BPI Asset Management and Trust Corporation

BPI US EQUITY INDEX FEEDER FUND
KEY INFORMATION AND INVESTMENT DISCLOSURE STATEMENT
As of February 28, 2018

FUND FACTS

Classification:	Global Equity Feeder Fund	**NAVPU:**	USD 143.35
Launch Date:	August 5, 2014	**Total Fund NAV (Mn):**	USD 31.77
Minimum Investment:	USD 1,000.00	**Dealing Day:**	Daily up to 2:00 PM
Additional Investment:	USD 500.00	**Redemption Settlement:**	T+7 5:00 PM
Minimum Holding Period:	None	**Early Redemption Charge:**	None

FEES

Trustee Fees: 0.75%	**Custodianship Fee:** 0.0000%	**External Audit Fee:** 0.0172%	**Other Fees:** 0.06%
BPI Asset Management	Bank of New York Mellon	Isla Lipana	Broker's Fee [6]
As a percentage of average daily NAV for the quarter valued at USD 30.21 Million	Estimated Fee for 2016	Billings received in 2016 divided by the average daily NAV	

INVESTMENT OBJECTIVE AND STRATEGY

The Fund, operating as a Feeder Fund, aims to achieve for its Participants investment returns that track the total return of the S&P 500 Index, before fees and expenses. Pursuant to existing BSP rules and regulations, as a Feeder Fund, this Fund is mandated to invest at least 90% of its assets in a single collective investment scheme.

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 BPI US Equity Index Feeder Fund is for investors who:

- Are at least classified as aggressive based on their risk profile.
- Have an investment horizon of more than five (5) years.

KEY RISKS AND RISK MANAGEMENT

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

Market/Price Risk:	Investors are exposed to adverse changes in the prices of large cap US stocks which may be brought about by adverse market conditions, unfavorable company earnings and valuations, and negative developments in the political and economic conditions of countries where investee companies are domiciled.
Liquidity Risk:	Investors are exposed to the risk of loss due to the target fund's inability to convert security holdings to cash immediately or in instances where conversion to cash is possible but at a highly disadvantageous price due to limited participants in the market, low trading volumes, market disruptions, among others.
Country Risk:	Investors are exposed to the risk of loss arising from negative developments in the political, economic and social conditions of countries, primarily the US, which may adversely affect the value of the feeder fund.

The Fund's investment outlets undergo proper screening and evaluation in accordance with the Trustee's accreditation process. The Fund may also use financial derivatives to hedge the portfolio against market and credit risks.

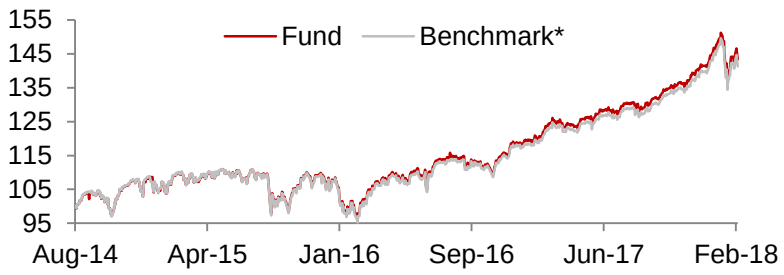
- **THE UIT FUND IS NOT A DEPOSIT AND IS NOT INSURED BY THE PHILIPPINE DEPOSIT INSURANCE CORP. (PDIC).**
- **RETURNS CANNOT BE GUARANTEED AND HISTORICAL NAVPU IS FOR ILLUSTRATION OF NAVPU MOVEMENTS/ FLUCTUATIONS ONLY.**
- **WHEN REDEEMING, THE PROCEEDS MAY BE WORTH LESS THAN THE ORIGINAL INVESTMENT AND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

For more information, you can contact us at 845-5218/5755/5799, 816-9252/9606
email us at bpi_asset_management@bpi.com.ph or visit our website, www.bpiassetmanagement.com.

FUND PERFORMANCE AND STATISTICS AS OF FEBRUARY 28, 2018

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

NAVPU GRAPH



NAVPu over the past 12 months

Highest	151.27
Lowest	123.09

STATISTICS

Volatility, Past 1 Year (%) [4]	10.42
Tracking Error, Since Inception (%) [5]	0.52

[1]Returns are net of fees.

[2]Since Inception.

[3]Performance from August to year-end 2014.

[4]Measures the degree to which the Fund fluctuates vis-à-vis its average return over a period of time.

[5]Measure of deviation between the Fund's return and benchmark returns. A lower number means the Fund's return is closely aligned with the benchmark.

[6]Cost of buying/selling of shares/units of the Target Fund through dealers/brokers.

[7]Includes accrued income, investment securities purchased, accrued expenses, etc.

*Declaration of Trust is available upon request through branch of account.

CUMULATIVE PERFORMANCE (%) [1]

	1 mo	3 mos	6 mos	1YR	3YRS	S.I.[2]
Fund	-3.68	3.50	9.89	15.22	31.00	43.35
Benchmark	-3.89	3.34	9.80	14.82	28.95	41.33

ANNUALIZED PERFORMANCE (%) [1]

	1YR	2YRS	3YRS	4YRS	S.I.[2]
Fund	15.22	18.88	9.40	-	10.61
Benchmark	14.82	18.51	8.83	-	10.18

CALENDAR YEAR PERFORMANCE (%) [1]

	YTD	2017	2016	2015	2014[3]	2013
Fund	1.59	8.93	-0.03	8.60	-	-
Benchmark	1.50	8.22	-0.58	8.87	-	-

PORTFOLIO COMPOSITION

Allocation	**% of Fund**
Target fund	98.91
Cash	2.10
Time deposits and money market	-
Other receivables - net of liabilities [7]	-1.01
Portfolio Allocation	**% of Target Fund**
United States	97.80
Ireland	0.97
United Kingdom	0.57
Other countries	0.47
Cash	0.19

TOP TEN HOLDINGS

Name	**% of Target Fund**
Apple Inc.	3.94
Microsoft Corp.	3.12
Amazon.com Inc.	2.61
Facebook Inc. A	1.83
JPMorgan Chase & Co	1.73
Berkshire Hathaway Inc. B	1.72
Johnson & Johnson	1.50
Alphabet Inc. C	1.44
Alphabet Inc. A	1.42
Exxon Mobil Corp.	1.38

RELATED PARTY TRANSACTIONS*

The Fund has no transactions and outstanding investments with entities related to BPI Asset Management and Trust Corporation (BPI AMTC).

* Related party in accordance with BPI AMTC's internal policy.

OTHER FUND FACTS

Fund Currency:	US Dollar	**Trustee and Custodian:**	State Street Bank & Trust Co.
Benchmark*:	S&P 500 Index	**Fund structure:**	ETF (NYSE)
Name of Target Fund:	SPDR S&P 500 ETF Trust	**Inception Date:**	January 22, 1993
Regulator:	SEC (US)	**Total Expense Ratio:**	0.0945%
Fund Manager:	State Street Global Advisors		

The Fund Performance Report and relevant information about the SPDR S&P500 ETF Trust can be viewed and downloaded through www.spdrs.com.

OUTLOOK AND STRATEGY

Market Review. Global equities sold off during the month of February as US yields rose. Emerging market equities led declines, followed by European equities.

Looking ahead to 2018, consensus EPS growth is positive. US stocks are expected to grow by 11%, Japan by 14%, Europe by 15% and Emerging Markets by 12%. Despite the positive outlook for earnings, we expect some volatility ahead as stock multiples continue to be quite elevated. Other key risks moving forward include US political uncertainty, increased pace of US rate hikes and other geopolitical events (e.g. North Korea and Middle East.

Fund Performance. The fund returned -3.68%, outperforming the benchmark by 21 basis points.

Fund Strategy. The fund will continue to invest at least 90% of its assets in the target fund.

LIST OF PROSPECTIVE INVESTMENTS

The following are among the Fund's approved investment outlets, wherein the Trustee intends to invest depending on strategy, availability, or other market-driven circumstances:

(a) Primarily in a single index-tracker collective investment scheme whose investment objective is to provide investment results that track the performance of the S&P 500® Index ("Index") by holding a portfolio of the common stocks that are included in the Index with the weight of each stock in the Index; provided further that such CIS is approved or registered and supervised by a regulatory authority that is a member of the International Organization of Securities Commissions (IOSCO) and managed by reputable fund manager/s; provided further that the investment in the said collective investment scheme should at least be ninety percent (90%) of the total assets of the Fund. Such collective investment scheme must not have any investment exposure in other collective investment schemes.

(b) Primarily short-term tradable fixed-income instruments issued or guaranteed by the Philippine government or the BSP; tradable securities issued by the government of a foreign country, any political subdivision/agency of a foreign country or any supranational entity; tradable fixed-income instruments issued by foreign or local financial institutions or private corporations; exchange-listed securities; marketable instruments that are traded in an organized exchange; loans traded in an organized market; and, such other tradable investments outlets/ categories as the BSP may allow. Provided, that, a financial instrument is regarded as tradable if two-way prices are quoted, readily available or regularly available from an exchange, dealer, broker, industry group, pricing service or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis.

(c) Primarily short-term tradable fixed-income instruments issued, underwritten, or otherwise dealt by BPI and/or any of its subsidiaries, affiliates, their successors-in-interest or assignees, their directors, officers, stockholders, and related interest, and any of their trust and fund managed accounts, under such terms and conditions as the Trustee may deem to be in the best interest of the Fund; and, any such other instruments as may be allowed under BSP regulations. Investment with related interests shall be in accordance with Subsection UX 410.12 (a) of the Manual of Regulations for Banks and Other Financial Institutions.

(d) The principal investments of the Fund will be denominated in, but not limited to the U.S. Dollar.

INVESTMENT OBJECTIVE OF TARGET FUND

Track the performance of the S&P 500 Index composed of 500 predominantly large-capitalization US stocks.

BPI Asset Management and Trust Corporation (BPI AMTC) is a subsidiary of the Bank of the Philippine Islands. For any inquiries and complaints relating to our services and products you may call our hotline: 89-100, or send an email at bpi_asset_management@bpi.com.ph or write a letter addressed to BPI Asset Management – Consumer Protection, 17F, BPI Building, Ayala Ave. cor. Paseo De Roxas, Makati City, 1226. BPI AMTC as Trustee / Investment Manager is regulated by the Bangko Sentral ng Pilipinas (BSP) with telephone number (632) 708-7087 and email address: consumeraffairs@bsp.gov.ph. To know your rights under BSP Circular No. 857 (Regulations on Financial Consumer Protection), please access a copy at our website: www.bpiassetmanagement.com.