



BANK OF COMMERCE – TRUST SERVICES GROUP

BANK OF COMMERCE DIVERSITY DOLLAR BOND FUND
KEY INFORMATION AND INVESTMENT DISCLOSURE STATEMENT

For the Quarter ended **March 31, 2025**

FUND FACTS			
Classification	Dollar Bond Fund	Net Asset Value per unit (NAVpu)	2.010394
Launch Date	March 11, 2005	Total Fund NAV	USD 537,783.40
Minimum Investment/ Maintaining Participation	USD 1,000	Dealing Day	11:30 AM
Minimum Additional	USD 100	Redemption Settlement	T + 1
Minimum Holding period	30 days	Early Redemption Fee	5% on redeemed amount

FEES*			
*TRUSTEE FEE: 1.00% p.a.	CUSTODIAN FEE: Usd29.62 BankCom - Treasury	*EXTERNAL AUDITOR FEE: USD1,326 KPMG Audit *based 2023 External Audit Fee	OTHER FEES: N/A
*based on the Net Asset value (NAV) accrued daily			N/A

INVESTMENT OBJECTIVE & STRATEGY

The Fund intends to achieve for its participants total returns consisting of current income and capital growth. The fund aims to achieve a rate of return higher than the bid price of 10-year Republic of the Philippines (ROP) Bonds from Bloomberg Generic (BGN) at the start of the quarter.

CLIENT SUITABILITY

The Bank of Commerce Diversity Dollar Bond Fund is suitable only for investors who:

- Have a **MODERATE** risk profile
- With an investment horizon of more than 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.

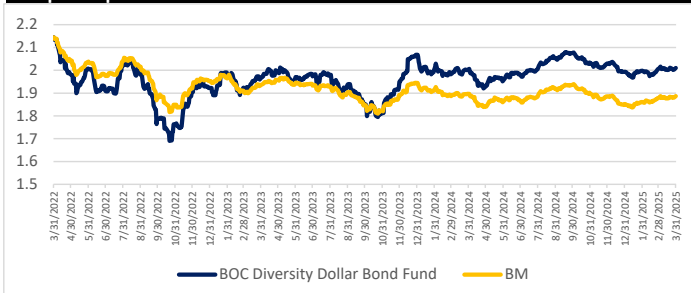
- THE UIT FUND IS NOT A DEPOSIT AND NOT INSURED BY PHILIPPINE DEPOSIT INSURANCE CORPORATION (PDIC).
- RETURNS CANNOT BE GUARANTEED AND HISTORICAL NAVPU IS FOR ILLUSTRATION OF NAVPU MOVEMENT/FLUCTUATIONS ONLY.
- WHEN REDEEMING, THE PROCEEDS MAY BE WORTH LESS THAN THE ORIGINAL INVESTMENT AND ANY LOSSES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

Tel No. 7 214-8800; Fax: 477-5552

FUND PERFORMANCE AND STATISTICS AS OF 03/31/25
(Purely for reference purposes and is not a guarantee of future results)

NAVpu Graph

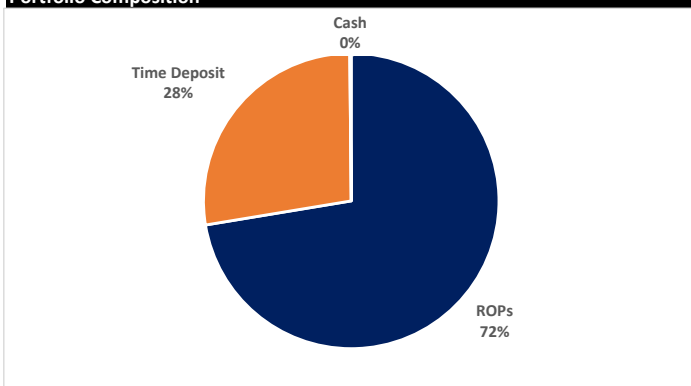


Cumulative Performance (%)

Period	1mo	3mos	6mos	1yr	3yrs
Fund	0.2258%	0.8690%	-3.1721%	0.4635%	-6.2536%
Benchmark	0.4086%	2.0026%	-2.5934%	-0.5001%	-12.0229%

Note: Benchmark is bid price of 10-Year ROP Bonds from Bloomberg (BGN).

Portfolio Composition



NAVpu over the past 12 months

Highest	2.079522
Lowest	1.920077

Statistics

Wtd. Ave. Duration	5.57
Volatility*	4.00%
Sharpe Ratio**	(1.18)
Information Ratio***	0.57

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

**Sharpe ratio is used to characterize how well the return of the Fund compensates the investor for the level of risk taken.

***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 (%)

Holdings	Weight
PHILIP 5 01/13/37	51.26
PHILIP 7.75 01/14/31	15.07
RCBC - TD	7.33
PSB - TD	6.97
RCBC - TD	5.24
PSB - TD	4.17
PHILIP 9.5 02/02/30	3.84
SECB - TD	3.74
PHILIP 3.7 02/02/42	2.23

Note: Percentage (%) of holdings is based on market values.

OTHER DISCLOSURES

RELATED PARTY TRANSACTIONS

N/A

OUTLOOK AND STRATEGY

US treasuries had a volatile quarter as investors continue to assess uncertainties brought by Trump's second Presidency. Weaker domestic growth outlook, prolonged delays of rate cut plans, and potential escalation of the tariffs war are all seen as possible disruptors which could ignite another wave of inflationary pressures. On the other hand, mass layoffs of federal employees, including many with immigrant backgrounds, may be the source of inflation easing for the US.

The uncertainties caused investors to flee to haven assets, especially US treasuries. Yields fell by 4-11 bps across the curve, with the most significant drop occurring in the front end.

On inflation, core PCe, the Fed's preferred inflation gauge, increased by 0.4% MoM, or 2.8% on an annual basis. Both figures were higher than market consensus.

On monetary policy, the Fed has telegraphed that the potential impact of the new policies of the new administration have increased. Fed Chair Jerome Powell said that they will have to tread carefully on their plans to cut rates as discrediting the effects of the tariffs may cause another wave of inflationary pressures. They have reiterated once again that the Fed will continue to adapt a data-dependent strategy amidst mounting uncertainties.

Forecast/Outlook : The initial forecast for USD/PHP for 2025 is at 57.00-60.00, a median of 58.50.

Fund Strategy and Considerations:

The fund is currently focused on long-duration dollar bonds and high-yield time deposits. By maintaining its portfolio strategy, the fund aims to navigate ongoing market volatility and shifts in sentiment regarding potential Fed rate adjustments. Interest income from ROP investments is expected to have a marginal impact on NAVPU, while fresh subscriptions will support strategic rebalancing.