



SERVING
THE NATION

UITF ADVISORY

19 December 2022

SUBJECT : **AMENDMENTS TO THE UNITED COCONUT PLANTERS BANK (UCPB) UNIT INVESTMENT TRUST FUNDS (UITF)**

Dear **Valued Client:**

Greetings from the Land Bank of the Philippines (LANDBANK)!

Please be informed that effective **20 February 2023**, the following amendments to the UCPB UITFs, which were acquired by the LANDBANK Trust Banking Group (TBG) as a result of the recent merger of LANDBANK and UCPB, will be implemented:

1. The various UCPB UITFs were renamed to change their branding to LANDBANK.
2. Other fund features of the UCPB UITFs such as the cut-off time for account opening, subscription, and redemption, minimum investment and redemption amounts, penalty for early redemption, and the time of NAVpU computation were amended to align with TBG's existing policies and processes.
3. The benchmark and securities custodian of each UITF were also updated to be consistent with TBG's internal selection process.
4. The risk profile suitability of the UCPB Cash Management Fund has been updated to align with the client suitability policy of TBG.

In relation to this, clients with an existing UCPB Cash Management Fund whose risk profiles are Conservative are advised to contact the TBG UITF Team for the updating of their risk profile. Should TBG not receive any feedback within thirty (30) days from the date of this notice, your risk profile will be automatically reclassified to Moderate.

5. The investment objective of the UCPB Equity Fund was also amended to differentiate the fund from LANDBANK's existing equity fund.
6. The UCPB Philippine Index Equity Fund was amended. All references to the Philippine Stock Exchange Index (PSEi) in the Declaration of Trust/Plan Rules were removed, among others, except for the benchmark, to spare the fund's investors from unnecessary fees.

For your reference, attached with this notice is the complete summary of the amendments.

For queries and more information, you may get in touch with the Trust Account Management Department at (02) 8405-7351 or email us at lbp_trust@mail.landbank.com.

We look forward to continue serving your investment needs.

Sincerely,



LOLITA M. ALMAZAR

First Vice President & Head

LANDBANK Trust Banking Group

SUMMARY OF REVISIONS

A. Amendments to All UCPB UITFS

Amendment	From	To
Cut-off time	Admission and/or notice of redemption received by the TRUSTEE on or before the cut-off time, as determined by the Trust Officer or Designate which shall not be later than 1:30 P.M. , shall be considered as transaction for the day. However, admission/notice of redemption received after the cut-off time shall be considered as transaction for the next applicable Banking Day.	Admission/notice of redemption received by the Trustee on or before 12:00nn shall be considered as a transaction for the day. Admission/notice of redemption received by the Trustee after the cut-off time shall be considered a transaction for the next applicable business day.
Minimum Initial and Additional Investment	Peso The minimum initial participation and account balance to be maintained by the Participant in the FUND shall be One Thousand Pesos (PhP1,000.00) based on the end-of-day NAVPU of the FUND computed after the cut-off time for fund participation/redemption for the reference day, in accordance with existing BSP regulations on mark to market valuation of investment securities. Additional participations in the FUND should be at least PhP1,000.00 and in multiples of PhP1,000.00 based on the end-of-day NAVPU of the FUND computed after the cut-off time for fund participation/redemption for the reference day, in accordance with existing BSP regulations on mark to market valuation of investment securities.	Peso Removal of the multiples of PhP1,000.00 for additional placements

CLASS D

Amendment	From	To
	<p>Dollar</p> <ul style="list-style-type: none"> • Minimum Initial Participation. The minimum amount of initial participation/ contribution is USD 1,000.00. • Minimum Maintaining Participation. The minimum maintaining participation is USD 1,000.00. • Minimum Additional Participation. The minimum additional contribution is at least USD 500.00 and in multiples of USD 100.00. 	<p>Dollar</p> <p>Removal of the multiples of USD100.00 for additional placements.</p>
Minimum Redemption Amount	The Participant may redeem its participation in multiples of and at least PhP5,000.00 on any Banking Day in accordance with the provisions hereof based on the end-of-day NAVPU of the FUND computed after the cut-off time for FUND. Provided however, that for partial redemptions, the resulting participation in the FUND should at least amount to PhP1,000.00 based also on the end-of-day NAVPU of the FUND computed after the cut-off time for fund participation and redemption for the reference day, in accordance with existing BSP regulations on mark to market valuation of investment securities.	Removal of the minimum amount and required multiples for redemptions.
Penalty for early redemption	An early redemption fee of five percent (5%) (flat) of the amount redeemed shall be charged to the Participant in the FUND if redemption is made from the FUND before the thirty-first (31st) day from the date of participation. These fees shall accrue back to the FUND.	<p>Peso</p> <p>Equivalent to twenty-five percent (25%) of the net earnings of the redeemed principal amount (i.e., net of trust fee, final withholding tax, and other qualified expenses of the Fund).</p> <p>At no instance shall the penalty be less than FIVE HUNDRED PESOS (P500.00).</p> <p>The penalty collected shall accrue to the Fund.</p>

CLASS D

Amendment	From	To
		<p>Dollar Equivalent to twenty-five percent (25%) of the net earnings of the redeemed principal amount (i.e., net of trust fee, final withholding tax, and other qualified expenses of the Fund).</p> <p>At no instance shall the penalty be less than Ten U.S. Dollars (USD10.00) or its peso equivalent.</p> <p>The penalty collected shall accrue to the Fund.</p>
Time of NAVpU Computation/Calculation	The NAVPU shall be computed on a daily basis at 5:00 P.M. or such other time the TRUSTEE may deem reasonable.	The NAVPU of the Fund shall be computed daily after all transactions relating to the fund are processed but not earlier than the closing of the market or the availability of asset prices.

B. Amendments to the UCPB Cash Management Fund

Amendment	From	To
Fund Name	UCPB Cash Management Fund	LANDBANK Cash Management Fund
Risk Profile	Conservative	Moderate and above
Securities Custodian	The TRUSTEE may contract the Bureau of Treasury (BTR) or any BSP accredited third-party custodian of its choice to safekeep all securities made by the FUND and to perform independent marking-to-market valuation of such securities.	Standard Chartered Bank, Land Bank of the Philippines, or any BSP-accredited custodian appointed by the Trustee.
Benchmark	3-Month Bloomberg Valuation Reference rate for November 2018 to present	Percentage change in the <u>Bloomberg Philippine Sovereign Bond Index Money Market</u> or, in its absence, any relevant and industry-accepted benchmark

C. Amendments to the UCPB Peso Bond Fund

Amendment	From	To
Fund Name	UCPB Peso Bond Fund	LANDBANK Medium-Term Bond Fund
Securities Custodian	The TRUSTEE may contract Deutsche Bank AG Manila or any BSP accredited third-party	Standard Chartered Bank, Land Bank of the Philippines, and Philippine Depository & Trust Corp

CLASS D

Amendment	From	To
	custodian of its choice to safekeep all securities made by the FUND and to perform independent marking-to-market valuation of such securities.	(PDTC) or any BSP-accredited custodian appointed by the Trustee.
Benchmark	Bloomberg Philippine Local Sovereign Index	Weighted average percentage change in the following indices: a. Bloomberg Philippine Sovereign Bond Index 1 to 3 Years – 95% or, in its absence, any relevant and industry-accepted benchmark b. 1-month BVAL price – 5% or, in its absence, any relevant and industry-accepted benchmark

D. Amendments to the UCPB Balanced Fund

Amendment	From	To
Fund Name	UCPB Balanced Fund	LANDBANK Balanced Fund
Securities Custodian	The TRUSTEE may contract Deutsche Bank AG Manila or any BSP accredited third-party custodian of its choice to safekeep all securities made by the FUND and to perform independent marking-to-market valuation of such securities.	Standard Chartered Bank, Land Bank of the Philippines, and Philippine Depository & Trust Corp (PDTC) or any BSP-accredited custodian appointed by the Trustee.
Benchmark	Composite return of the Philippine Stock Exchange Index, Bloomberg Philippine Sovereign Bond Index (net) and 3-Month BVAL	Weighted average percentage change in the following indices: a. Bloomberg Philippine Sovereign Bond Index 1 to 5 Years – 45% b. Closing Philippine Stock Exchange Index (PSEi) – 50% c. 1-month BVAL price – 5% or in the absence of any of the indices, any relevant and industry-accepted benchmark.

E. Amendments to the UCPB High Dividend Fund

Amendment	From	To
Fund Name	UCPB High Dividend Fund	LANDBANK High Dividend Equity Fund
Securities Custodian	The TRUSTEE may contract Deutsche Bank AG Manila or any BSP accredited third-party custodian of its choice to	Philippine Depository & Trust Corp. (PDTC) or any BSP-accredited custodian appointed by the Trustee.

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Amendment	From	To
	safekeep all securities made by the FUND and to perform independent marking-to-market valuation of such securities.	
Benchmark	Philippine Stock Exchange Index (PSEi) and 30-Day Average Special Savings Rate (net).	Weighted average percentage change in the following indices: a. Closing Philippine Stock Exchange Index (PSEi) – 95% b. 1-month BVAL price – 5% or in the absence of any of the indices, any relevant and industry-accepted benchmark.

F. Amendments to the UCPB Philippine Index Equity Fund

Amendment	From	To
Fund Name	UCPB Philippine Index Equity Fund	LANDBANK Blue Chip Equity Fund
PSEi references		Removed.
Investment Objective	The FUND seeks to provide long-term growth of capital by investing in the equity components of the Philippine Stock Exchange Composite Index (PSEi). The FUND also seeks to closely track the performance of the PSEi.	The Fund seeks to provide long-term capital growth by investing in blue-chip equities on the Philippine Stock Exchange (PSE).
Underlying Assets	<p>(a) Pursuant to the foregoing objectives, the TRUSTEE shall have full discretionary powers to invest and reinvest the FUND in any of the following:</p> <p>(a.1) Deposits in Banks, Negotiable Certificate of Deposits, and Non-Negotiable Certificate of Deposits with the UCPB and other banks;</p> <p>(a.2) Component equity securities of the PSEi;</p> <p>(a.3) Acceptable financial derivative instruments to hedge against risk exposures of the existing investments of the FUND, provided that these are accounted for in accordance with existing</p>	<p>The Fund shall be primarily invested in a diversified portfolio of equities listed on the Philippine Stock Exchange.</p> <p>Provided that the fund may invest up to 100% of the portfolio in local equities, depending on current market conditions and the Fund Manager's outlook on the macroeconomy.</p> <p>a. Cash and Short-term Deposits</p> <p>Current, savings, special savings deposit accounts (SSDA), including those offered by LANDBANK (e.g., high-yield savings account (HYSA)), time deposits, other interest-bearing deposits, and deposit substitutes of private, foreign, or government banks accredited by LANDBANK's</p>

Amendment	From	To
	<p>BSP hedging guidelines as well as the TRUSTEE's Risk Management and hedging policies duly approved by the Trust Committee and disclosed to the Participants of the FUND. Provided further that such derivative instruments shall be made part of the "Quarterly List of Investment Outlets", which is made available by the TRUSTEE to all Participants of the FUND for their review;</p> <p>(a.4) Such other marketable and/or liquid investment outlets/categories and/or any acceptable security/outlet as the Trust Committee and the BSP may allow for open-ended marked-to-market pooled trust funds;</p>	<p>Financial Institution Department and LANDBANK Trust Banking Group;</p> <p>b. Top 50 exchange-listed securities, based on market capitalization, that are already listed or being offered publicly and soon to be listed on the Philippine Stock Exchange;</p> <p>c. Acceptable financial derivative instruments to hedge against risk exposures of the existing investments of the FUND provided that 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 Committee and disclosed to the Participants of the FUND. Provided further that such derivative instruments shall be made part of the "Quarterly List of Investment Outlets", which is made available by the TRUSTEE to all Participants of the FUND for their review;</p> <p>d. Such other marketable and/or liquid investment outlets/categories and/or any acceptable security/outlet as the Trust Committee and the BSP may allow for open-ended marked-to-market pooled trust funds, provided that the investment is consistent with the objective and investment horizon of the fund.</p>
Securities Custodian	The TRUSTEE may contract Deutsche Bank AG Manila or any BSP accredited third-party custodian of its choice to safekeep all securities made by	Philippine Depository & Trust Corp. (PDTCC) or any BSP-accredited custodian appointed by the Trustee.

Amendment	From	To
	the FUND and to perform independent marking-to-market valuation of such securities.	
Benchmark	Philippine Stock Exchange Index (PSEi)	The Weighted Average Percentage change in the following indices: a. Philippine Stock Exchange Index (PSEi) – 95% and b. 1-month BVAL prices – 5% or in the absence of any of the indices, any relevant and industry-accepted benchmark.

G. Amendments to the UCPB Equity Fund

Amendment	From	To
Fund Name	UCPB Equity Fund	LANDBANK Alpha Equity Fund
Investment Objective	The FUND seeks to provide long-term growth of capital and dividend income by investing in equities.	The Fund aims to achieve long-term capital growth by actively investing in equities listed on the Philippines Stock Exchange (PSE).
Securities Custodian	The TRUSTEE may contract Deutsche Bank AG Manila or any BSP accredited third-party custodian of its choice to safekeep all securities made by the FUND and to perform independent marking-to-market valuation of such securities.	Philippine Depository & Trust Corp. (PDTC) or any BSP-accredited custodian appointed by the Trustee.
Benchmark	Philippine Stock Exchange Index (PSEi)	The Weighted Average Percentage change in the following: a. Philippine Stock Exchange Index (PSEi) – 95% and b. 1-month BVAL prices – 5% or in the absence of any of the indices, any relevant and industry-accepted benchmark.

H. Amendments to the UCPB US\$ Money Market Fund

Amendment	From	To
Fund Name	UCPB US\$ Money Market Fund	LANDBANK US\$ Money Market Fund
Securities Custodian	The TRUSTEE may contract Deutsche Bank AG Manila or any BSP accredited third-party custodian of its choice to safekeep all securities made by the FUND and to perform independent marking-to-market valuation of such securities.	Standard Chartered Bank and Philippine Depository & Trust Corp (PDTC) or any BSP-accredited custodian appointed by the Trustee.
Benchmark	US Treasuries 3month BVAL	Percentage change in the <u>price of the 3-month U.S. treasury</u> or, in its absence, any relevant and industry-accepted benchmark