its subsidiaries, affiliates, their successors-in-interest or assignees, their directors, officers, stockholders, and related interest, and any of their trust and fund managed accounts, under such terms and conditions as the Trustee may deem to be in the best interest of the Fund; and, any such other instruments as may be allowed under BSP regulations. Investment with related interests shall be in accordance with Subsection X410.12 (a) of the Manual of Regulations for Banks.
- (c) The principal investments of the Fund will be in money market instruments denominated in, but are not limited to, the following major currencies: U.S. Dollar, Euro, British Pound, Canadian Dollar, Australian Dollar, Swiss Franc, Danish Kroner, and Japanese Yen.
- (d) Bank deposits, BSP special deposit account or tradable debt instruments issued by the BSP.
- (e) Such other investments allowed under regulations issued by the BSP.