



BPI ASSET MANAGEMENT AND TRUST GROUP
BPI US EQUITY INDEX FEEDER FUND
KEY INFORMATION AND INVESTMENT DISCLOSURE STATEMENT
As of August 28, 2015

FUND FACTS

Classification:	Global Equity Feeder Fund	NAVPU:	USD 103.84
Launch Date:	August 5, 2014	Total Fund NAV (Mn):	USD 27.31
Minimum Investment:	USD 1,000.00	Dealing Day:	Daily up to 2:00 PM
Additional Investment:	USD 500.00	Redemption Settlement:	T+7 5:00 PM
Minimum Holding Period:	None	Early Redemption Charge:	None

FEES

Trustee Fees: 0.75%	Custodianship Fee: 0.013%	External Audit Fee: NA	Other Fees: 0.06%
BPI Asset Management	Bank of New York Mellon	Isla Lipana	Broker's Fee ⁶
As a percentage of average daily NAV for the quarter valued at USD 26.46 Million	Estimated Fee for 2014	First external audit of the Fund will be for the year ending 2014	

INVESTMENT OBJECTIVE AND STRATEGY

The Fund, operating as a Feeder Fund, aims to achieve for its Participants investment returns that track the total return of the S&P 500 Index, before fees and expenses. Pursuant to existing BSP rules and regulations, as a Feeder Fund, this Fund is mandated to invest at least 90% of its assets in a single collective investment scheme.

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 US Equity Index Feeder Fund is for investors who:

- Are at least classified as aggressive based on their risk profile.
- Have an investment horizon of more than five (5) years.

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.

Market/Price Risk: Investors are exposed to adverse changes in the prices of large cap US stocks which may be brought about by adverse market conditions, unfavorable company earnings and valuations, and negative developments in the political and economic conditions of countries where investee companies are domiciled.

Liquidity Risk: Investors are exposed to the risk of loss due to the target 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 participants in the market, low trading volumes, market disruptions, among others.

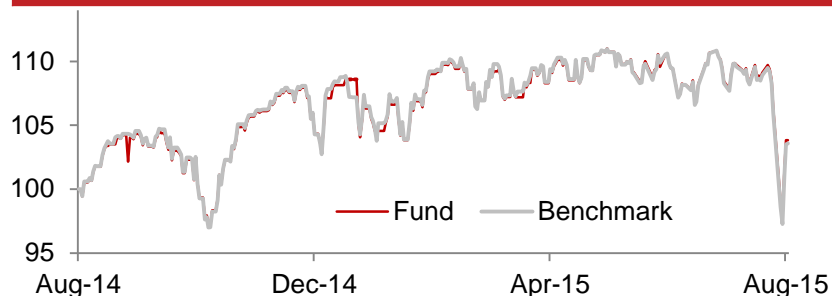
Country Risk: Investors are exposed to the risk of loss arising from negative developments in the political, economic and social conditions of countries, primarily the US, which may adversely affect the value of the feeder fund.

The Fund's investment outlets undergo proper screening and evaluation in accordance with the Trustee's accreditation process. 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 AUGUST 28, 2015

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

NAVPU GRAPH**CUMULATIVE PERFORMANCE (%)¹**

	1 mo	3 mos	6 mos	1YR	3YRS	S.I. ²
Fund	-5.35	-5.43	-5.11	-0.37	-	3.84
Benchmark	-5.46	-5.62	-5.49	-0.72	-	3.58

ANNUALIZED PERFORMANCE (%)¹

	1YR	2YRS	3YRS	4YRS	S.I. ²
Fund	-0.37	-	-	-	3.61
Benchmark	-0.72	-	-	-	3.36

CALENDAR YEAR PERFORMANCE (%)¹

	YTD	2014 ³	2013	2012	2011	2010
Fund	-4.38	8.60	-	-	-	-
Benchmark	-4.86	8.87	-	-	-	-

PORTFOLIO COMPOSITION

Allocation	% of Fund
Target fund	92.66
Cash and equivalents	7.34
Country Allocation (SPDR S&P 500 ETF Trust)	
United States	97.39
Ireland	1.28
United Kingdom	0.40
Switzerland	0.38
Singapore	0.19
Bermuda	0.06

RELATED PARTY TRANSACTIONS*

The Fund has no investments and trade transactions with Bank of the Philippine Islands, its subsidiaries and related parties. Investments in the said outlets were approved by the Trust Committee.

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

OTHER FUND FACTS

Fund Currency:	US Dollar	Trustee and Custodian:	State Street Bank & Trust Co.
Benchmark:	S&P 500 Index	Fund structure:	ETF (NYSE)
Name of Target Fund:	SPDR S&P ETF Trust	Inception Date:	January 22, 1993
Regulator:	SEC (US)	Total Expense Ratio:	0.0945%
Fund Manager:	State Street Global Advisors		

The Fund Performance Report and relevant information about the SPDR S&P500 ETF Trust can be viewed and downloaded through www.spdrs.com.

NAVPU over the past 12 months

Highest	111.01
Lowest	97.25

STATISTICS

Volatility, Since Inception (%) ⁴	14.93
Tracking Error (%) ⁵	0.35

¹Returns are net of fees.

²Since Inception.

³Performance from August to year-end 2014.

⁴Measures the degree to which the Fund fluctuates vis-à-vis its average return over a period of time.

⁵Measure of deviation between the Fund's return and benchmark returns. A lower number means the Fund's return is closely aligned with the benchmark.

⁶Cost of buying/selling of shares/units of the Target Fund through dealers/brokers.

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

TOP TEN HOLDINGS

Name	%
Apple Inc.	3.70
Microsoft Corp.	2.02
Exxon Mobil Corp.	1.78
Johnson & Johnson	1.50
General Electric Co.	1.44
Wells Fargo & Co.	1.42
Berkshire Hathaway Inc.	1.41
JPMorgan Chase & Co.	1.35
AT&T Inc.	1.16
Pfizer Inc.	1.14

OUTLOOK AND STRATEGY

Market Review. World equity markets declined in August as evidence of a further slowdown in China surfaced. Volatility levels reached levels not seen since 2011 during the European debt crisis as equity indices across the globe sold off, with emerging markets leading the declines as commodity prices slumped.

Late in August, the Chinese government announced that it would be allowing its currency to devalue further to support its slumping export market. This caused a sell-off which initially started with China, commodities and emerging markets but later spread to developed countries as well. The sell-off accelerated even further as China's flash PMI manufacturing numbers came out at 47.1, a further decline from the 47.8 print in July.

Despite the poor numbers from China, the US and Eurozone continue to show signs of a steady recovery. US 2Q GDP was up 3.7% versus market estimates of 2.3%, as consumer and household spending strengthened during the quarter. In the Eurozone, PMI composite rose to 54.1, better than the previous month's 53.9 print and better than market estimates of 53.8. However, 2Q GDP was quite disappointing coming out at 0.3%.

Fund Performance. The fund returned -5.35%, outperforming the benchmark by 11 basis points.

Fund Strategy. The Fund will continue to invest at least 90% of its assets in the target fund.

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 in a single index-tracker collective investment scheme whose investment objective is to provide investment results that track the performance of the S&P 500® Index ("Index") by holding a portfolio of the common stocks that are included in the Index with the weight of each stock in the Index; provided further that such CIS is approved or registered and supervised by a regulatory authority that is a member of the International Organization of Securities Commissions (IOSCO) and managed by reputable fund manager/s; provided further that the investment in the said collective investment scheme should at least be ninety percent (90%) of the total assets of the Fund. Such collective investment scheme must not have any investment exposure in other collective investment schemes.
- (b) 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.
- (c) 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 UX 410.12 (a) of the Manual of Regulations for Banks and Other Financial Institutions.
- (d) The principal investments of the Fund will be denominated in, but not limited to the U.S. Dollar.

INVESTMENT OBJECTIVE OF TARGET FUND

Track the performance of the S&P 500 Index composed of 500 predominantly large-capitalization US stocks.