



**BPI ASSET MANAGEMENT AND TRUST GROUP
PHILIPPINE DOLLAR BOND INDEX FUND
KEY INFORMATION AND INVESTMENT DISCLOSURE STATEMENT
As of July 31, 2015**

FUND FACTS

Classification:	Index Tracker Bond Fund	Net Asset Value per Unit (NAVPU):	USD 195.00
Launch Date:	December 31, 2006	Total Fund NAV (Mn):	USD 31.11
Minimum Investment:	USD 500.00	Dealing Day:	Daily up to 12:00PM
Additional Investment:	USD 200.00	Redemption Settlement:	T+0 End-of-Day
Minimum Holding Period:	None	Early Redemption Charge:	None

FEES*

Trust Fees: 0.25%	Custodianship Fees: 0.0055%	External Auditor Fees: 0.013%	Other Fees: 0.00%
BPI Asset Management	HSBC	Isla Lipana	None

*As a percentage of average daily NAV for the quarter valued at USD 30.41 Million

*Billings received in 2014 divided by the average daily NAV

*Billings received in 2013 divided by the average daily NAV

INVESTMENT OBJECTIVE AND STRATEGY

The Fund aims to achieve investment returns that closely track the total return of a U.S. dollar-denominated index, the JP Morgan Asia Credit Philippines Total Return Index, before fees and taxes, by investing in a diversified portfolio of Philippine sovereign and corporate fixed income instruments.

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 Philippine Dollar Bond Index Fund is suitable only for investors who:

- Are at least classified as aggressive based on their risk profile
- Have an investment horizon of at least 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: Possibility to experience losses due to adverse changes in market prices of securities.

Liquidity Risk: 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.

Related Party Risk: Risk of any actual or potential conflicts of interest in handling of related party transactions.

Foreign Exchange Risk: Possibility to experience losses due to fluctuations in foreign exchange rates

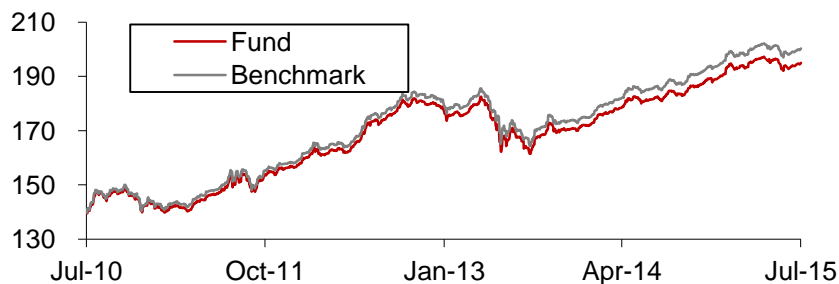
- **THE UIT FUND IS NOT A DEPOSIT AND IS NOT INSURED BY THE PHILIPPINE DEPOSIT INSURANCE CORP. (PDIC).**
- **RETURNS CANNOT BE GUARANTEED AND HISTORICAL NAVPU IS FOR ILLUSTRATION OF NAVPU MOVEMENTS/ FLUCTUATIONS ONLY.**
- **WHEN REDEEMING, THE PROCEEDS MAY BE WORTH LESS THAN THE ORIGINAL INVESTMENT AND 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.**

For more information, you can contact us at 845-5218/5755/5799 or 816-9252/9606/9032, email us at bpi_asset_management@bpi.com.ph or visit our website, www.bpiassetmanagement.com.

FUND PERFORMANCE AND STATISTICS AS OF JULY 31, 2015

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

NAVPU GRAPH



CUMULATIVE PERFORMANCE (%) ¹

	1 mo	3 mo	6 mo	1YR	3YRS	S.I. ⁴
Fund	1.08	-0.89	0.26	6.84	12.48	95.00
Benchmark	1.08	-0.73	0.62	7.47	13.98	101.39

ANNUALIZED PERFORMANCE (%) ¹

	1YR	2YRS	3YRS	4YRS	5YRS	S.I. ⁴
Fund	6.84	7.43	4.00	6.58	6.90	8.09
Benchmark	7.47	8.18	4.46	6.98	7.46	8.50

CALENDAR YEAR PERFORMANCE (%) ¹

	YTD	2014	2013	2012	2011	2010
Fund	3.16	10.75	-5.23	15.09	9.91	13.40
Benchmark	3.42	11.47	-5.10	15.79	10.44	13.78

PORTFOLIO COMPOSITION

Allocation	% of Fund
Government	68.53
Corporates	29.45
Cash and Other Receivables	2.02

Maturity Profile

Cash and Less than 1 Year	2.02
Between 1 and 3 Years	9.32
Between 3 and 5 Years	19.32
Between 5 and 7 Years	7.24
Between 7 and 10 Years	22.20
More than 10 Years	39.89

NAVPU over the past 12 months

Highest	197.21
Lowest	180.99

STATISTICS

Weighted Ave Duration (Yrs)	7.27
Volatility, Past 1 Year (%) ³	2.94
Sharpe Ratio ⁴	2.32
Information Ratio ⁵	Not Applicable
Port. Weighted Yield to Maturity (%)	3.40
Current Number of Holdings	49
Tracking Error (3-Yr) ⁶	1.05
Average Credit Rating (Moody's/S&P)	Baa2/BBB

¹Returns are net of fees.

²Since Inception as an Investment Management Arrangement (IMA) on April 26, 2005

³Measures the degree to which the Fund fluctuates vis-à-vis its average return over a period of time.

⁴Used to characterize how well the return of a Fund compensates the investor for the level of risk taken. The higher the number, the better.

⁵Measures reward-to-risk efficiency of the portfolio relative to the benchmark. The higher the number, the higher the reward per unit of risk.

⁶Measure of deviation between the Fund's return and benchmark returns. A lower number means the Fund's return is closely aligned with the benchmark.

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

TOP TEN HOLDINGS

Name		% of Fund
RoP Bonds	2/2/2030	8.74
RoP Bonds	10/23/2034	8.62
RoP Bonds	1/14/2031	6.75
RoP Bonds	3/16/2025	6.61
RoP Bonds	1/21/2024	5.13
RoP Bonds	1/20/2040	4.95
RoP Bonds	1/15/2021	4.60
RoP Bonds	6/17/2019	4.31
RoP Bonds	1/13/2037	3.90
RoP Bonds	1/15/2032	3.87

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 – USD150,000
 First Gen Corporation – USD211,978
 International Container Services, Inc. – USD713,629
 Petron Corporation – USD529,375
 Philippine Long Distance Telephone Company – USD131,626

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 increased by 1.08% in July. Average yields of Philippine dollar denominated bonds decreased by 8 basis points. Bond greater than ten years outperformed, declining by an average of 12 basis points.

The US Federal Reserve has signified that the US economy remains on track and that a tightening in monetary policy may be appropriate in the coming months. Greece has acceded to demands by its creditor averting a potential default.

Despite the hawkish tone of the FED and alleviation of Greek default risk, demand for safe haven assets increased given renewed concerns on China and continuing decline of commodity prices.

Fund Performance. The Fund gained 1.08% for the month matching its benchmark.

Fund Strategy. The Fund will continue to closely track changes to the JPMorgan Asia Credit Total Return Index. Investors in a bond fund must be prepared to withstand volatility as higher investment value is typically achieved over the medium to long term.

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 long term 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.