



**NOTICE TO THE PARTICIPANTS OF THE
BDO PESO MONEY MARKET FUND**

July 15, 2019

Subject: Amendments to the Plan Rules of the BDO Peso Money Market Fund

Dear Valued Investors,

We are pleased to inform you that the BDO Trust Committee, on its meeting held last June 29, 2019, has approved the following amendments to the Plan Rules (Declaration of Trust) of the BDO Peso Money Market Fund (the "Fund"), effective **September 2, 2019**:

Amendments to the Plan Rules (*Details in Annex A*)

- a. Reduction in minimum investment amounts to Php 10,000;
- b. Change in benchmark index to Bloomberg Average 30-day Special Savings Rate;
- c. Deletion of the reference to weighted average life in the Fund's investment objective; and
- d. Deletion of the specific provision on the basis of valuation of the Fund's investment in various asset classes.

We advise you to evaluate these changes carefully. If the Fund remains suitable to your investment profile, there is no need for you to do anything. Your decision to remain invested in the Fund will be deemed as your conformity with these amendments. If this is not the case or you are not in conformity with the above amendments, you may get in touch with your Trust Marketing Officer and/or servicing BDO branch **before September 2, 2019** to discuss other BDO UITFs/investment products that may better match your requirements.

For clarifications, please feel free to call us at the following numbers: 878-4265, 878-4035 or 878-4244. You may also email us at investments@bdo.com.ph and we will be glad to assist you.

Thank you for your continued patronage.

BDO Unibank, Inc. – Trust and Investments Group

For Easy Investment Plan (EIP) Participants of BDO Peso Money Market Fund

EIP accounts opened before September 2, 2019 will continue to be issued a Confirmation of Participation (COP) upon reaching a market value of at least PHP100,000, or such higher amount specified by the client at the time of EIP enrollment.

New EIP applications beginning September 2, 2019 will now follow the reduced minimum market value for issuance of COP of PHP10,000.

Summary Matrix on the Revisions in the Plan Rules of the BDO Peso Money Market Fund

AMENDMENTS	FROM	TO
<p>1. Reduction in minimum investment amounts</p> <p>(1) Minimum initial participation</p> <p>(2) Minimum maintaining participation</p> <p>(3) Minimum additional contribution</p> <p><i>(DOT Appendix 1, Sec. 4a)</i></p>	<p>Php 100,000</p>	<p>Php 10,000</p>
<p>2. Change in benchmark index</p> <p><i>(DOT Appendix 1, Sec. 1b)</i></p>	<p>“The Fund aims for a return equal or better than the yield of portfolio invested in 91 day Treasury Bills.”</p>	<p>“The Fund aims for a return equal or better than the Bloomberg Average 30 day Special Savings Rate.”</p>
<p>3. Deletion of the reference to weighted average life in the Fund’s investment objective</p> <p><i>(DOT Appendix 1, Sec. 1a)</i></p>	<p>“The objective of the Fund is to preserve capital and generate income from low risk investments. The Fund intends to achieve this objective by investing in fixed income securities with a portfolio weighted average life of not more than one (1) year.”</p>	<p>“The objective of the Fund is to preserve capital and generate income from low risk investments. The Fund intends to achieve this objective by investing in fixed income securities.”</p>
<p>4. Deletion of the specific provision on the basis of valuation of the Fund’s investment in various asset classes but retaining the general provision on adoption of BSP regulation on marking-to-market of assets</p> <p><i>(DOT Appendix 1, Sec. 5)</i></p>	<p>“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.</p> <p>Below is the basis for the pricing/valuation per asset class/asset:</p> <ul style="list-style-type: none"> • Deposits – priced at par plus accrued interest • Government Securities <ul style="list-style-type: none"> a. T-bills- FXTN – in accordance with existing BSP rules and regulations on marking to market valuation of investment in government securities. b. RRP and other deposit instruments with BSP – priced at par plus accrued interest 	<p>“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.” xxx</p>

	<ul style="list-style-type: none">• Corporate Loans/Bonds – in the absence of a pricing basis from the Fixed Income Exchange, market price is computed using the yield of a benchmark government security of a similar tenor plus a spread.• Derivatives – based on the valuation pattern appropriate for the type of derivative used for hedging as provided under the Philippine Accounting Standards (PAS) 39, Financial Instruments: Recognition and Measurement.” xxx	
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