

## UNIONBANK OF THE PHILIPPINES

**UNIONBANK PESO SHORT TERM FIXED INCOME PORTFOLIO**  
**KEY INFORMATION AND INVESTMENT DISCLOSURE STATEMENT**  
 May 31, 2015

**FUND FACTS**

<b>Classification:</b>	Short-term Money Market Fund	<b>Net Asset Value per Unit (NAVPU):</b>	Php 131.63584271
<b>Launch Date:</b>	February 8, 2006	<b>Total Fund NAV:</b>	Php 635,021,810.48
<b>Minimum Investment:</b>	Not Applicable	<b>Dealing Day:</b>	Daily up to 12 noon
<b>Additional Investment:</b>	Not Applicable	<b>Redemption Settlement:</b>	One (1) Banking day after initial notice
<b>Minimum Holding Period:</b>	Not Applicable	<b>Early Redemption Charge:</b>	Not Applicable; Service Fee of Php 100 per withdrawal

**FEES\*** Special Reimbursable Expenses, if any

Trustee Fees <sup>1</sup> : 1% per annum; 0.25% for the quarter	Custodianship Fees <sup>1</sup> : 0.0012% for the quarter  <b>HSBC, Ltd Philippines</b>	External Auditor Fees <sup>1</sup> : 0.019% for the quarter  <b>Punongbayan and Araullo</b>
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\*As a percentage of daily NAV.

**INVESTMENT OBJECTIVE AND STRATEGY** *The UnionBank Peso Short Term Fixed Income Portfolio is a peso-denominated fund that seeks to preserve capital with enhanced yields by investing in a diversified portfolio of investment-grade short-term deposits and highly liquid 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 *UnionBank Peso Short Term Fixed Income Portfolio* is suitable only for investors who:
  - Participation in the Fund shall be open to all individuals of legal age and corporations with a medium to long-term investment horizon with a *moderately conservative risk tolerance* profile. Every participant shall be subjected to a Client Suitability Assessment.

**KEY RISKS AND RISK MANAGEMENT**

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

Some of the key risks associated with this Fund are listed below:

- **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

The Fund's investment outlets undergo proper screening and evaluation in accordance with the Trustee's accreditation process and minimum regulatory requirements. Regulatory exposure limits and asset allocation ranges as provided in the Fund's Plan Rules are strictly adhered to and monitored on a regular basis.

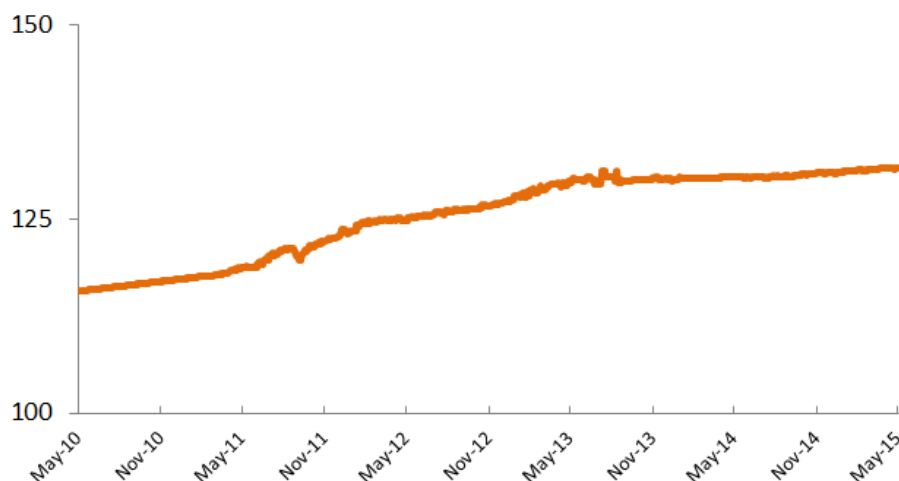
- ❖ THE UIT FUND IS NOT A DEPOSIT AND IS NOT INSURED BY THE PHILIPPINE DEPOSIT INSURANCE CORPORATION (PDIC)
- ❖ RETURNS CANNOT BE GUARANTEED AND HISTORICAL NAVPU IS FOR ILLUSTRATION OF NAVPU MOVEMENTS/FLUCTUATIONS ONLY
- ❖ WHEN REDEEMING, THE PROCEEDS MAY BE WORTH LESS THAN THE ORIGINAL INVESTMENT AND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

<sup>1</sup> All fees are accrued daily against the fund's total market value

## FUND PERFORMANCE AND STATISTICS AS OF May 31, 2015

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

### NAVPu Graph



### Fund Performance Vs. Benchmark (%)

Period	Cumulative Return						Annualized Return	
	1mos	3mos	6mos	YTD	YOY	3yrs	3yrs	5yrs
Fund	0.08%	0.26%	0.56%	0.50%	0.94%	5.43%	1.78%	2.62%
Benchmark	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A

### NAVPu over the past 12months

Highest	131.6410807
Lowest	130.2925620

### Statistics

Weighted Ave. Duration	0.3969
Volatility, Past 1 Year *	1.62%
Shape Ratio**	-0.04
Information Ratio***	N/A

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

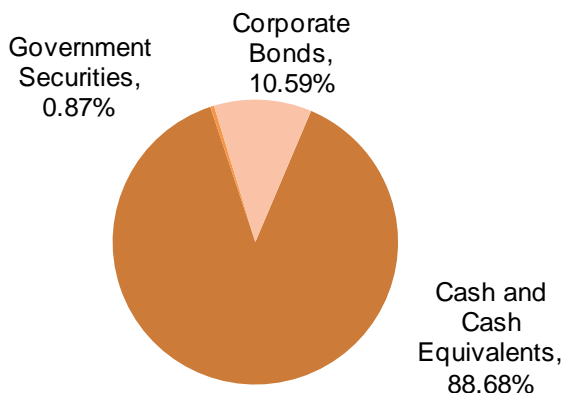
\*\*Sharpe Ratio is used to characterize how well the return of Fund compensates the investor for the level of risk taken. The higher the number, the better. (Risk Free rate = 1.00%)

\*\*\* 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.

### Holdings (%)

FLIPM 6.2731 06/08/2019	3.46%
MERPM 4.3750 12/12/2020	2.86%
GLOPM 6.000 06/01/2019	2.42%
FLIPM 6.1962 10/07/2016	1.62%
ALIPM 6.000 04/27/2022	0.33%
FMICPM 5.500 11/10/2017	0.25%
SMBPM 6.050 04/03/2017	0.17%
<b>Total</b>	<b>11.09%</b>

### Portfolio Composition



### RELATED PARTY TRANSACTIONS

The Fund has investments in City Savings Bank time deposits.

### OUTLOOK AND STRATEGY

The UnionBank Peso Short Term Fixed Income Portfolio is a peso-denominated fund that seeks to preserve capital with enhanced yields by investing in a diversified portfolio of investment-grade short-term deposits and highly liquid fixed-income instruments.

Investments on the above-mentioned instruments/funds shall be subject to existing BSP regulations on the exposure limit to single person/entity/issuer. For more information, you can view our latest monthly fund performance reports at [www.unionbankph.com](http://www.unionbankph.com).