

PBCOM PHP MONEY MARKET FUND

KEY INFORMATION & INVESTMENT DISCLOSURE STATEMENT | Mar 2023

FUND FACTS

Classification: Money Market Fund
Launch Date: August 4, 2005
Minimum Investment: PHP 5,000.00
Additional Investment: PHP 1,000.00
Minimum Holding Period: 30 calendar days

Net Asset Value per Unit (NAVPU): 159.4405
Total Fund NAV: PHP 69.255 Million
Dealing Cut-Off: 11:00 AM
Redemption Settlement: 1 banking day (T+1)
Early Redemption Charge: 0.125% of Redemption Value

FEES

Trust fees: 0.50% p.a.
PBCOM Trust & Wealth
Management Group

External auditor fees*: 0.06% p.a.
SGV & Co.

Third party custodian fees*: 0.002% p.a.
Deutsche Bank

*Calculated based on the total annual fees for the previous year divided by the average monthly NAV of the previous year.

INVESTMENT OBJECTIVE AND STRATEGY

The Fund is a Philippine Peso denominated Unit Investment Trust Fund (UITF) which aims to provide its participants an alternative outlet that offers earnings and liquidity. Investments will be primarily in various short-term fixed income instruments like bonds and deposits with an average portfolio duration of less than one year.

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 PBCOM PHP Money Market Fund is suitable **only** for investors who:

- Have a conservative risk profile
- Have a short term horizon
- Who seek safe and liquid investments with yields higher than savings and time deposits

KEY RISK 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.** This is the possibility for an investor to experience losses due to changes in interest rates. The purchase and sale of a debt instrument may result in profit or loss because the value of a debt instrument changes inversely with prevailing interest rates.
- **Market/Price Risk.** This is the possibility for an investor to experience losses due to changes in market prices of securities (e.g., bonds and equities). It is the exposure to the uncertain market value of a portfolio due to price fluctuations.
- **Liquidity Risk.** This is the possibility for an investor to experience losses due to the inability to sell or convert assets into cash immediately or in instances where conversion to cash is possible but at a loss. These may be caused by different reasons such as trading in securities with small or few outstanding issues, absence of buyers, limited buy/sell activity or underdeveloped capital market.
- **Credit/Default Risks.** This is the possibility for an investor to experience losses due to a borrower's failure to pay principal and/or interest in a timely manner on instruments such as bonds, loans, or other form of security which the borrower issued.
- **Reinvestment Risks.** This is the risk associated with the possibility of having lower returns or earnings when maturing funds or the interest earnings of funds are reinvested.
- **Foreign Exchange Risks.** This is the possibility for an investor to experience losses due to fluctuations in foreign exchange rates. The exchange rates depend upon a variety of global and local factors, e.g., interest rates, economic performance, and political developments.
- **Country Risks.** This is the possibility for an investor to experience losses arising from investments in securities issued by/ in foreign countries due to the political, economic and social structures of such countries.
- **Regulatory Risks.** Changes in laws and regulations that could adversely affect the value and return of the investment.
- **Other Risks.** This is the risk of potential conflict of interest in a related party transaction.

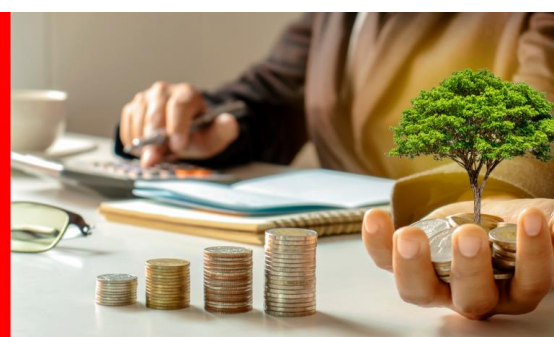
◆ THE UIT FUND IS NOT A DEPOSIT AND IS NOT INSURED BY THE PHILIPPINE DEPOSIT INSURANCE CORPORATION (PDIC)
◆ RETURNS CANNOT BE GUARANTEED AND HISTORICAL NAVPU IS FOR ILLUSTRATION OF NAVPU MOVEMENTS/FLUCTUATIONS ONLY
◆ WHEN REDEEMING, THE PROCEEDS MAY BE WORTH LESS THAN THE ORIGINAL INVESTMENT AND ANY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



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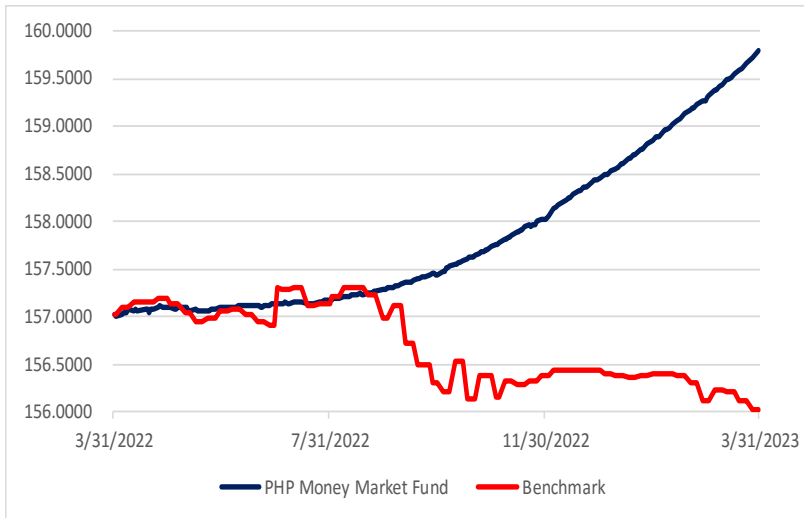
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FUND PERFORMANCE AND STATISTICS *(Purely for reference purposes and not a guarantee if future results)*

NAVPU Graph (Fund's NAVPU vs Benchmark)



NAVPU over the past 12 months

	Date	NAVPU
Highest	March 31, 2023	159.4405
Lowest	April 01, 2022	156.6675

Statistics

Weighted Ave. Duration	0.031498
Volatility, Past 1 Year*	0.39%
Sharpe Ratio**	0.05%
Information Ratio***	0.35158

*Volatility measures the degree to which the Fund fluctuates vis-à-vis its average return over a period of time.

**Sharpe ratio is 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.

***Information ratio measures reward-to-risk efficiency of the portfolio relative to the benchmark. The higher the number, the higher the reward per unit of risk.

Cumulative Performance¹

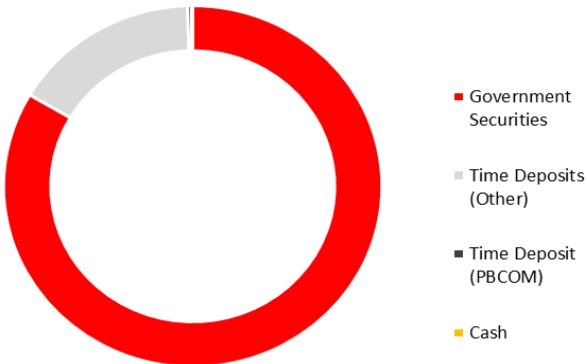
Period	1 mo	3 mos	6 mos	1 yr	3 yrs	YTD	Since Inception
Fund²	0.33%	0.83%	1.49%	1.77%	3.15%	1.76%	59.44%
Benchmark³	0.07%	-0.26%	-0.19%	-0.89%	-0.24%	-0.26%	0.11%

¹Rates shown are absolute. ²Net of 0.50% Trust Fees. Past Performance is not indicative of future returns

³Benchmark is 91-day Treasury bill

PORTFOLIO MIX

Composition



Maturity Profile



RELATED PARTY TRANSACTIONS

The Fund has deposits with the Bank Proper amounting to PHP 297,138.04 which was approved by the Trust Committee. Likewise, all related parties transactions are conducted on an arm's length basis.

PROSPECTIVE INVESTMENTS

The following are among the Fund's approved investment outlets where the Trustee intends to invest in depending on its availability or other market driven circumstances: Government Securities, Time Deposits.

MARKET UPDATE

Last month, the Federal Reserve raised the policy rate by 25 basis points at the Fed's March 22 meeting, with the possibility for a pause suggesting the end of the hiking cycle campaign. This is a sharp turnaround from the hawkish expectations that prevailed earlier this month. This should bolster global market sentiment, given a possible pivot play as early as June. Federal Reserve would likely curb its aggressive rate hike trajectory to avoid aggravating financial system fallout following the failures of Silicon Valley Bank. Eventually, jitters over the US and European banking sectors started to subside, with some investors now batting for a pause in the US interest rate hike cycle from the Fed. On the local front, BSP hiked the policy rate by 25bps to 6.25% as February inflation remained elevated at 8.6%. Month-on-month, the PSEi slipped 0.9% to 6,499.68. Busy session last March 31, as GS yields traded lower on expectations that March inflation may ease to 7.4 to 8.2%.

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