



**UCPB High Dividend Fund (UHDF)**  
**KEY INFORMATION AND INVESTMENT DISCLOSURE STATEMENT**  
 For the Quarter Ended September 30, 2015

**FUND FACTS**

Classification: Equity	Net Asset Value Per Unit (NAVPU): 1.011217948
Launch Date: April 8, 2014	Total Fund NAV: PhP 279,443,432.58
Minimum Investment: PhP 10,000.00	Dealing Day: On any banking day up to 1:30 p.m.
Additional Investment: PhP 5,000.00 and in multiples of PhP 1,000.00	Redemption Settlement: Three (3) banking days after receipt by TBG of redemption notice
Minimum Holding Period: 30 calendar days	Early Redemption Charge: 5% of the total amount redeemed

**FEES\***

Trustee Fees: 1.5000% p.a Trustee: UCPB Acting Through Its Trust Banking Group (TBG)	Custodian Fees: 0.00% Custodian: Deutsche Bank AG Manila & Philippine Depository & Trust Corp.	External Auditor Fees: 0.0016% External Auditor: Manabat Sanagustin & Company	Other Fees: None
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\*As a percentage of average daily NAV for the month valued at PhP 285,920,719.04

**INVESTMENT OBJECTIVE AND STRATEGY**

UHDF seeks to provide long-term growth of capital appreciation and steady income stream through investments in domestic, listed common and preferred shares. It also aims to surpass its benchmark (gross of fees) which is the Philippine Stock Exchange Index (PSEi). This should not be construed, however, as a guarantee of yield.

**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/their investment objective 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 UHDF is suitable only for investors who:
  - have an aggressive risk profile based on the results of the accomplished Client Suitability Assessment Form;
  - are willing to dedicate a small portion of their portfolio, preferably excess funds, for at least 18 months with a high level of return and corresponding risk on an equity portfolio; and
  - understands the significance of fluctuating unit prices and that any income/loss arising from market volatilities and price fluctuations is for client's account.


**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 Risk.** This is the possibility for an investor to experience losses due to changes in market prices of securities (i.e., equities).
- **Credit Risk/Default Risk.** This is the possibility for an investor to experience losses due to a deposit issuer's failure to pay principal and/or interest in a timely manner on deposit instruments.
- **Liquidity Risk.** This is the possibility for an investor to experience losses due to the inability to sell or convert assets into cash immediately or in instances where conversion to cash is possible but at a loss.
- **Reinvestment Risk.** This is associated with the possibility of having lower returns or earnings when maturing funds or the interest earnings of the funds are reinvested.

TBG strictly adheres to the investment outlets as stated in the Fund's Declaration of Trust. Exposure limits and asset allocation is closely monitored on a regular basis. All counterparties and investment outlets underwent thorough evaluation and accreditation in accordance with the Trust Manual of Operations, Policies and Guidelines.

- **THE UITF 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 AND 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**

	Talin Cruz (02) 811-9214	Rica Calderon (02) 811-9520	Elena Hong (02) 811-9597
	Marilyn Pabustan-Perion (02) 811-9512	Abby Romasanta (02) 811-9542	Min Sarmiento (02) 811-9515

## FUND PERFORMANCE AND STATISTICS AS OF SEPTEMBER 30, 2015

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

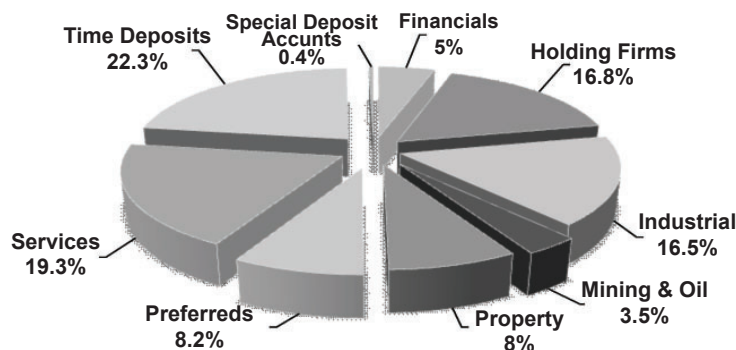
NAVPU Graph



### CUMULATIVE PERFORMANCE (%)

Period	1 Mo	3 Mos	6 Mos	1 Yr	3 Yrs	5 Yrs	YTD
Fund	-0.85%	-6.66%	-10.92%	-3.61%	N/A	N/A	-4.88%
Benchmark	-1.82%	-8.86%	-12.73%	-5.34%	N/A	N/A	-4.66%

### PORTFOLIO COMPOSITION



### NAVPU OVER THE PAST 12 MONTHS

Highest	1.148144788
Lowest	0.989414078

### STATISTICS

Weighted Ave. Duration	N/A
Volatility, Past 1 Year*	10.79%
Sharpe Ratio**	0.00%
Information Ratio***	0.01%

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

\*\* Sharpe Ratio is used to characterize how well the return of a Fund compensates the investor for the level of risk taken. The higher the number, the better.

\*\*\* 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.

### TOP TEN HOLDINGS (%)

Ayala Land, Inc.	7%
PLDT	6%
SM Investments Corporation	5%
SM Prime Holdings, Inc.	4%
Ayala Corp. Class "B" Series 2 Pref	3%
San Miguel Corp Series 2-D Pref.2	3%
Metro Pacific Investments Corp.	3%
San Miguel Purefoods Perp - Pref.2	3%
San Miguel Corp Series 2-F Pref	3%
BDO Unibank, Inc.	3%
Total	40%

## OTHER DISCLOSURES

### RELATED PARTY TRANSACTIONS

The Fund has deposits with the Bank Proper amounting to P20k which was approved by the Board of Directors. Likewise, all related parties transactions are conducted on an arm's length basis.

### OUTLOOK AND STRATEGY

PSEi ended September at 6,894 or 2.9% lower month-on-month. Foreign investors remained net sellers resulting to a ytd net foreign outflow of US\$873mn. The recent yuan devaluation and the impending Fed rate hike have increased uncertainty and made investors very cautious. Despite the current weakness, the PSEi has fared relatively well compared to its ASEAN peers. Part of the outperformance can be attributed to healthy domestic fundamentals.

Other macro indicators remain favorable. Personal remittances from Overseas Filipinos amounted to USD2.3 billion in July 2015, higher by 0.5% compared to the same period a year ago. For the 1st seven months, personal remittances have reached USD15.7 billion, 4.6% higher yoy.

Despite a slowdown in recent months, growth is expected to accelerate led by higher government spending and investments.

Headline inflation slowed further in August to 0.6% compared to 0.8% in July on lower oil and electricity prices and ample food supply.

The market still faces strong headwinds such as a strong US dollar and the imminent hike in U.S. interest rates which could create continued volatility and uncertainty in the near term.