

**BANK OF COMMERCE – TRUST SERVICES GROUP****BANK OF COMMERCE DIVERSITY MONEY MARKET FUND  
KEY INFORMATION AND INVESTMENT DISCLOSURE STATEMENT***For the Quarter ended **December 29, 2025*****FUND FACTS**

<b>Classification</b>	<b>Money Market Fund</b>	<b>Net Asset Value per unit (NAVpu)</b>	<b>1.315597</b>
<b>Launch Date</b>	August 16, 2013	<b>Total Fund NAV</b>	<b>PHP 758,482,776.25</b>
<b>Minimum Initial Investment</b>	Php 10,000.00	<b>Dealing Day</b>	11:30 AM
<b>Minimum Additional</b>	Php 1,000.00	<b>Redemption Settlement</b>	T + 1
<b>Minimum Holding period</b>	7 days	<b>Early Redemption Fee</b>	5% on redeemed amount

**FEES\***

<b>TRUSTEE FEE:</b>	<b>CUSTODIAN FEE:</b>	<b>*EXTERNAL AUDITOR FEE:</b>	<b>OTHER FEES:</b>
0.25% p.a. based on the Net Asset value (NAV) accrued daily	PHP1,404.54	PHP83,368.83	N/A
	Bureau of Treasury	Punongbayan and Araullo	N/A
		*based on 2025 External Audit Fee	

**INVESTMENT OBJECTIVE & STRATEGY**

The Fund's primary goal is to prevent the loss of principal and generate income by investing in fixed-income securities and deposits with maximum terms to maturity of up to three (3) years and has a weighted average portfolio life of one (1) year or less. The Fund is suitable for individual and institutional investors with a "Conservative" risk profile who prefers a low level of risk, favor fixed return and have an investment horizon of less than one (1) year. The Fund aims to achieve a rate of return higher than the three-month yield based on the PHP BVAL at the start of the quarter.

The Fund may avail itself of financial derivatives instruments solely for the purpose of hedging risk exposures of the existing investments of the Fund, provided, these are accounted for in accordance with existing BSP hedging guidelines as well as the Trustee's risk management and hedging policies duly approved by the Trust and Investments Committee and disclosed to participants.

**CLIENT SUITABILITY**

The Bank of Commerce Diversity Money Market Fund is suitable only for investors who:

- Have a **CONSERVATIVE** risk profile
- With an investment horizon of less than one (1) year
- Who are Philippine Residents Only

**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.

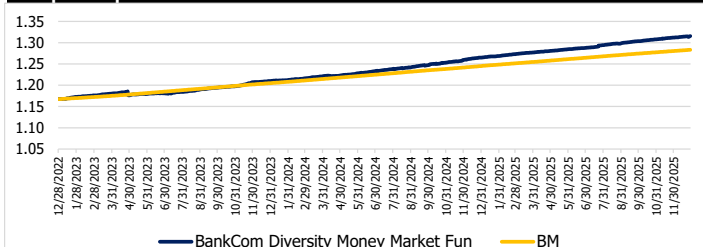
- THE UIT FUND IS NOT A DEPOSIT AND NOT INSURED BY PHILIPPINE DEPOSIT INSURANCE CORPORATION (PDIC).
- RETURNS CANNOT BE GUARANTEED AND HISTORICAL NAVPU IS FOR ILLUSTRATION OF NAVPU MOVEMENT/FLUCTUATIONS ONLY.
- WHEN REDEEMING, THE PROCEEDS MAY BE WORTH LESS THAN THE ORIGINAL INVESTMENT AND ANY LOSSES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

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**FUND PERFORMANCE AND STATISTICS AS OF 12/29/25**  
(Purely for reference purposes and is not a guarantee of future results)

**NAVpu Graph**

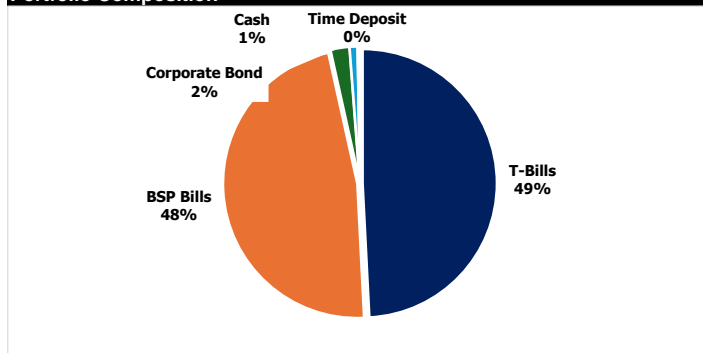


**Cumulative Performance (%)**

Period	1mo	3mos	6mos	1yr	3yrs
Fund	0.2869%	0.9231%	2.1611%	4.0155%	12.6793%
Benchmark	0.2272%	0.6987%	1.4800%	3.0898%	9.9177%

Note: Benchmark is the 3-month yield based on PHP BVAL Reference Rates.

**Portfolio Composition**



**NAVpu over the past 12 months**

Highest	1.315597
Lowest	1.264809

**Statistics**

Wtd. Ave. Duration	0.40
Volatility*	0.68%
Sharpe Ratio**	0.38
Information Ratio***	1.36

\*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
BSPBIL 0 01/20/26 28	32.79
RPTB 0 10/21/26 364	14.35
RPTB 0 11/18/26 364	14.35
BSPBIL 0 02/03/26 28	7.92
BSPBIL 0 01/27/26 29	6.61
RPTB 0 08/12/26 364	5.17
RPTB 0 09/23/26 364	4.89
RPTB 0 03/04/26 364	3.06
RPTB 0 09/16/26 364	2.71
BPIPM 5.85 12/10/26	2.26

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

**OTHER DISCLOSURES**

**RELATED PARTY TRANSACTIONS**

N/A

**OUTLOOK AND STRATEGY**

The local bond market failed to end on a positive note. The month started with yields trading sideways as what is the usual when the holiday season nears. However, when the Bureau of Treasury (BTr) announced the planned borrowing schedule for 1Q2026, players were quick to sell bonds in the belly and long ends. The lack of liquidity in the market coupled with the announcement of the borrowing schedule triggered a deep selloff. The relatively benign inflation result for November and the rate cut implemented by the BSP was not to offset the selling momentum. For December, yields rose by an average of 11 bps across the curve.

The latest macro data provided no surprises to the market. Headline CPI for the month of November came at 1.5% YoY, lower than the October's 1.7% print. This brings the YTD average to 1.6%. The downtrend in the overall inflation was mainly driven by the slower annual increase in the heavily-weighted food and non-alcoholic beverages index at 0.1% during the month from 0.5% in October 2025. Core inflation, which excludes volatile food and energy prices, also slowed to 2.4% from 2.5% in October.

On the monetary policy front, the BSP once again lowered the key rate by 25 bps to 4.50%. This marks the lowest level of the policy rate in the last three years. The central bank has so far lowered key borrowing costs by 200 bps since it began its easing cycle in August last year. It delivered a 25-bp cut at each of its meetings in April, June, August and October. The latest press release by the Monetary Board noted that the outlook for domestic economic growth has weakened further. Overall business sentiment has continued to decline mainly driven by concerns about governance issues and lingering uncertainty over global trade policy. When asked about how many cuts the BSP has room for next year, BSP Governor said that there may be only one left but the decision will remain data-driven.

The Fund has outperformed its benchmark by 0.06% on a month-on-month basis and 0.93% on a year-to-date basis. This stems from the shift in holdings to longer-tenored T-bills as we are already seeing some value in the 6-9 month tenors.

For our outlook, we believe that the key drivers for the bond market in 1Q2026 will be the higher supply of bonds in the belly to long ends, slight uptick in inflation due to base effects, easing growth expectations, and a less hawkish BSP. On the global side, the Fed's call indication of lesser rate cuts may pose some short-term challenges for local bond markets.