

UnionBank Trust and Investment Services Group

UBP Large Capitalization Philippine Equity Portfolio

as of July 29, 2011

Investment Objective

The UnionBank Large Capitalization Philippine Equity Portfolio is a peso-denominated fund that seeks long-term capital growth by investing in a diversified portfolio of primarily large capitalization stocks listed in the Philippine Stock Exchange.

Fund Performance

Calendar Absolute Returns*	Large Cap	PSEi Index
YTD	7.03%	7.20%
2010	109.32%	37.62%
2009	85.00%	62.99%
2008	-44.93%	-48.29%
2007	23.49%	21.43%
2006	51.40%	42.29%
Cumulative Annualized Returns*	Large Cap	PSEi Index
3 Years	42.16%	20.49%
5 Years	29.56%	13.51%

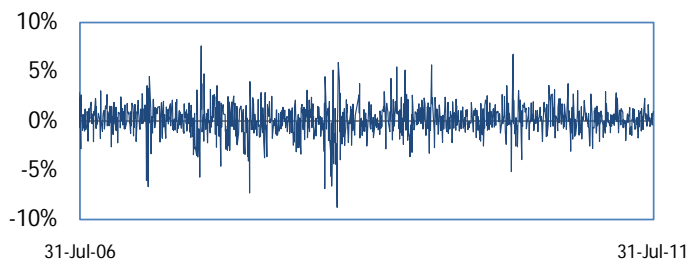
*Returns are reported net of fees.

Net Asset Value, end-of-period:	Php 1.155Billion
Bid NAV Per Unit (NAVpu)	Php 454.607013
Offer NAV Per Unit (NAVpu)	Php 461.427011

Net Asset Value per Unit



Daily Percentage Change of NAVpu



Risk Characteristics:

One day VAR at 3σ:	3.08%
Volatility, Past 360 Days:	19.42%
PSEi Index, Volatility Past 360 days:	15.80%
Sharpe Ratio (Risk Free Rate = 3.68%):	2.62

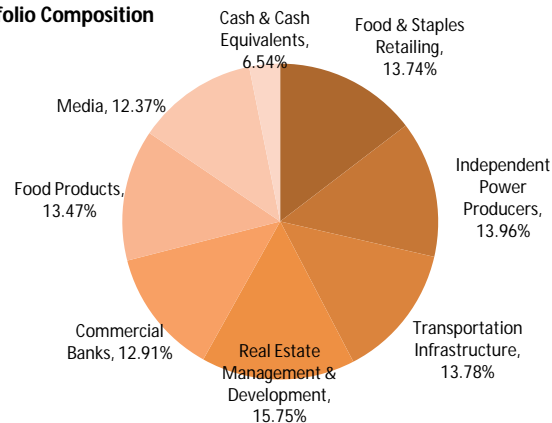
Volatility is a measure of fluctuation of the NAVpu. Higher volatility means higher potential for gains or loss. Duration measures the sensitivity of the portfolio to interest rate movements. The higher the duration, the more the NAVpu will change with interest rate fluctuation. The Sharpe Ratio is a measure of risk-adjusted return. The higher the Sharpe, the higher the return per unit of risk. Risk-free rate used to compute the Sharpe ratio is the 1yr TBILL rate.

Fund Manager's Report

The Philippine Stock Exchange Index rose 152 points or 3.49 percent month-on-month to close at 4503.63. The market was buoyed by significant developments by the debt problems in peripheral Europe and by the debt ceiling issues in the United States. Risk aversion was somewhat eased by the second bail-out package granted to Greece. The agreement to raise the US debt ceiling and to cut spending calmed the market and spurred buying.

Decreased government spending contributed to bullish sentiments on the market. The country's economic fundamentals remain strong and resilient against global pressures. Economic growth is forecasted to grow at 5.4 percent in 2011 and then 5.8 percent in 2012. The 2011 budget deficit on the other hand is expected to stay manageable at around 2 to 3 percent of GDP.

Portfolio Composition



Top 5 Holdings

Megaworld	15.75%
Alliance Global	14.61%
First Gen Corp	13.96%
ICTSI	13.78%
Universal Robina Corporation	13.47%

Fund Facts

Classification:	Long-term Philippine Equity Fund
Launch Date:	March 01, 2005
Client Suitability:	Moderately aggressive risk to Aggressive risk tolerance
Base currency:	Philippine Peso
Initial Investment:	Php 100,000
Minimum Additional Investment:	Not Applicable
Minimum Holding Period:	90 calendar days
Settlement Period:	Four (4) Banking days after initial notice
Early Redemption Charge:	0.25% or Php 500 whichever is higher
Trust Fees:	2% per annum
Custodianship Fees:	0.02% per annum
Applicable Tax:	20% on interest income 0.5% on equity sales
Custodian:	HSBC, Ltd Philippines
External Auditor:	Punong-bayan & Araullo
Dealing Time:	Daily up to 12noon
Available Thru:	Unionbank of the Philippines branches
Bloomberg Ticker:	IFDLCP

* All fees are accrued daily against the fund's total market value.

Complete list of holdings available upon request

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