

FUND FACTS

| | | | |
|--------------------------------|--------------------------------|---------------------------------|--------------------|
| Classification: | Money Market Fund ¹ | NAVPU: | Php 286.03 |
| Launch Date: | August 1, 2013 | Total Fund NAV (Mn): | Php 39,633.31 |
| Minimum Investment: | Php 10,000.00 | Dealing Day: | Daily up to 2:00PM |
| Additional Investment: | Php 1,000.00 | Redemption Settlement: | T+0 End-of-Day |
| Minimum Holding Period: | None | Early Redemption Charge: | None |

FEES*

Trustee Fees: 0.0410%* **Custodianship Fees:** 0.0010%** **External Auditor Fees:** 0.00%*** **Other Fees:** 0.00%
0.50% per annum

BPI Wealth HSBC Isla Lipana None

*Monthly rate: billings received for June 2024 divided by the average daily NAV for the same month valued at PHP39,084.36 Mn
 **Monthly rate: billings received for May 2024 divided by the average daily NAV for the same month valued at PHP39,029.04 Mn
 ***Billing is received at the last quarter of the year

INVESTMENT OBJECTIVE AND STRATEGY

The Fund aims to achieve liquidity and stable income derived from a diversified portfolio of primarily short-term fixed income instruments. The Fund aims to provide excess return over the return of the 91-day Philippine Treasury Bill, net of tax.

CLIENT SUITABILITY

A client profiling process shall 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 Money Market Fund is suitable only for investors who:

- Are at least classified as moderately conservative based on their risk profile
- Have an investment horizon of at least 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 domestic 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 in interest rates include adverse market conditions, issuer-specific factors/events and/or negative developments in domestic political and economic conditions.

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.

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 domestic political and economic conditions.

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.

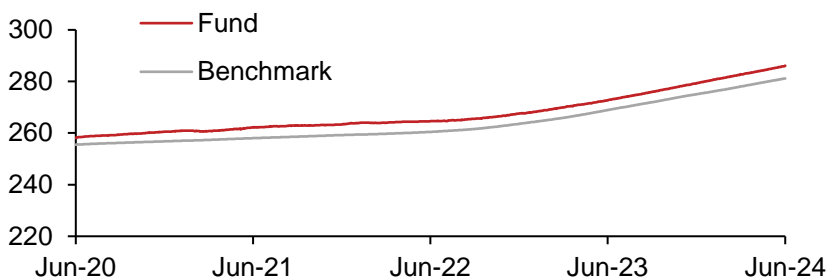
In accordance with the provisions in the Declaration of Trust, the Fund employs a risk management policy based on duration. The Fund may also use financial derivatives to hedge the portfolio against market and credit risks.

- **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 SHALL 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.**
- **THIS PRODUCT CANNOT BE SOLD TO YOU UNLESS ITS BENEFITS AND RISKS HAVE BEEN THOROUGHLY EXPLAINED. IF YOU DO NOT FULLY UNDERSTAND THIS PRODUCT, DO NOT PURCHASE OR INVEST IN IT.**

FUND PERFORMANCE AND STATISTICS AS OF JUNE 28, 2024

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

NAVPU GRAPH



*Benchmark is the 91-day Philippine Treasury Bill, net of tax

NAVPU over the past 12 months

| | |
|---------|--------|
| Lowest | 272.87 |
| Highest | 286.03 |

STATISTICS

| | |
|--|------|
| Weighted Ave Duration (Yrs.) | 0.09 |
| Volatility, Past 1 Year (%) ³ | 0.22 |
| Sharpe Ratio ⁴ | 1.40 |
| Information Ratio ⁵ | 1.13 |
| Portfolio Weighted Yield to Maturity (%) | 4.17 |
| Current Number of Holdings | 29 |

CUMULATIVE PERFORMANCE (%)¹

| | 1 mo. | 3 mos. | 6 mos. | 1YR | 3YRS | S.I. ² |
|------------------|-------------|-------------|-------------|-------------|-------------|-------------------|
| Fund | 0.37 | 1.19 | 2.38 | 4.85 | 9.05 | 30.24 |
| Benchmark | 0.34 | 1.16 | 2.23 | 4.55 | 8.97 | 26.10 |

ANNUALIZED PERFORMANCE (%)¹

| | 1 YR | 2 YRS | 3 YRS | 4 YRS | 5 YRS | S.I. ² |
|------------------|-------------|-------------|-------------|-------------|-------------|-------------------|
| Fund | 4.85 | 3.97 | 2.93 | 2.59 | 2.80 | 2.45 |
| Benchmark | 4.55 | 3.90 | 2.91 | 2.42 | 2.45 | 2.15 |

CALENDAR YEAR PERFORMANCE (%)¹

| | YTD | 2023 | 2022 | 2021 | 2020 | 2019 |
|------------------|-------------|-------------|-------------|-------------|-------------|-------------|
| Fund | 2.38 | 4.40 | 1.57 | 1.15 | 2.68 | 4.36 |
| Benchmark | 2.23 | 4.34 | 1.68 | 0.95 | 1.68 | 3.55 |

¹ Returns are net of fees.

² Since Inception

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

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

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

⁶ Includes accrued income, investment securities purchased, accrued expenses, etc.

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

PORTFOLIO COMPOSITION

| Allocation | % of Fund |
|--|-----------|
| Government | 85.83 |
| Corporates | - |
| Cash | 0.05 |
| Time deposits and money market | 13.96 |
| Other receivables - net of liabilities | 0.16 |
| Maturity Profile | |
| Cash and less than 1 year | 99.90 |
| Between 1 and 3 years | 0.10 |
| Between 3 and 5 years | - |
| Between 5 and 7 years | - |
| Between 7 and 10 years | - |
| More than 10 years | - |
| Portfolio Weightings | |
| Philippine Corporate Bonds | - |
| Philippine Sovereign Bonds | 85.83 |

TOP TEN HOLDINGS

| Name | Maturity | % of Fund |
|--------------|------------|-----------|
| BSP Bills | 07/30/2024 | 11.31 |
| BSP Bills | 08/06/2024 | 11.29 |
| BSP Bills | 08/20/2024 | 11.27 |
| BSP Bills | 07/02/2024 | 10.09 |
| BSP Bills | 07/23/2024 | 10.06 |
| BSP Bills | 08/13/2024 | 9.28 |
| BSP Bills | 07/09/2024 | 8.82 |
| BSP Bills | 07/16/2024 | 5.04 |
| BSP Bills | 07/16/2024 | 3.27 |
| Time Deposit | | 2.90 |

RELATED PARTY TRANSACTIONS*

The Fund has investments and trade transactions with BPI Wealth - A Trust Corporation ("BPI Wealth"):

Bank of the Philippine Islands - PHP 881.00 Million

Investments in the said outlets were approved by the BPI Wealth's Board of Directors. 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 Wealth's internal policy

OUTLOOK AND STRATEGY

Market Review. The BPI Money Market Index returned 0.38% in June, while short-term government yield movements were flat compared to previous month's level. Average daily trading volume for the month amounted to Php20.86 billion, lower than May's Php23.86 billion with trades mostly seen on the belly of the curve.

The Bureau of the Treasury (BTr) held four Treasury Bill auctions in June. During the last T-Bill auction of the month, the 91-day, 182-day, and 364-day papers were fully awarded at average yields of 5.666%, 5.930%, and 6.031%, respectively. The average weekly offering of BSP Bills for June fell to Php97.5 billion for the 28-day paper and the 56-day paper fell to Php60 billion. Over the course of June, a total of Php596 billion worth of 28- and 56-day BSP Bills were issued at weighted average yields of 6.675% and 6.665%, respectively. The Bureau of Treasury (BTr) announced its borrowing program for the third quarter of 2024, with weekly Treasury bill offers increased to PHP 20 billion. The BTr plans to issue more tenors for the quarter, offering PHP 30 billion each for the 3-, 5-, 7-, and 10- year while the 14- and 20-year Treasury bond offers were reduced to PHP 25 billion.

In the local space, May headline inflation accelerated for the fourth straight month by 3.9% year-on-year from the previous month's 3.8%. The main drivers of inflation included housing, water, electricity, and gas while rice prices saw a deceleration from the previous figure of 23.9% to 23%. In an effort to curb elevated rice prices, the National Economic Development Authority (NEDA) Board approved the new Comprehensive tariff program which reduces tariff rates for rice imports alongside other essential commodities effective until 2028. The Bangko Sentral ng Pilipinas (BSP) held its policy rate steady at 6.5% during their Monetary Board meeting in June. Despite the weakening Peso, BSP Governor Eli Remolona had dovish remarks on the possibility of an August rate cut, which is ahead of the market expectations of the Federal Reserve to begin easing in September. The BSP revised both its 2024 and 2025 inflation forecast to 3.1% from 3.8% and 3.7%, respectively.

Fund Performance. The Fund returned 0.37% during the month, outperforming the benchmark by 3 basis points.

Fund Strategy. The Fund favors the safety of shorter-dated securities and time deposits. Expectations of interest rates staying elevated may help maintain current portfolio yield.

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 Corps; 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) Collective investment vehicles managed by reputable fund managers the investment objectives and policies of which are generally consistent with those of the Fund, subject to then existing BSP regulations.
- d) Bank deposits and such other investments allowed under regulations issued by the BSP.

The Fund may invest in allowed Bangko Sentral Securities Facilities (BSP-SF) as one of its approved investment outlets. Pursuant to Section 601-Q of the Manual of Regulations for Non-Bank Financial Institutions, as amended, participations to UITFs with exposure to BSP-SF shall be limited to **Philippine individual and corporate residents only**.

Where it is deemed that the identified non-Philippine resident participants' investments violate applicable regulations, BPI Wealth shall immediately redeem the investment.

BPI Wealth is a subsidiary of the Bank of the Philippine Islands. For inquiries and comments, please send us a message through <https://www.bpi.com.ph/contactus> or call our 24-hour BPI Contact Center at (+632) 889 10000.

BPI Wealth as Trustee/Investment Manager is regulated by the Bangko Sentral ng Pilipinas. <https://www.bsp.gov.ph>