

BANK OF COMMERCE – TRUST SERVICES DIVISION

BANK OF COMMERCE DIVERSITY DIVIDEND FOCUSED FUND
KEY INFORMATION AND INVESTMENT DISCLOSURE STATEMENT

For the Quarter ended June 30, 2015

FUND FACTS

Classification	Equity Fund	Net Asset Value per unit (NAVpu)	0.973975
Launch Date	April 8, 2015	Total Fund NAV	PHP 49,469,525.98
Minimum Investment	PhP 25,000.00	Dealing Day	11:30 AM
Minimum Additional	PhP 10,000.00	Redemption Settlement	T + 4
Minimum Holding period	30 days	Early Redemption Fee	0.50% on redeemed amount

FEES*

TRUSTEE FEE: 1.50% p.a.	CUSTODIAN FEE:	EXTERNAL AUDITOR FEE:	OTHER FEES:
*As a percentage of daily NAV	N/A	N/A	N/A

INVESTMENT OBJECTIVE & STRATEGY

The Fund intends to achieve for its participants long-term capital growth and dividend income generation by investing in equity securities with a track record of dividend payment

CLIENT SUITABILITY

The Bank of Commerce Diversity Dividend Focused Fund is suitable only for investors who:

- Have an AGGRESSIVE risk profile
- With 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.

Credit Risk/Default Risk. The possibility for an investor to experience losses due to a borrower's failure to pay principal and/or interest payments/amortizations in a timely manner on instruments such as bonds, loans, or other forms of security which the borrower issued.

Interest Rate Risk. The possibility that an investor may experience losses due to changes in interest rates.

Market / Price Risk. The possibility that an investor may experience losses due to changes in market prices of securities (e.g., bonds and equities).

Liquidity Risk: The possibility that an investor may 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 Risks. The possibility that an investor may experience losses due to probable lower returns or earnings when maturing funds or the interest earnings of the Fund are reinvested.

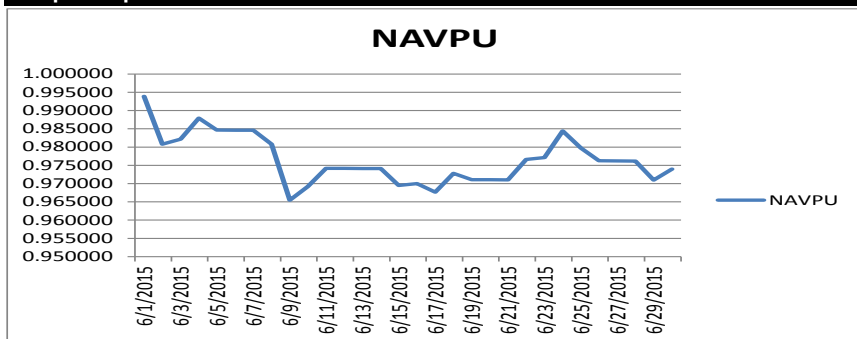
Country Risk. The possibility that an investor may experience losses arising from investments in securities issued by/in foreign countries due to the political, economic and social structures of such countries.

- **THE UIT FUND IS NOT A DEPOSIT AND NOT INSURED BY PHILIPPINE DEPOSIT INSURANCE CORPORATION (PDIC).**
- **RETURNS CANNOT BE GUARANTEED AND HISTORICAL NAVPU IS FOR ILLUSTRATION OF NAVPU MOVEMENT/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 queries, contact us via email at trustmarketing@bankcom.com.ph
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FUND PERFORMANCE AND STATISTICS AS OF June 30, 2015
(Purely for reference purposes and is not a guarantee of future results)

NAVpu Graph



NAVpu over the past 12 months

Highest	1.12159
Lowest	0.959738

Statistics

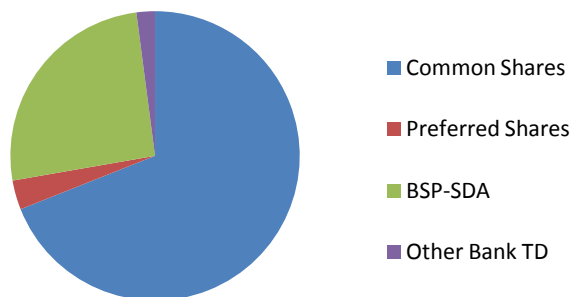
Wtd. Ave. Duration	0.67
Volatility, Past 1 Year*	N/A
Sharpe Ratio**	N/A
Information Ratio***	N/A

*Volatility measures fluctuation in yield.
**Sharpe ratio evaluates return-to-risk efficiency of the portfolio. The higher the value, the higher the reward per unit of risk.
***Information ratio evaluates return-to-risk efficiency of the portfolio

Cumulative Performance (%)

Period	1mo	3mos	6mos	1yr	3yrs
Fund	-32.2310%	-32.2073%	N/A	N/A	N/A
Benchmark		N/A	N/A	N/A	N/A

Portfolio Composition



Top Ten Holdings (%)

Common Shares	67.42%
Preferred Shares	3.20%
BSP-SDA	25.09%
Other Bank TD	2.02%
Own Bank TD	1.93%
Total	99.66%

OTHER DISCLOSURES

RELATED PARTY TRANSACTIONS

The Fund has investments with San Miguel Corporation Preferred Shares and Petron Corporation Common Shares amounting to PhP 1.578M and PhP 4.068M respectively. Furthermore, the Fund has investments to Bank of Commerce amounting to PhP 958K. Such investments were approved by the Board and Trust Committee.

OUTLOOK AND STRATEGY

The country's inflation rate slowed to 1.2 percent in June, its lowest in 20 years, but the central bank was keeping interest rates steady owing to risks and conditions that may send prices rising in later months. As a result of this, the BSP has lowered its 2016 inflation target from 2.6% to 2.5%. Moving forward, we expect the market to remain on a downward trend mainly because we believe that the concerns on Greece will continue to have a negative sentiment and overhang on the market even though the eventual direct impact to the Philippine economy is very minimal.

The PSE index closed June 2015 at 7,564.50, a drop of 15.96 points, or -0.21% from May month-end figure of 7,580.46. As such, we expect the market to range between 7,400-7,600 over the near term. While we still expect the year-end outlook on the market to be at around 7,800, we expect volatility to continue. Given this, we look to take advantage of market weakness to position on market dips.