



## **AMENDED DECLARATION OF TRUST**

### **BDO DIVIDEND FUND**

(formerly BDO Sustainable Dividend Fund)

### **A Unit Paying\* Equity Unit Investment Trust Fund**

KNOW ALL MEN BY THESE PRESENTS:

This Amended Declaration of Trust (also referred to as "Plan") is executed by **BDO UNIBANK, INC. ("BDO")**, a corporation duly organized and existing under and by virtue of the laws of the Philippines, with principal offices at the BDO Corporate Center, 7899 Makati Ave., Makati City, with authority to perform trust and other fiduciary functions, acting herein through its **TRUST AND INVESTMENTS GROUP** (herein referred to as the "Trustee");

### **WITNESSETH:**

#### Article I

#### **CREATION OF THE TRUST**

That for the purpose of providing investment opportunities to its trust clients for higher investment yields and a diversified portfolio of investments pursuant to investment objectives and policies herein stipulated, the Trustee hereby establishes and declares itself as trustee of a unit paying equity unit investment trust fund for the collective investment of funds held by it in the capacity of trustee under the terms and conditions herein-below set forth.

#### Article II

#### **NATURE AND INVESTMENT OBJECTIVES**

Sec. 1 Title of the Fund – The pooled fund shall be known as the BDO Dividend Fund a Unit Paying Fund (herein referred to as the "Fund").

Sec. 2 Nature of the Fund –The Fund is a unit investment trust fund established in accordance with and shall be operated subject to the stipulations of this declaration and as the same may be amended from time to time in accordance with the regulations issued by the Bangko Sentral ng Pilipinas (the "BSP") and to existing laws.

As an equity unit investment trust fund, at least 80% of the Fund's net asset value (NAV) shall be invested in equities.

As a unit paying unit investment trust fund, the Fund has an income distribution feature whereby the income of the Fund is distributed in the form of units called unit income. The Fund shall be treated as an entity separate and distinct from its constituent assets and from the contributions of the Participants thereto and from other trust accounts administered by the Trustee.

Title to Assets of the Fund - All assets of the Fund shall, at all times, be considered as assets held by the Trustee vested solely in the Trustee.

Nature of Participant's Interest in the Fund - No participant shall have or be deemed to have any ownership or interest in any particular account, investment or asset of the Fund but shall have only its proportionate and undivided beneficial interest in the Fund as a whole.

Description of the Fund - The features of the unit paying equity fund shall be described in **Appendix I** which is attached hereto and made an integral part hereof.

- Sec. 3 Investment Objectives and Policy - The Fund shall be invested and reinvested in such investment outlets and held and disposed of in accordance with such investment objectives and policies as specified in **Appendix I** hereto.

The Trustee shall make available to all Participants for review a list of prospective and outstanding investment outlets which shall be updated quarterly. Such disclosure shall be substantially in the form prescribed under Appendix 56 of Section 414 of the Manual of Regulations for Banks.

### Article III

#### **PARTICIPATION: ADMISSION & REDEMPTION**

- Sec. 1 Qualified Participants (Requirements and Restrictions) - Prior to acceptance of the initial participation in the Fund, the Trustee shall perform a Client Suitability Assessment (CSA) for the purpose of profiling the risk return orientation and suitability of the client to the Fund.

Participation in the Fund shall be open to participants with legal capacity to contract and subject to the rules or procedures stipulated in **Appendix I** hereto and those established by the Trustee which it deems to be advantageous or to the best interest of the Fund.

- Sec. 2 Participation Units - Participation in the Fund shall always be through units of participation in the Fund and each unit shall have uniform rights or privileges as any other unit. The beneficial interest of each participation unit shall be determined under the net asset value per unit (NAVpu) valuation methodology defined herein. The admission or redemption of units of participation in the Fund may be made only on the basis of such valuation and in such frequency as indicated in **Appendix I** hereto.

### Article IV

#### **MANNER OF OPERATION**

- Sec. 1 Pooled Fund Accounting - The total assets and accountabilities of the Fund shall be accounted for as a single account referred to as pooled-fund accounting method.
- Sec. 2 Distribution - The Fund shall be distributed exclusively in distribution channels duly authorized by the Trustee.
- Sec. 3 Unit-Paying Feature - The Trustee may distribute the income of the Fund to the Participants in accordance with the Unit Paying Terms and Conditions found in **Appendix I** hereof.

Article V  
**VALUATION OF THE FUND AND PARTICIPATION UNITS**

Sec. 1 Valuation of the Fund – The valuation of the Fund shall be subject to the following rules:

- (a) The Trustee shall, on a daily basis, determine the net asset value (herein referred to as the "NAV") of the Fund and the value of each unit of participation (herein referred to as the "NAVpu").
- (b) The NAV shall be the summation of the market value of each investment of the Fund less fees, applicable taxes, and other qualified expenses as defined herein. The determination of market value of the investments of the Fund shall be in accordance with existing BSP rules and regulations on marking to market valuation of investment instruments more specifically described in **Appendix I** hereof.

Sec. 2 Valuation of Participation Units – The valuation of participation units shall be subject to the following rules:

- (a) The beneficial interest of each participant shall be determined under a unitized NAVpu valuation methodology and no participation shall be admitted to, or redeemed from the Fund, except on the basis of such valuation.

The NAVpu shall be computed by dividing the total net assets by the total outstanding units. The net assets of the Fund is the summation of the market value of each investment less fees, taxes, and other qualified expenses.

- (b) The NAVPu at the start of the Fund's operation, or the Fund's par value, shall be as indicated in **Appendix I** hereof.

- (c) The NAVpu shall be computed daily at the time specified in **Appendix I** hereof.

Sec. 3 Fees and Expenses of the Fund –

- a) Trustee's Fees - The Trustee shall charge against the Fund regular trust fees in the percentage indicated in **Appendix I** hereto on a per annum basis based on the total net assets of the Fund as its compensation for the administration and management of the Fund. These fees shall accrue and shall be collectible from the Fund, as and when the same becomes due, at such times as indicated in **Appendix I**. The trust fees shall be uniformly applied to all Participants in the Fund. Said fees may be increased or decreased in the future as may be warranted by circumstances then existing, subject to the requirements of Section 414 of the Manual of Regulations for Banks. In the event the trust fees are changed, such change shall be charged prospectively.

- (b) Special Expenses - The Trustee may charge the Fund for special expenses if the same is necessary to preserve or enhance the value of the Fund. Such special expenses shall be payable to pertinent third party or parties covered by separate contract/s, and disclosed to the Participants.

Article VI  
**TRUSTEES POWERS & LIABILITIES**

Sec. 1 Management of the Fund - The Trustee shall have the exclusive management, administration, operation and control of the Fund, and the sole right at any time to sell,



convert, reinvest, exchange, transfer or otherwise change or dispose of the assets comprising the Fund.

However, if the Trustee deems it proper and beneficial for the Fund, the Trustee may engage the services of third party/ies as investment advisor or manager of a portion of the Fund; provided that the said arrangement shall be covered by a written agreement/contract and such third party/ies is/are disclosed in the quarterly reports to the Participants of the Fund.

Sec. 2 Powers of Trustee – In addition to powers stipulated in **Appendix I**, the Trustee shall have the following powers:

- a. To hold legal title over the assets comprising the Fund for the benefit of the Participants;
- b. To have exclusive management and control of the Fund, full discretion in respect of investments, and the sole right, at any time to sell, convert, reinvest, exchange, transfer or otherwise change or dispose of the assets comprising the Fund;
- c. To hold, place, invest and reinvest the Fund with full discretionary powers, and without distinction, as to principal and income in investments stipulated in Article II, Section 3 hereto and in such investments it may deem sound and appropriate, subject only to the limitations of the investment objectives and policies of the Fund stated in Article II, Section 3 hereof;
- d. To deposit in any bank or financial institution, including its own bank, any portion of the Fund as allowed under this Amended Declaration of Trust, subject to the requirement of Section 414 of the Manual of Regulations for Banks;
- e. To register or cause to be registered any securities of the Fund in nominee or bearer form;
- f. To appoint and retain the services of qualified and reputable local or foreign investment advisor and/or fund manager/s; provided, however, that the Trustee shall retain ownership and control of the Fund, and provided further, that the investment advisor/s and/or fund manager/s shall work within the investment parameters or guidelines set by the Trustee from time to time and shall be directly responsible to the Trustee for any investment actions and decisions undertaken for the Fund;
- g. To hire and compensate legal counsel/s, certified public accountant/s and other specialist/s in connection with administration and management of the Fund and the protection or advancement of its legal and other interests;
- h. To make, execute, acknowledge and deliver any or all securities, agreements, contracts, deeds, documents and instruments necessary in the management and reinvestment of the Fund, or in connection with the exercise of the powers herein conferred or the performance of acts herein authorized;
- i. To collect, receive and receipt for income, dividends, interest, profits, increments and such other sums accruing or due to the Fund;
- j. To pay out of the Fund all costs, expenses, and proper charges incurred in connection with the administration, preservation, maintenance and protection of the Fund; and
- k. To perform such acts which are necessary or desirable for the proper administration and management of the Fund.

Sec. 3 Liability of Trustee – Save that attributable to the Trustee's fraud, willful default, bad faith or gross negligence, the Trustee shall not be liable for any loss or depreciation in the value of the Fund or in the value of the Trustor's participation in the Fund. The Trustee shall not be liable for any act or omission where such action or inaction, in the good faith judgment of the Trustee, was then necessary, reasonable or appropriate for the proper and advantageous administration and management of the Fund.

- Sec. 4 **Non-Coverage By PDIC** – Participation in this Fund is a trust arrangement and is not a deposit account. As such, the participation in the Fund is not covered by the Philippine Deposit Insurance Corporation (PDIC). Any income or loss of the Fund (whether realized or unrealized) will impact the NAVpu and shall be for the account and risk of the Participants.

Article VII  
**RIGHTS OF PARTICIPANTS**

- Sec. 1 **Right to Inspect Declaration** - A copy of this Amended Declaration of Trust shall be available at the principal office of the Trustee for inspection by any person having an interest in the Fund or by his authorized representative. Upon request, a copy of the Amended Declaration of Trust shall be furnished such interested person.
- Sec. 2 **Disclosure of Investments** - A list of existing and prospective investments of the Fund shall be made available to Participants. Such disclosure shall be substantially in the form as provided under Appendix 56 of Section 414 of the Manual of Regulations for Banks. Upon request, participants in the Fund shall be furnished a quarterly list of investments held by the Fund.
- Sec. 3 **Disclosure of Risks** – Participants shall be informed of the risks attendant to this type of Fund through a "Risk Disclosure Statement."
- Sec. 4 **Rights Upon Termination of Plan** – In case of termination of the Plan, the Participants shall have (a) the right to be notified of such termination in accordance with Article IX, Section 2 hereof and, (b) upon demand, the right to inspect or be provided a copy of the financial statement used as the basis for the distribution of the Fund.

In respect of the Fund, the rights of the remaining Participants as against each other shall be pari passu and pro-rata.

Article VIII  
**ANNUAL AUDIT AND REPORT**

- Sec. 1 Aside from the regular audit requirement applicable to all trust accounts of the Trustee, an external audit of the Fund shall be conducted annually after the close of each fiscal year by an independent auditor acceptable to BSP. The external audit shall be conducted by the same external auditor engaged for the audit of the Trustee. The result of this audit shall be the basis of the Trustee's annual report which shall be made available to all the Participants. The audited financial statement (AFS) of the Fund shall be PFRS/PAS-compliant in all respects. A copy of the AFS shall be made available at the Trustee's place of business, posted on the Trustee's website, and upon the request of participants, transmitted to them in printed or electronic format.

Article IX  
**AMENDMENTS & TERMINATION**

- Sec. 1 **Amendments** - This Plan may be amended from time to time by resolution of the Board of Directors of the Trustee or by the Trustee's Trust Committee as delegated by its Board of Directors, subject to the requirements under Section 414 of the Manual of Regulations for Banks: Provided, however, that Participants in the Fund shall be notified in writing (either in electronic or printed form), through publication of announcement in the Trustee's own



website or through the posting of notices in the premises of the head office and branches of the Trustee of such amendments. Those who are not in conformity with the amendments shall be given at least thirty (30) calendar days prior to the implementation of any amendment to withdraw their participations. Amendments to the Plan requiring a written notification to the BSP shall be submitted to the appropriate supervising department of the BSP within ten (10) banking days from the approval of the amendments by the Board of Directors of the Trustee or by the Trustee's Trust Committee as delegated by its Board of Directors. All other amendments to the Plan that do not involve the aspects requiring a written notification to the BSP, as enumerated in Section 414 of the Manual of Regulations for Banks, shall only require approval by the Board of Directors of the Trustee or by the Trustee's Trust Committee as delegated by its Board of Directors.

Sec. 2 Termination - This Plan may be terminated by a resolution of the Board of Directors of the Trustee when, in the sole judgment of the Trustee, continued operation thereof is no longer viable or by reason of a change in the Trustee's business strategy. The resolution shall specify the effective date of such termination. A copy of the resolution shall be submitted to the appropriate department of the BSP. At the discretion of the Trustee's Board of Directors, it may engage the services of a reputable accounting firm to look into the books and record of the Fund maintained by the Trustee and to certify to the financial condition of the Fund. Upon approval of the termination of the Plan, the Trustee shall notify the Participants accordingly.

Following the approval of the termination of the Plan but at least thirty (30) banking days prior to the actual termination of the Fund, the Trustee shall provide notice of the termination of the Fund to the remaining Participants. Such notice may be made by the Trustee by way of direct written notice to each Participant (either in electronic or printed form), publication of announcement in the Trustee's own website or through the posting of notices in the premises of the head office and branches, as well as in the corporate website, of the Trustee. Upon termination, the Trustee shall prepare a financial statement of the Fund which shall be made the basis for distribution to the Participants.

Article X  
**OTHER TERMS AND CONDITIONS**

This Amended Declaration of Trust is further subject to the other terms and conditions set forth in **Appendix I** (Fund Specifications).

**IN WITNESS WHEREOF**, BDO has caused this Amended Declaration of Trust to be signed on \_\_\_\_\_ at Makati City, Metro Manila.

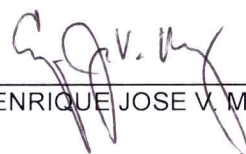
**BDO UNIBANK, INC.-  
TRUST AND INVESTMENTS GROUP**

By:

  
**RAFAEL G. AYUSTE, JR.**  
Senior Vice President

  
**JOEL M. ESCALA**  
First Vice President

SIGNED IN THE PRESENCE OF:

  
\_\_\_\_\_  
ENRIQUE JOSE V. MENDOZA

  
\_\_\_\_\_  
CRISTINA B.V. CONCEPCION

**ACKNOWLEDGMENT**

REPUBLIC OF THE PHILIPPINES)

MAKATI CITY ) S.S.


BEFORE ME, a Notary Public for and in the above jurisdiction, on this day of AUG 23 2023 at MAKATI CITY, personally appeared the following, exhibiting to me the following described Competent Evidence of Identity (CEI) in accordance with the 2004 Rules on Notarial Practice:

|   |   |
|---|---|
| Name  | CEI/CTC   |
| BDO Unibank, Inc. - Trust and Investments Group |   |
| By:   |   |
| RAFAEL G. AYUSTE, JR.                           | Driver's License NO4-89-110794/expires on 20 Jan 2024 |
| JOEL M. ESCALA                                  | Driver's License DO1-89-041483/expires on 13 Dec 2027 |

known to me and by me known to be the same persons who executed the foregoing Amended Declaration of Trust consisting of \_\_\_\_\_ pages including its annex documents and this page wherein this acknowledgment is written and who acknowledged to me that the same is their free and voluntary act and deed.

IN TESTIMONY WHEREOF, I have hereunto set my hand and affixed on every page hereof my notarial seal at the place and on the date first above written.

Doc. No. 519  
Page No. 105  
Book No. LXIV  
Series of 2023.

  
ATTY. SYLVIA M. MARFIL-CADAPAN  
Appointment No. M-323/Makati City  
Notary Public until December 31, 2024  
11<sup>th</sup> Floor, BDO Towers Valero, Salcedo Village  
Makati City  
IBP No. 258933, 01/03/23; Laguna  
PTR No. 9565130; 01/03/23; Makati City/ Roll No. 43222  
MCLE Compliance No. VII-0014613; until 04/14/2025

UITF BDO DIVIDEND FUND 6.26.2023


**APPENDIX I**

**BDO DIVIDEND FUND**  
 (formerly BDO Sustainable Dividend Fund)  
 A Unit Paying Equity Unit Investment Trust Fund

***FUND SPECIFICATIONS*****1. Investment Objective** (Sec. 3, Art. II)

(a) The objective of the Fund is to achieve income and long-term capital appreciation by investing in a diversified portfolio of stocks with sustainable dividend yields listed in the Philippine Stock Exchange.

(b) Benchmark. The benchmark of the Fund is the PSE Dividend Yield Index\* (PSE DivY).

The benchmark represents the portfolio of the Fund as well as the movements in stock market prices affecting the Fund's investments. The stated benchmark is a measure that is used to compare the performance of the Fund.

The PSE Dividend Yield (DivY) Index focuses on companies that consistently give high-yielding dividends. The 20 companies in this index are selected based on liquidity and three-year average dividend yield performance. (<https://documents.pse.com.ph/wp-content/uploads/sites/15/2022/03/PSE-DivY-Index-Factsheet.pdf>)

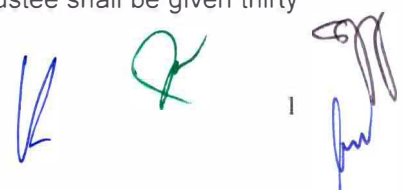
**2. Investment Policy** (Sec. 3., Art. II)

(a) Pursuant to the foregoing objectives, the Trustee, with full discretionary powers, may invest and reinvest the Fund in:

- (1) Equities listed in the Philippine Stock Exchange;
- (2) Bank deposits in the Trustee's own bank or in other banks;
- (3) Securities issued or guaranteed by the Philippine government or the BSP;
- (4) Tradable securities issued by any supranational entity;
- (5) Exchange-listed fixed income securities;
- (6) Such other tradable investments outlets/categories allowed for UITFs by the BSP and determined by the Trustee's Trust Committee as suitable for the Fund.

The Fund may avail itself of financial derivatives instruments solely for the purpose of hedging risk exposures of its existing investments provided these are disclosed to Participants, are accounted for in accordance with existing BSP hedging guidelines as well as the Trustee's risk management and hedging policies duly approved by the Trust Committee and all the requirements for hedging transactions under Philippine Accounting Standards (PAS) are observed. The risk exposures include those enumerated in the Risk Disclosure Statement of the Trustee's UITFs.

- (b) **15% Single Exposure Limit Policy.** The combined exposure of the Fund to any entity and its related parties shall not exceed 15% of the market value of the Fund; *Provided*, that the investment in exchange traded equity securities shall be subject to the 15% exposure limit to a single entity/issuer. Should the BSP amend the exposure limit requirements of UITFs, this provision is deemed amended to incorporate such amendments. This limitation shall not apply to non-risk assets as defined by the BSP. In case the limit is breached due to the marking-to-market of certain investment/s or any extraordinary circumstances, e.g. abnormal redemptions which are beyond the control of the Trustee, the Trustee shall be given thirty (30) calendar days from the time the limit is breached to correct the same.





### 3. Qualified Participants: Requirements and Restrictions (Sec. 1, Art. III)

The Fund is primarily suitable for participants with balanced risk appetite and shall be open to any individual person, institution, registered partnership or corporate entity with legal capacity to contract. The participant must have an existing BDO Current Account or Savings Account (BDO CASA) where the proceeds of regular income pay-out will be credited.

### 4. Admission and Redemption (Art. III)

#### (a) Policies of Admission and Redemption

- (1) **Minimum Initial/Additional Participation** - The minimum amount of initial/additional participation/contribution is **PESOS: TEN THOUSAND (Php10,000.00)**.

Such minimum amount may be subsequently changed to apply to a prospective basis subject to a resolution of the Board of the Directors of the Trustee **or by the Trustee's Trust Committee as delegated by its Board of Directors**.

- (2) **Minimum Maintaining Participation** – The minimum maintaining participation amount is **PESOS: TEN THOUSAND (Php10,000.00)**.

- (3) **Minimum Holding Period** - There shall be a minimum holding period of **thirty (30) calendar days**.

- (4) **Early Redemption Fee**- In case of redemptions prior to the thirty (30) calendar day minimum holding period, there shall be an early redemption fee amounting to **1.00%** of the original participation amount. Such fee shall accrue to the benefit of the Fund.

- (5) **Requests for Redemption** - Requests for redemption shall be dealt with by the Trustee in chronological order according to the date and time the notice of redemption is received.

- (6) **Easy Investment Plan Feature** - The Fund is also available through the BDO Easy Investment Plan (EIP). The BDO EIP is an investment build-up plan that enables investors to attain their financial goals and financial wellness through the twin habits of regularly saving and investing via selected BDO UITFs.

The features, terms and conditions of the EIP are found in the BDO EIP Joining Terms and Conditions made available to the participants, and is available in the office and the corporate website of the Trustee. The BDO EIP Joining Terms and Conditions is likewise printed at the back portion of the BDO EIP Additional Application/Change Request Form.

This feature is subject to a non-completion fee as detailed in the BDO EIP Joining Terms and Conditions. **Such fee shall accrue to the benefit of the Fund.**

- (7) **Easy Pension Pay Feature\*** – The Fund has an **Easy Pension Pay (EPP)** feature. The BDO EPP is a redemption facility that allows participants to partially, automatically and regularly receive regular cash pay-outs from their investments in units of participation in the Fund.

The features, terms and conditions of the EPP are found in the BDO EPP Joining Terms and Conditions which is available in the office and the corporate website of the Trustee. The BDO EPP Joining Terms and Conditions is likewise printed at the back portion of the BDO EPP Enrollment Form.

This feature is subject to a subscription processing fee as detailed in the BDO EPP Joining Terms and Conditions. **Such fee shall be payable to the Trustee.**

- (8) **Unit-Paying Feature** - The Fund allows for a unit-paying feature that will provide non-guaranteed income stream to the subscribing Participants. This feature allows subscribing Participants to enjoy the fruits of their investments without the need to actually go to their servicing BDO branches to redeem units

\*The Easy Pension Pay feature has not been implemented. Participants will be notified once this feature is available.

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of their investments. The Trustee shall distribute income to the Participants through conversion of the income of the Fund for distribution into its equivalent units.

The following are the terms and conditions of the Unit-Paying Feature:

- 1) Frequency of income distribution shall be on a semestral basis, every 12th business day of November and May or as determined by the Trustee;
- 2) Distribution of income shall be made only from cash dividends and interest income received by the Fund from last distribution date;
- 3) Distribution of income shall be made after the Trustee has taken into consideration the income for the period and the investment objective and distribution policy of the Fund;
- 4) Distribution of income to the Participants shall be after deduction of taxes and expenses (net distribution);
- 5) Distribution of income shall be effected through conversion of the income for distribution into its equivalent units of participation based on the net asset value per unit (NAVPU) on distribution date;
- 6) Eligible participants shall be entitled to his/her pro-rata share of said units which, on distribution date, shall be automatically redeemed and credited to the eligible Participant's nominated settlement account following the regular redemption settlement schedule of the Fund;
- 7) The Trustee shall separately account for the Fund's income due for distribution; and
- 8) Where a distribution is made, a notice to the participants on their unit income shall be made available containing information on the distribution such as total amount of income for distribution by the Trustee, applicable NAVPU, total number of units for distribution, and unit income (the number of units for every unit held by the participant entitled for distribution). Such notice shall be in any of the following forms: (a) electronic mail, (b) notices posted in the premises of the Trustee and its branches, (c) notification in the Trustee's website or (d) in the Key Information and Investment Disclosure Statement (KIIDS), or a combination of these.

The **record date** shall be two (2) business days before the Distribution date.

(b) **Admission and Redemption Cut-off Time.** The terms and conditions of the admission and redemption order cut-off time as well as the admission and redemption settlement period are found in the BDO UITF Admission and Redemption Order Cut-Off Time and Settlement Period Terms and Conditions which is available in the office and the corporate website of the Trustee. The actual admission and redemption order cut-off time and the actual admission and redemption settlement period are printed in the Fund's Key Information and Investment Disclosure Statement (KIIDS). Proceeds of redemption shall be paid out of the Fund three (3) banking days after redemption date.

(c) **Admission and Redemption Prices.** Admission and redemption prices shall be based on the end of day NAVpu of the Fund computed after the cut-off time for Fund participation and redemption for that reference day, in accordance with existing BSP rules and regulations on marking to market valuation of investment instruments.

(d) **Participation Requirements and Conditions.** Participation shall also be subject to the submission of all documents required for account opening under the Anti-Money Laundering Act, as amended, and the Trustee's policies.

On account opening date, the Omnibus Participating Trust Agreement shall be made available to the Participants. A Confirmation of Transaction shall be generated and provided to the Participants after the admission/redemption has been settled.

(e) **Redemption Requirements and Conditions.** Redemption shall also be subject to the following requirements/conditions.

(1) **Redemption Notice Period.** Except for redemptions under the Easy Pension Pay referred to in Sec. 4(a)(7) above, the Participant in a Fund may redeem its participation on any banking day provided that a notice of redemption, in any form acceptable to the Trustee, is duly received by the Trustee before the cut-off time referred to in Sec. 4(b) above and printed in the Fund's Key Information and Investment

Disclosure Statement (KIIDS). However, when in the opinion of the Trust Committee of the Trustee, the interest of the Fund/Participants so requires, the right is reserved to require a five (5) banking day written notice in advance of any redemption of participation in the Fund. If the Trust Committee approves the exercise of such right, the Trustee shall duly notify the Participants of the Fund of said five (5) banking day advanced written notice for redemptions through notices posted in the bank's website and branches.

(2) **Partial Redemption\***. Partial redemption is allowed provided that the remaining participation shall be subject to the minimum maintaining participation amount; otherwise, the Participant shall have to make a full redemption. A Confirmation of Transaction shall be generated and provided to the Participants which shall indicate the remaining number of units, if any.

In any case, the Omnibus Participating Trust Agreement between the Trustee and Trustor/Participant shall be terminated upon pay-out of the full participation of the Trustor in the BDO UITFs.

(f) **Suspension of Admission and Redemptions**. The Trustee may temporarily suspend the calculation of the NAV/NAVpu of the Fund as well as the admission and redemption from the Fund, if it is unable to determine the NAVpu of the Fund due to any fortuitous event such as fire, natural calamity, public disorder or national emergency affecting the financial market resulting in the suspension of trading and consequently, the absence of available market prices of securities/instruments.

## 5. **NAVpu (Secs. 1 and 2, Article V)**

All assets of the Fund shall be marked to market daily in accordance with existing BSP rules and regulations on marking to market valuation of investment instruments.

On a daily basis, the Trustee shall determine the net assets of the Fund and the market value per unit of the Fund in accordance with Article V of this Amended Declaration of Trust. Such dates shall be known as Valuation Dates.

The value of the NAVpu at the start of the Fund's operation shall be **PESOS: ONE HUNDRED (Php100.00)**.

The NAVpu of the Fund shall be published at the Trustee's website ([www.bdo.com.ph](http://www.bdo.com.ph)) at 7:30 PM on each banking day or as close thereto as possible after all relevant information necessary for calculating the same shall have been collected.

The Trustee shall make available the historical NAVpu, Declaration of Trust, Key Information and Investment Disclosure Statement of the Fund in its website.

## 6. **Currency**

Participation and redemption shall be paid in Philippine Pesos.

## 7. **Fees and Expenses** (Sec. 3, Art. V)

The Trustee shall collect from the Fund trust fees of **1.25% per annum** based on the net asset value of the Fund as its compensation for the administration and management of the Fund. These fees shall be accrued daily and shall be payable quarterly in arrears.

## 8. **Other Terms And Conditions** (Art. X)

### 8.1 **Custody of Securities**

Investments in securities of the Fund shall be held for safekeeping by Standard Chartered Bank, Deutsche Bank, Philippine Depository & Trust Corp. and/or BSP accredited third party custodians which shall perform independent marking-to-market of such securities.

\*The Partial Redemption feature has not been implemented. Participants will be notified once this feature is available.



## 8.2 Withholding Taxes

Except when specifically required by law, the Trustee shall have no responsibility to withhold income or other taxes on revenues from the Fund.

## 8.3 Advice of Counsel

The Trustee may consult its legal counsel with respect to the meaning, construction and operation of any provision of this Amended Declaration of Trust, or concerning its powers or obligations hereunder and may act on the advice of such legal counsel without incurring liability on account of any such action.

## 8.4 Change of Trustee

The Trustee may resign by nominating a successor Trustee whose appointment shall be approved by the Board of Directors of the Trustee. The Trustee may resign for reasons such as change in business strategies, impending dissolution and the occurrence of an event which renders it incapable of discharging its functions as Trustee. Upon such approval by the Trustee's Board of Directors, the Trustee shall provide a written notice to the Participants and the BSP of the change of Trustee. Such resignation shall take effect after thirty (30) calendar days from the issuance of such notice. The Trustee shall assign, transfer and pay over to such successor Trustee all cash, securities, credits and other properties in its possession then comprising the Fund; shall turn over the records of the Participants; and render a written account setting forth a listing of the outstanding securities and other properties held by it at the end of such period, at their cost and current market values. The successor Trustee shall approve such accounting through written notice delivered to the Trustee and whereupon such accounting shall be deemed approved in all matters, items and things set forth therein. The successor Trustee shall likewise execute the necessary amendments to the Declaration of Trust in accordance with applicable rules and regulations.