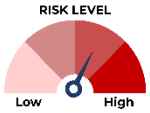
ABF PHILIPPINES BOND INDEX FUND

Key Information Investment Disclosure Statement

October 30, 2026

A reliable long-term investment with government securities



INVESTMENT OBJECTIVE AND SUMMARY

The Fund aims to achieve investment returns that closely track the total return of the iBoxx ABF Philippines Index, before fees and expenses, by investing in a diversified portfolio of peso-denominated sovereign, quasi-sovereign, and supranational bonds.

FUND FACTS

Classification	Fixed Income Fund
Total Fund NAV	PHP 18,105.54 Mn
Dealing Day	Daily up to 2:00PM
Redemption Settlement	Day 2 End-of-Day
Min. Holding Period / Early Redemption Charge	None
NAVPU	PHP 278.39
Launch Date	April 4, 2005
Minimum Investment	PHP 1,000
Additional Investment	No minimum

FEES

Management Fees (based on Fund NAV) [1]	Up to Php3 billion, 0.274% > Php 3 billion up to Php 6 billion, 0.252% > Php 6 billion up to Php 10 billion, 0.230% > Php 10 billion, 0.186%	BPI Wealth
Trustee Fee	0.08%[2]	HSBC
External Audit Fee	0.0002%[3]	Isla Lipana
Other Fees (based on Fund NAV) [4]	Up to Php equivalent of US$22.9mn, 0.0175% > Php equivalent of US$ 22.9mn to US$ 62.9mn, 0.010% > Php equivalent of US$ 62.9mn, 0.000%	Markit iBoxx

[1] As a percentage of average daily NAV for the quarter valued at Php 18.62 billion
[2] As declared in the Declaration of Trust /Plan Rules
[3] Billing is received at the last quarter of the year
[4] License Fee: Contractual amount

CLIENT SUITABILITY

A client profiling process should be performed prior to participating in the Fund to guide the prospective investor if it is suited to his/her investment objective and risk tolerance before deciding to invest. Clients are advised to read the Declaration of Trust/Plan Rules of the Fund, which may be obtained from our website.

This Fund is for investors who:

- Are at least classified as moderately aggressive based on their risk profile
- Have an investment horizon of at least five (5) years

KEY RISKS AND RISK MANAGEMENT

Interest Rate Risk: The fund invests in domestic government- issued/ guaranteed securities comprising the iBoxx ABF Philippines Index, exposing investors to the risk of loss arising from a rise in interest rates, which generally causes fixed income security prices to decline. Factors/ events that may lead to a rise interest rates include adverse market conditions, and/ or negative developments in domestic political and economic conditions.

Liquidity Risk: Investors are exposed to the risk of loss due to the Fund's inability to convert security holdings to cash immediately or in instances where conversion to cash is possible but at a highly disadvantageous price due to limited buyers/sellers in the market, low trading volumes or market disruptions, among other reasons/ factors.

Related Party Risk: Investors are exposed to actual or potential conflicts of interest in the handling of related party transactions by the Trustee, specifically, the execution of trade transactions with related counterparties.

Down-grade Risk: Investors are exposed to the risk of loss arising from adverse changes in the prices of domestic government-issued/ guaranteed securities due to a downgrade in the credit rating of the Philippines.

Index Tracking Risk: Investors are exposed to the risk of not being able to achieve a level of return that matches the index being tracked by the fund due primarily to operating and fund management expenses.

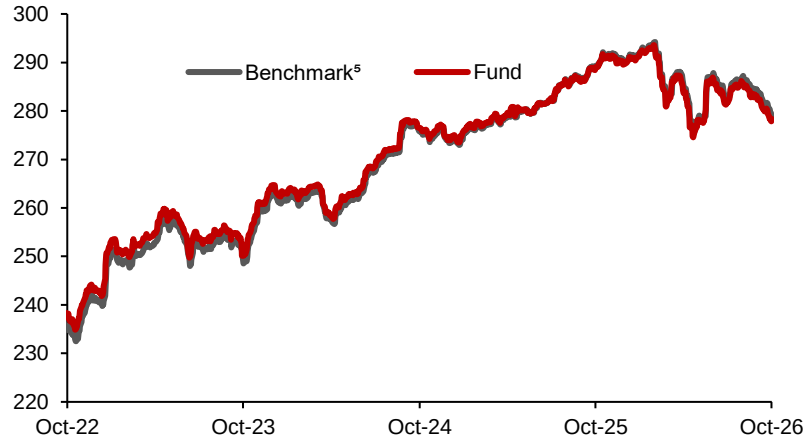
In accordance with the provisions in the Declaration of Trust, the Fund employs a risk management policy based on duration. The Fund may also use financial derivatives to hedge the portfolio against market and credit risks.

• THE UNIT INVESTMENT TRUST FUND (UITF) IS NOT A DEPOSIT AND IS NOT INSURED BY THE PHILIPPINE DEPOSIT INSURANCE CORP. (PDIC).
• 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 SHALL 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.
• THIS PRODUCT CANNOT BE SOLD TO YOU UNLESS ITS BENEFITS AND RISKS HAVE BEEN THOROUGHLY EXPLAINED. IF YOU DO NOT FULLY UNDERSTAND THIS PRODUCT, DO NOT PURCHASE OR INVEST IN IT.

FUND PERFORMANCE AND STATISTICS

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

NAVPU GRAPH



NAVPU OVER THE PAST 12 MONTHS	
Highest	293.56
Lowest	274.55

STATISTICS	
Weighted Ave Duration (Yrs.)	4.89
Volatility, Past 1 Year (%) [7]	3.70
Portfolio Weighted Yield to Maturity (%)	6.30
Current Number of Holdings	47
Tracking Error (36-mo. Rolling, %) [8]	0.10

[6] Since Inception.
[7] Measures the degree to which the Fund fluctuates vis-à-vis its average return over a period of time.
[8] Measure of deviation between the Fund's return and benchmark returns. A lower number means the Fund's return is closely aligned with the benchmark.

	CUMULATIVE						ANNUALIZED				CALENDAR YEAR					
	1M	3M	6M	1Y	3Y	S.I.[6]	1Y	3Y	5Y	S.I.[6]	YTD	2025	2024	2023	2022	2021
Fund (Net%)	-1.55	-1.22	-1.86	-3.63	11.31	178.39	-3.63	3.64	1.56	4.87	-3.91	5.76	3.50	8.92	-5.69	-3.97
Benchmark	-1.54	-1.16	-1.70	-3.34	12.40	217.41	-3.34	3.97	1.92	5.51	-3.66	6.08	3.89	9.24	-5.25	-3.72

[5] BENCHMARK INFORMATION

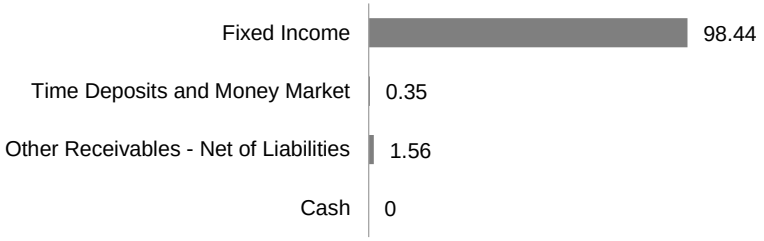
Name: iBoxx ABF Philippines Index

Description and Key Characteristics: The iBoxx Asia Bond Fund Index family (iBoxx ABF) is designed to reflect the performance of local currency denominated sovereign and sub sovereign debt from 8 Asian countries/territories. The index offers a broad coverage of the sovereign and sub-sovereign bond universe of China, Hong Kong, Indonesia, Korea, Malaysia, Philippines, Singapore and Thailand, whilst upholding minimum standards of investability and liquidity. The indices are an integral part of the global iBoxx index families, which provide the marketplace with accurate and objective benchmarks by which to assess the performance of bond markets and investments. The iBoxx ABF Index family is split into three major indices: Overall, Sovereigns, and Sub-sovereigns. These are further broken down into sub-indices based on markets and maturities. All iBoxx indices are priced based on multiple data inputs.

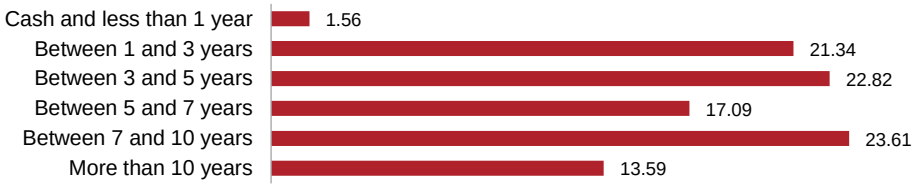
Information about the benchmark may be accessed through www.ihsmarkit.com. Alternatively, participants may request information from BPI Wealth at bpiwealth@bpi.com.ph.

PORTFOLIO COMPOSITION

ALLOCATION (%)



MATURITY PROFILE



TOP TEN HOLDINGS

Name	Maturity	%
Fixed Rate Treasury Note	9/15/2032	6.59
Fixed Rate Treasury Note	7/19/2031	6.42
Fixed Rate Treasury Note	7/27/2030	6.38
Fixed Rate Treasury Note	4/28/2035	6.33
Fixed Rate Treasury Note	1/10/2029	5.14
Fixed Rate Treasury Note	4/22/2028	4.65
Fixed Rate Treasury Note	1/25/2034	4.55
Fixed Rate Treasury Note	2/23/2036	4.29
Fixed Rate Treasury Note	8/12/2028	3.50
Fixed Rate Treasury Note	8/17/2033	3.44

RELATED PARTY TRANSACTIONS*

The Fund has no investments but has trade transactions with BPI Wealth – A Trust Corporation (BPI Wealth).

Investments in the said outlets were approved by the BPI Wealth's Board of Directors. Likewise, all related party transactions are conducted on an arm's length and best execution basis and within established limits.

**Related party in accordance with BPI Wealth's internal policy.*

OUTLOOK AND STRATEGY

Market Review. Philippine government bond prices declined in October as yields moved higher amid mounting inflation concerns. September inflation accelerated to 7.2%, exceeding market expectations. Meanwhile, the Bangko Sentral ng Pilipinas (BSP) surprised markets with a 50-basis point policy rate hike, bringing the benchmark rate to 5.50%. The central bank also raised its 2027 inflation forecast to 6.0% from 5.4%, citing risks from higher oil prices and the potential effects of El Niño. During the month, Brent crude oil prices climbed above $117 per barrel, adding to inflationary pressures.

Reflecting these developments, government bond yields rose by an average of 50 basis points across the curve. The benchmark 5-year government bond yield increased from 7.41% to 7.98% during the month. Foreign investors remained net sellers, recording net outflows of Php30 billion in October and bringing year-to-date outflows to Php358 billion.

The Bureau of the Treasury (BTr) raised Php69 billion through its bond auctions. Demand remained weak as investors sought higher yields, resulting in partial awards for several auction offerings.

Fund Performance. The Fund continued to track the returns and duration of the iBoxx ABF Philippines. The Fund returned -1.55% for the month, closely tracking the benchmark index.

Fund Strategy. The iBoxx index will see minimal changes for the month. The Fund will rebalance to reflect any changes to continue to closely track the duration of its benchmark.

LIST OF PROSPECTIVE INVESTMENTS

The following are among the Fund's approved investment outlets, wherein the Trustee intends to invest depending on strategy, availability, or other market-driven circumstances:

(a) Index securities consisting of peso-denominated debt obligations issued or guaranteed by the Philippine Government, by an agency or instrumentality of the Philippine Government, by a Philippine Government sponsored entity or quasi Philippine Government entity and peso-denominated debt obligations issued by supranational financial institution, or by an agency or instrumentality of any supranational financial institution or by an entity sponsored by any supranational financial institution, in each case as determined by the Index Licensor and which are for the time being constituent securities of the iBoxx ABF Philippines Index.

(b) Non-index securities consisting of peso-denominated securities which are issued by an issuer of any Index Security and are similar to comparable Index Securities and are likely to behave in such a manner that is consistent with the Investment Objective.

(c) Bank deposits and such other investments allowed under regulations issued by the BSP.

IMPORTANT NOTICES

BPI Wealth is a subsidiary of the Bank of the Philippine Islands. For inquiries and comments, please send us a message through bpiwealth@bpi.com.ph or by visiting www.bpi.com.ph/contactus. You may also call our 24-hour BPI Contact Center at (+632) 889 10000.

BPI Wealth as Trustee/Investment Manager is regulated by the Bangko Sentral ng Pilipinas. https://www.bsp.gov.ph