

**EAST WEST BANKING CORPORATION**
**EASTWEST PESO MONEY MARKET FUND  
 KEY INFORMATION AND INVESTMENT DISCLOSURE STATEMENT**

For the Quarter 30 September 2015

**FUND FACTS**

Classification:	Peso Money Market	Net Asset Value per Unit (NAVPU):	P1,246.3157
Launch Date:	1 March 2007	Total Fund NAV:	P163.545 million
Min. Initial Investment:	P100,000.00	Dealing Day:	Daily, up to 12 noon
Min. Additional Investment:	P0.00	Redemption Settlement:	Next banking day from date of redemption
Min. Holding Period:	None	Early Redemption Charge:	Not Applicable
Applicable Tax:	20% Final Tax	Valuation:	Marked-to-Market

**FEES\***

Trustee Fee: 0.064200% <b>EastWest Bank – Trust Division</b>	Custodianship Fee: 0.000000% <b>HSBC</b>	External Audit Fee: 0.000000% <b>SGV</b>	Other Fees: 0.000014%
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\*Ratio of expense to the quarter's average daily net asset value.

**INVESTMENT OBJECTIVE AND STRATEGY**

The Fund aims to provide its participants with enhanced yields for their short-term liquidity needs by investing in a portfolio of bank deposits and BSP Special Deposit Accounts with maximum time to maturity of twelve months. The Fund's benchmark is the 3-month Philippine Dealing System Treasury Interpolated Rate PM (PDSI-R2).

**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 Fund is suitable for investors who:

- Have a conservative risk appetite
- Are looking for current income over an investment time horizon of at least thirty days

**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.**

- Investors may not get back the value of their original investment upon redemption.
- The value of the Fund may rise or fall. You may lose some or all of your investment depending on the performance of the underlying securities. Factors that may affect the performance of these securities include, without limitation, market risks, fluctuations in interest rates, political instability, exchange controls, changes in taxation and foreign investment policies. Some of the key risks associated with the Fund are described below:
  - Inflation risk – Potential or actual loss of purchasing power arising from the inability of the Fund's return to keep in pace with the rate of increase of the prices of goods and services.

- ❖ **THE UIT FUND IS NOT A DEPOSIT AND IS NOT INSURED BY THE PHILIPPINE DEPOSIT INSURANCE CORPORATION (PDIC)**
- ❖ **THE 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**

- Credit risk – Potential or actual losses arising from inability of borrower to pay principal and/or interest on deposits in a timely manner.
- Reinvestment risk – Potential or actual losses from reinvesting interest earnings at a rate lower than the original investment.

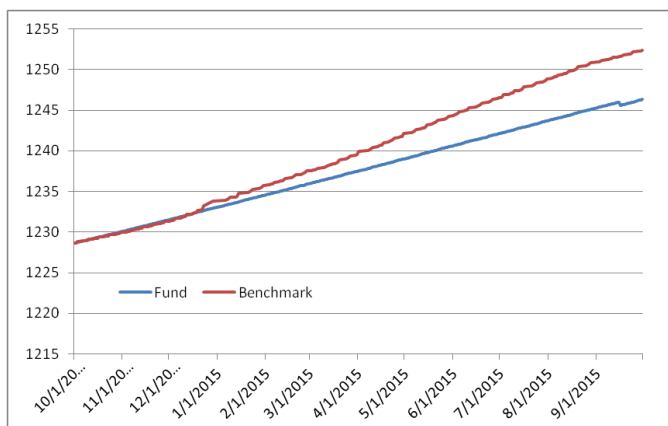
These are the principal risk factors which may affect the performance of the Fund. If you would like more information before you invest, please consult the most recent Declaration of Trust (DOT). The rights and duties of the investor are in the DOT.

- The Fund aims to prevent loss of principal at all times by staying invested in deposits only.

## FUND PERFORMANCE AND STATISTICS AS OF 30 SEPTEMBER 2015

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

### NAVpU Graph



### Key Statistics

Weighted Ave. Duration	0.03
Volatility, Past 1 Year*	0.000048
Weighted Ave. Yield (%)	1.80

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

### Portfolio Composition (%)

BSP SDA	64.37
Deposits in EWB and EWRB	11.33
Deposits in Other Banks	24.30
Total	100.00

### Top Four Holdings (%)

SDA	64.37
TD - Other Bank	12.16
TD - Other Bank	12.14
TD – Own Bank	11.33

### Cumulative Return

	3Mo	YTD	1Yr	3Yr
Fund	0.34%	1.09%	1.44%	4.70%
Benchmark	0.46%	1.50%	1.93%	3.60%

### NAVpU over the past 12 months

Highest	1,246.3157
Lowest	1,228.6296

## OTHER DISCLOSURES

**RELATED PARTY TRANSACTIONS.** The Fund has deposit placements with EastWest Bank and EastWest Rural Bank amounting to P8.58M and P10.10M, respectively. The investment outlets were approved by the Board of Directors. All related party transactions are conducted on a best execution and arm's length basis.

**OUTLOOK AND STRATEGY.** The Fund will maintain its capital preservation mandate by investing mainly in SDAs and high-yield bank deposits.

**PROSPECTIVE INVESTMENTS.** The Fund's prospective investments, depending on availability and market development, may include BSP Special Deposit Accounts, time deposits, and special savings account.

**EAST WEST BANKING CORPORATION**
**EASTWEST PESO INTERMEDIATE TERM BOND FUND  
 KEY INFORMATION AND INVESTMENT DISCLOSURE STATEMENT**
**For the Quarter 30 September 2015**
**FUND FACTS**

Classification:	Peso Bond Fund	Net Asset Value per Unit (NAVPU):	P1,819.7423
Launch Date:	18 February 2005	Total Fund NAV:	P248.185 million
Min. Initial Investment	P10,000.00	Dealing Day:	Daily, up to 12 noon
Min. Additional Investment:	P0.00	Redemption Settlement:	Next banking day from date of redemption
Min. Holding Period:	30 calendar days	Early Redemption Charge:	P500 or 0.25% of the amount withdrawn, whichever is higher
Applicable Tax:	20% Final Tax	Valuation:	Marked-to-Market

**FEES\***

Trustee Fee: 0.255603%	Custodianship Fee: 0.009004%	External Audit Fee: 0.000000%	Other Fees: 0.000144%
<b>EastWest Bank – Trust Division</b>	<b>HSBC</b>	<b>SGV</b>	

\*Ratio of expense to the quarter's average daily net asset value.

**INVESTMENT OBJECTIVE AND STRATEGY**

The Fund aims to provide for its participants the potential to earn intermediate-term returns higher than traditional bank deposits. The Fund maintains a total portfolio duration of more than one year to less than three years. The Fund's benchmark is the HSBC 1-3 Year Bond Index.

**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 Fund is suitable for investors who:

- Have a moderate risk appetite
- Are looking for capital growth over an investment time horizon of at least three 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.**

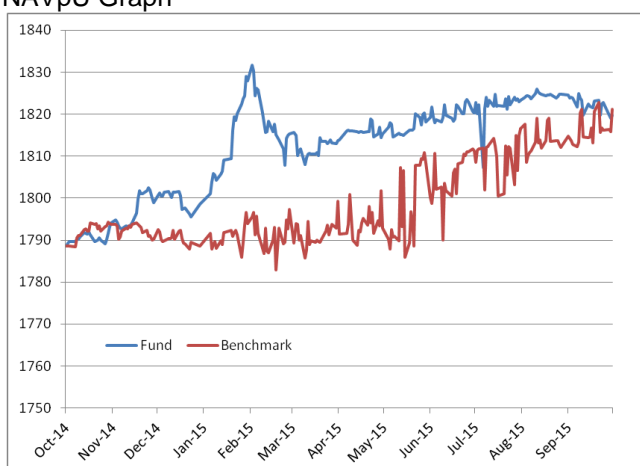
- Investors may not get back the value of their original investment.

<b>❖ THE UIT FUND IS NOT A DEPOSIT AND IS NOT INSURED BY THE PHILIPPINE DEPOSIT INSURANCE CORPORATION (PDIC)</b> <b>❖ THE RETURNS CANNOT BE GUARANTEED AND HISTORICAL NAVPU IS FOR ILLUSTRATION OF NAVPU MOVEMENTS / FLUCTUATIONS ONLY</b> <b>❖ WHEN REDEEMING, THE PROCEEDS MAY BE WORTH LESS THAN THE ORIGINAL INVESTMENT AND ANY LOSSES WILL BE SOLELY FOR THE ACCOUNT OF THE CLIENT</b> <b>❖ THE TRUSTEE IS NOT LIABLE FOR ANY LOSS UNLESS UPON WILLFUL DEFAULT, BAD FAITH OR GROSS NEGLIGENCE</b>
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- The value of the Fund may rise or fall. You may lose some or all of your investment depending on the performance of the underlying securities. Factors that may affect the performance of these securities include, without limitation, market risks, fluctuations in interest rates, political instability, exchange controls, changes in taxation and foreign investment policies. Some of the key risks associated with the Fund are described below:
    - Market risk – Potential or actual losses arising from adverse changes in market prices of securities.
    - Liquidity risk – Potential or actual losses arising from the Fund’s inability to convert its assets into cash immediately at minimal cost.
    - Credit risk – Potential or actual losses arising from inability of borrower to pay principal and/or interest in a timely manner on loans, bonds and other debt securities.
- These are the principal risk factors which may affect the performance of the Fund. If you would like more information before you invest, please consult the most recent Declaration of Trust (DOT). The rights and duties of the investor are in the DOT.
- The Fund employs a risk management policy based on duration. Duration measures the sensitivity of NAVpU to interest rate movements. As interest rates rise, bond prices fall. The higher the duration, the more the NAVpU will fluctuate in relation to changes in interest rates.

**FUND PERFORMANCE AND STATISTICS AS OF 30 SEPTEMBER 2015**  
**(Purely for reference purposes and is not a guarantee of future results)**

NAVpU Graph



**Key Statistics**

Weighted Ave. Duration	1.55
Volatility, Past 1 Year*	0.001200
Weighted Ave. Yield (%)	2.17

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

**Portfolio Composition (%)**

Cash	73.57
Corporate	4.12
Government	22.31
Total	100.00

**Cumulative Return**

	3Mo	YTD	1Yr	3Yr
Fund	-0.03%	1.18%	1.75%	15.67%
Benchmark	0.56%	1.82%	1.82%	7.95%

**Top Five Holdings (%)**

SDA	59.31
FXTN 10-59	17.74
Time Deposit – Other Bank	7.97
Time Deposit – Own Bank	6.29
Corporate Bonds – Holding Co.	1.98

**NAVpU over the past 12 months**

Highest	1,831.6445
Lowest	1,788.6310

**OTHER DISCLOSURES**

**RELATED PARTY TRANSACTIONS.** The Fund has deposit placement with EastWest Bank and EastWest Rural Bank amounting to P5.89M and P10.09M, respectively. It has investments in Filinvest Land 2016 Bonds amounting to P3.91M. These investment outlets were approved by the Board of Directors. All related party transactions are conducted on a best execution and arm’s length basis.

**OUTLOOK AND STRATEGY.** Inflation is expected to move up in the succeeding months as El Niño sets to be the worst in history. The Fund will maintain its defensive stance in the near term on higher inflation expectations locally, while bond markets endure heightened volatility caused by uncertainties in developed economies.

**PROSPECTIVE INVESTMENTS.** The Fund’s prospective investments include securities issued by or guaranteed by the Philippine government, or the BSP, marketable fixed income securities issued by corporations and traded in an organized exchange, loans traded in an organized exchange, savings and time deposits in any bank or financial institution, and other tradable investment outlets categories as the BSP may allow.

**EAST WEST BANKING CORPORATION**
**EASTWEST PESO LONG TERM BOND FUND  
 KEY INFORMATION AND INVESTMENT DISCLOSURE STATEMENT**

For the Quarter 30 September 2015

**FUND FACTS**

Classification:	Peso Bond Fund	Net Asset Value per Unit (NAVPU):	P1,447.4984
Launch Date:	1 March 2007	Total Fund NAV:	P8.469 million
Min. Initial Investment:	P100,000	Dealing Day:	Daily, up to 12 noon
Min. Additional Investment:	P0.00	Redemption Settlement:	Next banking day from date of redemption
Min. Holding Period:	180 calendar days	Early Redemption Charge:	P500 or 0.25% of the amount withdrawn, whichever is higher.
Applicable Tax:	20% Final Tax	Valuation:	Marked-to-Market

**FEES\***

Trustee Fee: 0.255665% <b>EastWest Bank – Trust Division</b>	Custodianship Fee: 0.026478% <b>HSBC</b>	External Audit Fee: 0.000000% <b>SGV</b>	Other Fees: 0.006434%
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\*Ratio of expense to the quarter's average daily net asset value.

**INVESTMENT OBJECTIVE AND STRATEGY**

The Fund aims to provide for its participants the potential to earn higher long-term returns by investing in a diversified portfolio of deposits and tradable debt securities issued by Philippine corporations, government and its agencies. The Fund has an average total portfolio duration of more than five years. The Fund's benchmark is the HSBC Liquid Bond Index.

**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 Fund is suitable for investors who:

- Have an aggressive risk appetite
- Are looking for long-term capital growth over an investment time horizon of at least five 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.**

- Investors may not get back the value of their original investment upon redemption.

- ❖ **THE UIT FUND IS NOT A DEPOSIT AND IS NOT INSURED BY THE PHILIPPINE DEPOSIT INSURANCE CORPORATION (PDIC)**
- ❖ **THE 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**

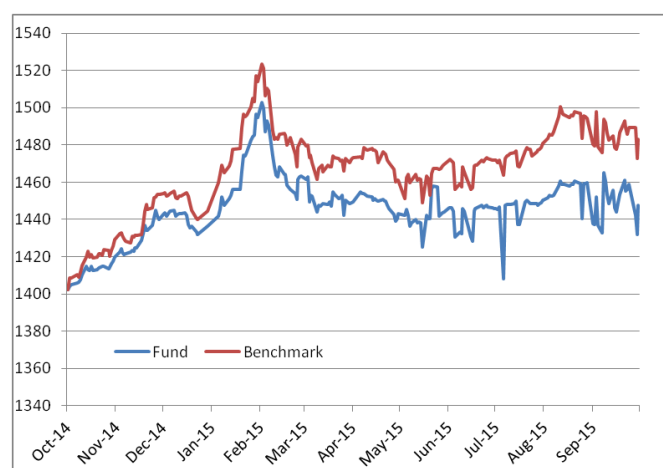
- The value of the Fund may rise or fall. You may lose some or all of your investment depending on the performance of the underlying securities. Factors that may affect the performance of these securities include, without limitation, market risks, fluctuations in interest rates, political instability, exchange controls, changes in taxation and foreign investment policies. Some of the key risks associated with the Fund are described below:
  - Market risk – Potential or actual losses arising from adverse changes in market prices of securities
  - Liquidity risk – Potential or actual losses arising from the Fund's inability to convert its assets into cash immediately at minimal cost
  - Credit risk – Potential or actual losses arising from inability of borrower to pay principal and/or interest in a timely manner on loans, bonds and other debt securities

These are the principal risk factors which may affect the performance of the Fund. If you would like more information before you invest, please consult the most recent Declaration of Trust (DOT). The rights and duties of the investor are in the DOT.

- The Fund employs a risk management policy based on duration. Duration measures the sensitivity of NAVpU to interest rate movements. As interest rates rise, bond prices fall. The higher the duration, the more the NAVpU will fluctuate in relation to changes in interest rates.

## FUND PERFORMANCE AND STATISTICS AS OF 30 SEPTEMBER 2015 (Purely for reference purposes and is not a guarantee of future results)

### NAVpU Graph



Lowest	1,402.1247
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### Key Statistics

Weighted Ave. Duration	6.24
Volatility, Past 1 Year*	0.004741
Weighted Ave. Yield (%)	2.89

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

### Portfolio Composition (%)

Cash	31.16
Corporate	2.43
Government	66.41
Total	100.00

### Top Five Holdings (%)

FXTN 10-59	36.05
SDA	29.34
RTB 25-1	27.99
Corporate Bonds – Real Estate	2.43
FXTN 3-20	2.37

### Cumulative Return

	3Mo	YTD	1Yr	3Yr
Fund	0.12%	0.77%	3.29%	13.96%
Benchmark	0.76%	2.65%	5.76%	21.50%

### NAVpU over the past 12 months

Highest	1,502.7846
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## OTHER DISCLOSURES

**RELATED PARTY TRANSACTIONS.** The Fund has deposits with EastWest Bank amounting to P153.9 thousand. It has investments in Filinvest Land 2016 Bonds amounting to P205.8 thousand. These investment outlets were approved by the Board of Directors. All related party transactions are conducted on a best execution and arm's length basis.

**OUTLOOK AND STRATEGY.** Inflation is expected to move up in the succeeding months as El Niño sets to be the worst in history. The Fund will maintain its defensive stance in the near term on higher inflation expectations locally, while bond markets endure heightened volatility caused by uncertainties in developed economies.

**PROSPECTIVE INVESTMENTS.** The Fund's prospective investments include securities issued by or guaranteed by the Philippine government, or the BSP, marketable fixed income securities issued or guaranteed by corporations and traded in an organized exchange, loans traded in an organized exchanged, savings and time deposits in any bank or financial institution, and other tradable investment outlets categories as the BSP may allow.

**EAST WEST BANKING CORPORATION**
**EASTWEST DOLLAR INTERMEDIATE TERM BOND FUND  
 KEY INFORMATION AND INVESTMENT DISCLOSURE STATEMENT**
**For the Quarter 30 September 2015**
**FUND FACTS**

Classification:	US Dollar Bond Fund	Net Asset Value per Unit (NAVpU):	USD 128.6192
Launch Date:	18 March 2005	Total Fund NAV:	USD 0.509 million
Minimum Initial Investment:	USD 2,000.00	Dealing Day:	Daily, up to 12 noon
Minimum Additional investment:	USD 0.00	Redemption Settlement:	Next banking day from the date of redemption
Minimum Holding Period:	30 calendar days	Early Redemption Charge:	USD 10.00 or 0.25% of the amount withdrawn, whichever is higher
Applicable Tax:	7.5% Final Tax	Valuation:	Marked-to-Market

**FEES\***

Trustee Fee: 0.127940% <b>EastWest Bank – Trust Division</b>	Custodianship Fee: 0.011229% <b>HSBC</b>	External Audit Fee: 0.000000% <b>SGV</b>	Other Fees: 0.000000%
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\*Ratio of expense to the quarter's average daily net asset value.

**INVESTMENT OBJECTIVE AND STRATEGY**

The Fund aims to achieve for its participants the potential to earn enhanced intermediate-term returns by investing in sovereign bonds issued by the Republic of the Philippines and other countries, corporate notes and bonds, term deposits and other tradable instruments. The Fund maintains a total portfolio duration of more than one year to less than three years. The Fund's benchmark is the J.P. Morgan Asia Credit Index (JACI).

**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 Fund is suitable for investors who:

- Have a moderate risk appetite
- Are looking for capital growth over an investment time horizon of at least three 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.**

- Investors may not get back the value of their original investment.

- ❖ **THE UIT FUND IS NOT A DEPOSIT AND IS NOT INSURED BY THE PHILIPPINE DEPOSIT INSURANCE CORPORATION (PDIC)**
- ❖ **THE RETURNS CANNOT BE GUARANTEED AND HISTORICAL NAVPU IS FOR ILLUSTRATION OF NAVPU MOVEMENTS / FLUCTUATIONS ONLY**
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- ❖ **THE TRUSTEE IS NOT LIABLE FOR ANY LOSS UNLESS UPON WILLFUL DEFAULT, BAD FAITH OR GROSS NEGLIGENCE**

The value of the Fund may rise or fall. You may lose some or all of your investment depending on the performance of the underlying securities. Factors that may affect the performance of these securities include, without limitation, market risks, fluctuations in interest rates, political instability, exchange controls, changes in taxation and foreign investment policies. Some of the key risks associated with the Fund are described below:

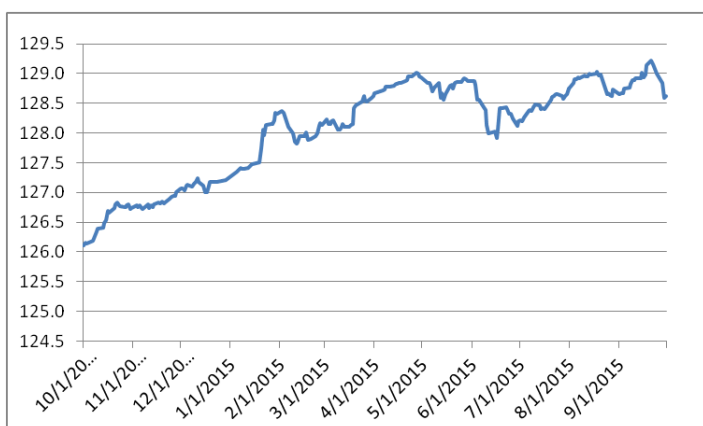
- Market risk – Potential or actual losses arising from adverse changes in market prices of securities.
- Liquidity risk – Potential or actual losses arising from the Fund’s inability to convert its assets into cash immediately at minimal cost.
- Credit risk – Potential or actual losses arising from inability of borrower to pay principal and/or interest in a timely manner on loans, bonds and other debt securities.

These are the principal risk factors which may affect the performance of the Fund. If you would like more information before you invest, please consult the most recent Declaration of Trust (DOT). The rights and duties of the investor are in the DOT.

- The Fund employs a risk management policy based on duration. Duration measures the sensitivity of NAVpU to interest rate movements. As interest rates rise, bond prices fall. The higher the duration, the more the NAVpU will fluctuate in relation to changes in interest rates.

**FUND PERFORMANCE AND STATISTICS AS OF 30 SEPTEMBER 2015**  
**(Purely for reference purposes and is not a guarantee of future results)**

NAVpU Graph



Key Statistics

Weighted Ave. Duration	2.62
Volatility, Past 1 Year*	0.000631
Weighted Ave. Yield (%)	2.06

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

Portfolio Composition (%)

Cash	62.42
Corporate	23.97
Government	13.61
Total	100.00

Cumulative Return

	3Mo	YTD	1Yr	3Yr
Fund	0.33%	1.11%	1.99%	-2.82%
Benchmark	0.21%	2.53%	6.30%	10.84%

Top Five Holdings (%)

ROP 37	13.61
TD - Other Bank	10.82
TD - Other Bank	10.82
TD - Other Bank	10.81
TD - Other Bank	10.81

NAVpU over the past 12 months

Highest	129.2214
Lowest	126.1028

**OTHER DISCLOSURES**

**RELATED PARTY TRANSACTIONS.** The Fund has deposits with EastWest Bank amounting to \$42.54 thousand. These investment outlets were approved by the Board Directors. Likewise, all related party transactions are conducted on best execution and arm’s length basis.

**OUTLOOK AND STRATEGY.** Prices of Philippine sovereign bonds will track movements in US Treasuries, however solid macroeconomic fundamentals will keep prices supported compared to other emerging market economies. The Fund will maintain a cautious stance amid increased volatility in the bond markets caused by uncertainties in developed economies.

**PROSPECTIVE INVESTMENTS.** The Fund’s prospective investments include securities issued by or guaranteed by the Philippine government, or the BSP, marketable fixed income securities issued or guaranteed by corporations and traded in an organized exchange, securities issued or guaranteed by any government of foreign country or any political subdivision of foreign country, securities issued or guaranteed by any supranational entity, loans traded in an organized exchange, savings and time deposits in any bank of financial institution, and other tradable investment outlets categories as the BSP may allow.



**EASTWEST BANKING CORPORATION**
**EASTWEST PHILEQUITY FEEDER FUND  
 KEY INFORMATION AND INVESTMENT DISCLOSURE STATEMENT**

For the Quarter 30 September 2015

**FUND FACTS**

Classification:	Equity Feeder Fund	Net Asset Value per Unit (NAVpU):	Php 926.0465
Launch Date:	October 29, 2014	Total Fund NAV:	Php 267.147 Million
Min. Initial Investment:	Php10,000.00	Dealing Day:	Daily, up to 12 noon
Min. Additional Investment:	Php1,000.00	Redemption Settlement:	4 banking days from date of redemption
Min. Holding Period:	30 calendar days	Early Redemption Charge:	P500 or 0.25% of the redemption amount, whichever is higher
Applicable Tax:	20% final tax on interest income from fixed income, money market investments	Valuation:	Marked-to-Market

**FEES\***

Trustee Fee: 0.063620% p.a. <b>EastWest Bank - Trust Division</b>	Custodianship Fee: 0.000000%	External Audit Fee: 0.000000% <b>SGV</b>	Other Fees: 0.000000%
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\*Ratio of expense to the quarter's average daily net asset value.

**INVESTMENT OBJECTIVE AND STRATEGY**

- The Fund, operating as a feeder fund, intends to achieve for its participants long-term capital appreciation through investing primarily in a portfolio of listed Philippine equities. The Fund aims to match or exceed the return of the Philippine Stock Exchange Index (PSEi). Toward this end, the Fund shall invest all or substantially its assets in the Philequity Fund, Inc.

**CLIENT SUITABILITY**

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 Fund is suitable for investors who: (a) have high risk appetite; and (b) who are looking for capital growth over an investment time horizon of at least 5 years through a managed portfolio of equity securities.

**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.**

- The target fund, Philequity Fund, employs a risk management policy based on appropriate diversification of investments intended to generate long term appreciation of the Fund.

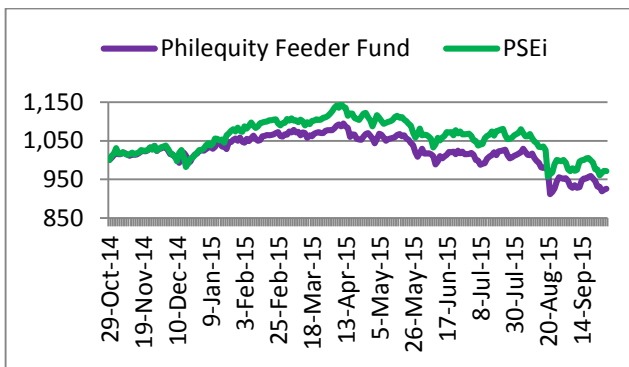
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❖ <b>THE TRUSTEE IS NOT LIABLE FOR ANY LOSS UNLESS UPON WILLFUL DEFAULT, BAD FAITH OR GROSS NEGLIGENCE</b>

- Investors may not get back the value of their original investment upon redemption.
- The value of the Fund may rise or fall. You may lose some or all of your investment depending on the performance of the underlying securities. Factors that may affect the performance of these securities include, without limitation, market risks, fluctuations in interest rates, political instability, exchange controls, changes in taxation and foreign investment policies. Some of the key risks associated with the Fund are described below:
  - Counterparty risk -- Potential or actual losses arising from risks particular to a feeder fund arrangement, as the fund is significantly dependent upon the target fund's communicated investment strategy including excessive concentration as well as timing of data transmittal.
  - Market risk – Potential or actual losses arising from adverse changes in market prices of securities
  - Liquidity Risk – Potential or actual losses arising from the Fund's inability to convert its assets into cash immediately at minimal cost
  - Credit risk – Potential or actual losses arising from inability of borrower to pay principal and/or interest in a timely manner on loans, bonds and other debt securities
- These are the principal risk factors which may affect the performance of the Fund. If you would like more information before you invest, please consult the most recent Declaration of Trust (DOT). The rights and duties of the investor are in the DOT.

## PORTFOLIO STATISTICS & FUND PERFORMANCE

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

### NAVpU Graph



### Cumulative Performance

Period	1MO	3MOS	6MOS	Since Inception
Fund	-3.07%	-8.79%	-14.03%	-7.40%
PSEi	-2.76%	-9.03%	-13.79%	-5.38%

### NAVpU Past 1 Year

Highest	P 1,095.2408
Lowest	P 911.8289

### Portfolio Holdings/Composition

Philequity Fund	100%
Total	100%

### Key Statistics

Volatility, Past 1 Year*	0.842%
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\*Volatility measures the degree to which the Fund fluctuates on a daily basis vis-à-vis its average return over a period of time

### Philequity Fund Top 10 Holdings

Issue	% of Fund	Issue	% of Fund
ALI	7.23%	AC	5.06%
SMIC	6.33%	JGS	4.16%
SMPH	5.68%	MBT	3.66%
URC	5.68%	BPI	3.63%
TEL	5.31%	BDO	3.37%

## OTHER DISCLOSURES

**RELATED PARTY TRANSACTIONS.** The Fund has no investments with East West Banking Corp., its subsidiaries and related parties.

**OUTLOOK AND STRATEGY.** The target fund will maintain its cautious stance as global growth concern continues to dampen investor sentiment. However the Philippines remains to be one of the least affected and the Christmas season is coming. According to statistics, it looks like Santa Claus will rescue the stock market.

**PROSPECTIVE INVESTMENT.** The Fund's prospective investments, depending on availability and market development, may include but not limited to, Philequity Fund, Time Deposits/ Special Savings Accounts, Government Securities and tradable fixed income securities issued by local financial institutions or private corporations. Investment in the Philequity Fund may amount up to 100% of total assets but shall not fall below 90% of total assets of the Fund.

**EASTWEST BANKING CORPORATION**
**EASTWEST PHILEQUITY INSTITUTIONAL FEEDER FUND  
 KEY INFORMATION AND INVESTMENT DISCLOSURE STATEMENT**

For the Quarter 30 September 2015

**FUND FACTS**

Classification:	Equity Feeder Fund	Net Asset Value per Unit (NAVpU):	Php 908.0079
Launch Date:	September 22, 2014	Total Fund NAV:	Php 189.631 Million
Min. Initial Investment:	Php 0.00	Dealing Day:	Daily, up to 12 noon
Min. Additional Investment:	Php 0.00	Redemption Settlement:	4 banking days from date of redemption
Min. Holding Period:	None	Early Redemption Charge:	Php 0.00
Applicable Tax:	20% final tax on interest income from fixed income, money market investments	Valuation:	Marked-to-Market

**FEES\***

Trustee Fee: 0.000000% p.a. <sup>^</sup> <b>EastWest Bank - Trust Division</b>	Custodianship Fee: 0.000000%	External Audit Fee: 0.000000% <b>SGV</b>	Other Fees: 0.000000%
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\*Ratio of expense to the quarter's average daily net asset value.

^A separate trust fee is charged instead at the portfolio level.

**INVESTMENT OBJECTIVE AND STRATEGY**

- The Fund, operating as a feeder fund, intends to achieve for its participants long-term capital appreciation through investing primarily in a portfolio of listed Philippine equities. The Fund aims to match or exceed the return of the Philippine Stock Exchange Index (PSEi). Toward this end, the Fund shall invest all or substantially its assets in the Philequity Fund, Inc.

**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 Fund is suitable for investors who: (a) have high risk appetite; and (b) who are looking for capital growth over an investment time horizon of at least 5 years through a managed portfolio of equity securities.
- Participation in the Fund is exclusive to managed accounts of EastWest Bank – Trust Division.

**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.**

- The target fund, Philequity Fund, employs a risk management policy based on appropriate diversification of investments intended to generate long term appreciation of the Fund.
- Investors may not get back the value of their original investment upon redemption.
- The value of the Fund may rise or fall. You may lose some or all of your investment depending on the performance of the underlying securities. Factors that may affect the performance of these securities include, without limitation,

- ❖ **THE UIT FUND IS NOT A DEPOSIT AND IS NOT INSURED BY THE PHILIPPINE DEPOSIT INSURANCE CORPORATION (PDIC)**
- ❖ **THE 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**

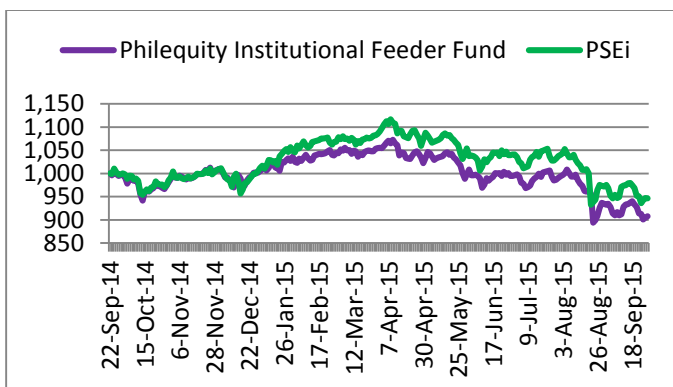
market risks, fluctuations in interest rates, political instability, exchange controls, changes in taxation and foreign investment policies. Some of the key risks associated with the Fund are described below:

- Counterparty risk – Potential or actual losses arising from risks particular to a feeder fund arrangement, as the fund is significantly dependent upon the target fund’s communicated investment strategy including excessive concentration as well as timing of data transmittal.
- Market risk – Potential or actual losses arising from adverse changes in market prices of securities
- Liquidity risk – Potential or actual losses arising from the Fund’s inability to convert its assets into cash immediately at minimal cost
- Credit risk – Potential or actual losses arising from inability of borrower to pay principal and/or interest in a timely manner on loans, bonds and other debt securities
- These are the principal risk factors which may affect the performance of the Fund. If you would like more information before you invest, please consult the most recent Declaration of Trust (DOT). The rights and duties of the investor are in the DOT.

## PORTFOLIO STATISTICS & FUND PERFORMANCE

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

### NAVpU Graph



### NAVpU Past 1 Year

Highest	P 1,072.5780
Lowest	P 893.8432

### Portfolio Holdings/Composition

Philequity Fund	100%
Total	100%

### Key Statistics

Volatility, Past 1 Year*	0.85%
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\*Volatility measures the degree to which the Fund fluctuates on a daily basis vis-à-vis its average return over a period of time

### Philequity Fund Top 10 Holdings

Issue	% of Fund	Issue	% of Fund
ALI	7.23%	AC	5.06%
SMIC	6.33%	JGS	4.16%
SMPH	5.68%	MBT	3.66%
URC	5.68%	BPI	3.63%
TEL	5.31%	BDO	3.37%

### Cumulative Performance

Period	1MO	3MOS	6MOS	1YR
Fund	-3.05%	-8.73%	-13.91%	-8.92%
PSEi	-2.76%	-9.03%	-13.79%	-5.38%

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