



**BPI ASSET MANAGEMENT AND TRUST GROUP**  
**BPI GLOBAL PHILIPPINE FUND**  
**KEY INFORMATION AND INVESTMENT DISCLOSURE STATEMENT**  
As of April 30, 2015

**FUND FACTS**

<b>Classification:</b>	Medium Term Bond Fund	<b>Net Asset Value per Unit (NAVPU):</b>	USD 288.84
<b>Launch Date:</b>	August 30, 1994	<b>Total Fund NAV (Mn):</b>	USD 103.14
<b>Minimum Investment:</b>	USD 500.00	<b>Dealing Day:</b>	Daily up to 12:00NN
<b>Additional Investment:</b>	USD 200.00	<b>Redemption Settlement:</b>	Day 1 End-of Day
<b>Minimum Holding Period:</b>	None	<b>Early Redemption Charge:</b>	None

**FEES\***

<b>Trustee Fees:</b> 1.0000%	<b>Custodianship Fees:</b> 0.0125%	<b>External Auditor Fees:</b> 0.0001%
BPI Asset Management	HSBC	Isla Lipana
As a percentage of average daily NAV for the quarter valued at USD 98.65 Million	Billings received in 2014 divided by the average daily NAV	

**INVESTMENT OBJECTIVE AND STRATEGY**

The Fund intends to achieve capital appreciation and income by investing in a diversified portfolio of foreign currency-denominated fixed income instruments issued by the Philippine government and by Philippine corporations and financial institutions. The Fund aims to provide excess return over the composite benchmark, 50% return of the 3-month U.S. Treasury Bill and 50% JP Morgan Asia Credit Philippines Total Return Index.

**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 Global Philippine Fund is suitable only for investors who:

- Are at least classified as moderately conservative based on their risk profile
- Take medium- to long-term views

**KEY RISKS AND RISK MANAGEMENT**

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

<b>Market/Price Risk:</b>	Possibility to experience losses due to adverse changes in market prices of securities.
<b>Liquidity Risk:</b>	Possibility to experience losses due to the fund's inability to convert assets into cash immediately or in instances where conversion to cash is possible but at a highly disadvantageous price.
<b>Related Party Risk:</b>	Risk of any actual or potential conflicts of interest in handling of related party transactions.
<b>Foreign Exchange Risk:</b>	Possibility to experience losses due to fluctuations in foreign exchange rates

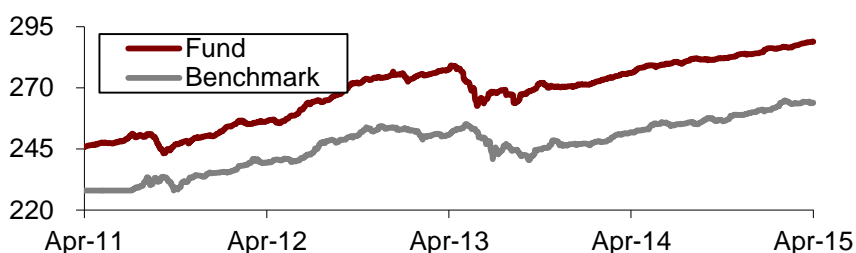
In accordance with the provisions in the Declaration of Trust, the Fund employs a risk management policy based on duration. The Fund may also use financial derivatives to hedge the portfolio against market and credit risks

- **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 APRIL 30, 2015

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

### NAVPU GRAPH



### NAVPU over the past 12 months

Highest	288.96
Lowest	276.21

### STATISTICS

Weighted Ave Duration (Yrs)	2.80
Volatility, Past 5 Years (%) <sup>2</sup>	1.99
Sharpe Ratio <sup>3</sup>	5.30
Information Ratio <sup>4</sup>	-0.68
Port. Weighted Yield to Maturity (%)	2.84
Current Number of Holdings	71
Average Credit Rating (Moody's/S&P)	Baa2/BBB

### CUMULATIVE PERFORMANCE (%)<sup>1</sup>

	1 mo	3 mos	6 mos	1 YR	3 YRS
<b>Fund</b>	<b>0.47</b>	<b>0.90</b>	<b>2.40</b>	<b>4.57</b>	<b>12.67</b>
<b>Benchmark</b>	0.42	0.68	2.94	5.29	10.83

### ANNUALIZED PERFORMANCE (%)<sup>1</sup>

	1 YR	2 YRS	3 YRS	4 YRS	5 YRS
<b>Fund</b>	<b>4.57</b>	<b>1.98</b>	<b>4.06</b>	<b>4.11</b>	<b>4.16</b>
<b>Benchmark</b>	5.29	2.35	3.49	3.97	3.19

### CALENDAR YEAR PERFORMANCE (%)<sup>1</sup>

	YTD	2014	2013	2012	2011	2010
<b>Fund</b>	<b>1.74</b>	<b>4.90</b>	<b>-1.46</b>	<b>9.75</b>	<b>2.15</b>	<b>6.62</b>
<b>Benchmark</b>	2.07	5.60	-2.51	7.66	3.33	0.13

### PORTFOLIO COMPOSITION

Allocation	% of Fund
Government	17.73
Corporates	39.40
Cash and Other Receivables	42.88

#### Top Fixed Income Sectors

Cash and less than 1 year	45.40
Between 1 and 3 years	11.05
Between 3 and 5 years	11.13
Between 5 and 7 years	16.08
Between 7 and 10 years	13.77
More than 10 years	2.58

#### Portfolio Weightings

Philippine Corporate Bonds	39.40
Philippine Sovereign Bonds	17.73

### TOP TEN HOLDINGS

Name	Maturity	%
First Pac. Co. Ltd. Bond	9/28/2020	5.65
Energy Dev't Corp. Bond	1/20/2021	4.19
ICTSI Bond	3/17/2020	3.99
SMIC Dollar Bond	6/10/2024	3.91
RoP Bond	6/17/2019	3.78
DBP Bond	3/25/2021	3.42
MBTC Perp. Bond	2/15/2016	3.01
DBP Perpetual Bond	9/15/2016	2.80
RoP Bond	1/21/2024	2.71
RCBC Perpetual Bond	10/27/2016	2.59

### 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 - USD 13.35 Million  
 International Container Terminal Services, Inc. – USD 5.08 million  
 Petron Corporation – USD 50.87 million  
 Philippine Long Distance Telephone Company – USD 0.61 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.

<sup>1</sup>Returns are net of fees.

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

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

<sup>4</sup>Measures 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.

## OUTLOOK AND STRATEGY

**Market Review.** The JP Morgan Chase Asia Total Return Philippine Bond Index gained by 0.84% in April. Average prices of Philippines dollar denominated bonds were flat during the month while the ten-year US Treasury inched up by eleven basis points.

In its last policy meeting, the US Federal Reserve reiterated their belief that growth in the US will pick up moving forward and that inflation will reach their 2 percent target over time. Policy makers also repeated that data supporting the US economy will drive their decisions regarding the benchmark rates.

Global growth remains a worry as major emerging markets continue to try to stimulate their economies. The People's Bank of China, reduced the minimum reserve requirements for commercial banks in China during the month of April. The minimum reserve requirement was reduced by 100 basis point to 18.5%. The Russian central bank cut its benchmark rate by 150 basis points to 12.5% in a move to help stimulate the economy while sighting that the threat of inflation had eased. The ruble rose to as high as 49 to the dollar in April from 57 at the beginning of the month and 60 at the start of the year.

**Fund Performance.** The fund gained by 0.47% in April, outperforming the benchmark by 5 basis points. It underperforms the benchmark on a year-to-date basis by 33 basis points with a return of 1.74%.

**Fund Strategy.** Moving forward, we look to maintain the Fund's underweight duration in light of the continued reduction in stimulus by the US Federal Reserve.

## 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) Tradable fixed-income instruments issued or guaranteed by the Philippine government or the BSP; tradable fixed-income instruments issued by 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 investment outlets/ categories as the BSP may allow.
- (b) Tradable fixed-income securities 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.
- (c) The principal investments of the Fund will be in fixed-income 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 and such other investments allowed under regulations issued by the BSP.