

LANDBANK HIGH DIVIDEND EQUITY FUND

(Previously the UCPB High Dividend Fund)

KEY INFORMATION AND INVESTMENT DISCLOSURE STATEMENT

As of 30 June 2025

FUND FACTS

Classification	: Equity Fund	Net Asset Value per Unit	: 1.022753
Launch Date	: 08 April 2014	Total Fund NAV	: PhP 34,648,025.53
Minimum Investment	: PhP 1,000.00	Dealing Day	: Up to 12:00pm of any banking day
Additional Investment	: PhP 1,000.00	Redemption Settlement	: T + 3
Minimum Holding Period	: 30 Calendar Days	Early Redemption Charge	: 25% on the net earnings of the redeemed principal amount. At no instance shall the penalty be less than P500.00

FEES\*

Trust Fees : 0.435512% LANDBANK	Custodianship Fees : n/a Standard Chartered	External Auditor Fees : n/a	Other fees : 0.142482% RTGS/PDTC fee/Brokers commission/ taxes on sale of equity shares
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\*As a percentage of average daily NAV for the quarter valued at PhP 37,097,748.13

INVESTMENT OBJECTIVE AND STRATEGY

The LANDBANK High Dividend Equity Fund seeks to provide long-term growth of capital appreciation and a steady income stream through investments in domestic listed shares on the Philippine Stock Exchange.

CLIENT SUITABILITY

A *client profiling process* shall be performed prior to participating in the Fund to guide prospective investors if the Fund is suited to his/her investment objectives and risk tolerance. Clients are advised to read the Declaration of Trust/Plan Rules of the Fund, which may be obtained from the Trustee, before deciding to invest.

The LANDBANK High Dividend Equity Fund is suitable only for investors who:

- Have an Aggressive risk profile
- are willing to dedicate a small portion of their portfolio, preferably excess funds, for at least 18 months with a high level of return and corresponding risk on an equity portfolio;
- understands the significance of fluctuating unit prices and that any income/loss arising from market volatilities and price fluctuations is for client’s account; and
- Have an investment horizon of 5 to 7 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 risk of losses due to a borrower’s failure to pay principal and/or interest in a timely manner on instruments such as bonds, loans, or other forms of security which the borrower issued.

**Reinvestment Risk.** The risk associated with the possibility of having lower returns or earnings when maturing funds or the interest earnings of funds are reinvested.

**Interest Rate Risk.** This is the possibility for an investor to experience losses due to changes in interest rates.

**Market/Price Risk.** This is the possibility for an investor to experience losses due to changes in market prices of securities.

**Liquidity Risk.** This is the possibility for an investor to 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.

**Inflation Risk.** The risk that the value of an investment is lower than the rate by which the prices of goods and services go up.

- The Fund implements a risk management policy that applies the principles of Value-at-Risk (VaR) and Modified Duration. VaR is defined as a statistical estimate of the amount of loss that an “open” risk position is unlikely to exceed during a given time period with a given level of confidence. Modified Duration is a means to measure the change in the value of a security in response to a change in interest rates. The formula is used to determine the effect that a 1% change in interest rates will have on the price of the bond.
- The Fund's investment outlets have been subject to proper screening and evaluation in accordance with LANDBANK –TBG’s accreditation process and minimum regulatory requirements.

REDEMPTION CONDITIONS

Surrender of the Confirmation of Participation or submission of a Letter of Instruction and such other reasonable requirements which the TRUSTEE may require; subject to penalty if redeemed before the minimum holding period.

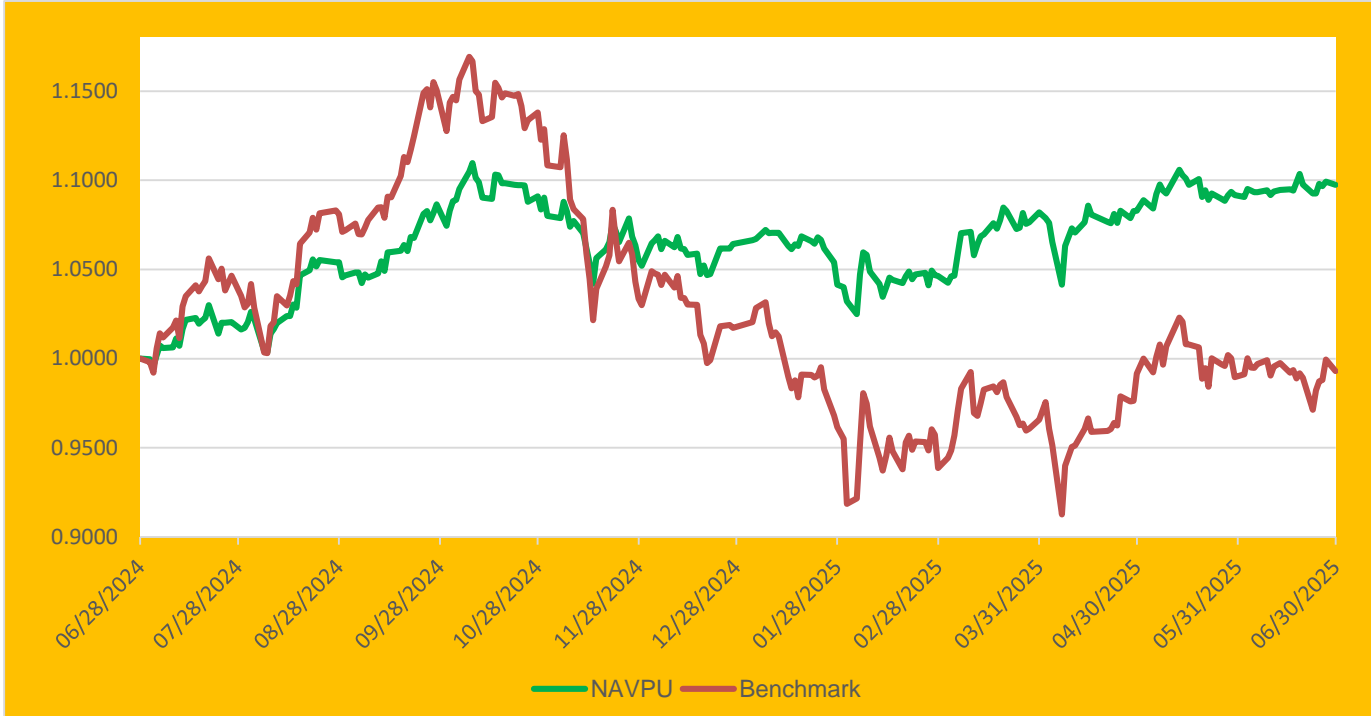
For Partial Redemption, remaining balance should not be less than minimum investment.

DISCLOSURES

- THE UIT FUND IS NOT A DEPOSIT AND IS NOT INSURED BY THE 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
- INVESTORS MUST READ THE COMPLETE DETAILS OF THE FUND IN THE PLAN RULES, MAKE HIS/HER OWN RISK ASSESSMENT, AND WHEN NECESSARY, HE/SHE MUST SEEK INDEPENDENT/PROFESSIONAL OPINION, BEFORE MAKING AN INVESTMENT.

NAVPU GRAPH

ONE YEAR FUND PERFORMANCE

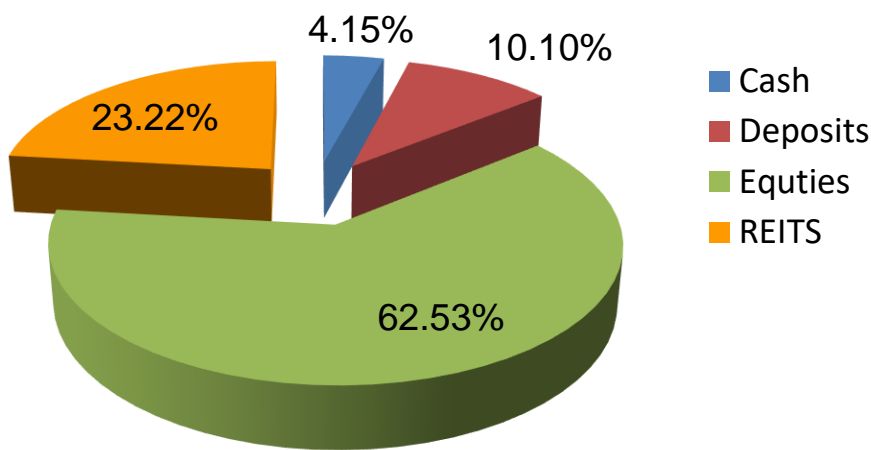


CUMULATIVE PERFORMANCE(%)<sup>1</sup>

Period	1 Mo	3 Mos	6 Mos	1Yr	3Yrs
High Dividend	0.52%	1.42%	3.12%	9.74%	22.67%
Benchmark <sup>2</sup>	0.35%	2.83%	-2.38%	-0.69%	3.22%

<sup>1</sup>Past performance is not indicative of future performance  
<sup>2</sup>Weighted Average Percentage change in the following:  
a. Philippine Stock Exchange Index (PSEI) (Gross of Tax) - 95% (Returns do not include the realized and unrealized gains and losses as well as income during the period) and  
b. 1-month BVAL prices (Gross of Tax) - 5%

PORTFOLIO COMPOSITION



RELATED PARTY TRANSACTIONS

The Fund has deposits with LANDBANK amounting to 2,438,259.71 which is within the limit approved by the Board of Directors. Likewise, all related parties' transactions are conducted on an arm's length basis.

FUND MANAGER’S REPORT

Philippine equities were hard-pressed to stage a meaningful, sustainable rally as Philippine economic figures were lethargic. First quarter corporate earnings of listed firms were mediocre at best, reflecting the sub-par 1Q2025 GDP growth rate of just 5.4%. And because of the trend of a weakening peso, it was not surprising that foreign funds recorded net foreign selling of over P13 billion in the first half of the year. Although the local bourse managed to register a modest gain in the second quarter, the momentum is not sustainable especially with all the uncertainty that the Trump tariffs bring with it.

Still, one good thing about Philippine stocks right now is their extremely cheap valuations. The market is very near the trough at current levels. Hence, further downside is very limited while potential upside could possibly serve a surprise if the fatalistic views on the Trump tariffs don't actually pan out. Also, the anticipated stronger economic performance of the country in the second quarter vs prior, could serve as a catalysts in propelling the market up.

VIEW STRATEGY

It is still a trader's market where neither a prolonged market upside nor downside is likely to happen. The most sensible strategy is still to buy or average down on weakness and sell on strength. Accumulate badly battered but fundamentally sound stocks with good growth prospects below the 6,300 level. Wait for the second quarter GDP growth figure (est. 5.8%) and sell when the market rallies on this.

Contact Details

For more information, visit call or email  
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NAVPU (Year-On-Year)

Highest	1.034198
Lowest	0.927979

STATISTICS

Weighted Ave Tenor <sup>1</sup>	0.00
Monthly Volatility <sup>2</sup>	1.96%
Sharpe Ratio <sup>3</sup>	0.22
Information Ratio <sup>4</sup>	0.27

<sup>1</sup>Only for the fixed-income investments portion of the portfolio.  
<sup>2</sup>Volatility measures the fluctuations in the yield. A higher value means more dispersion from the Fund's average yield. (Not enough data. Fund launch date 01 August 2016)  
<sup>3</sup>Sharpe Ratio evaluates the return-to-risk efficiency of the portfolio. The higher the value, the higher the reward per unit of risk. (Not enough data. Fund launch date 01 August 2016)  
<sup>4</sup>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. (Not enough data. Fund launch date 01 August 2016)

MAJOR ASSET HOLDINGS

Issue	% of Port
MER	13.80%
ICT	9.99%
TEL	5.02%
SMC2K	4.92%
GLO	4.66%
TOTAL	38.39%



# UNIT INVESTMENT TRUST FUND

## ABOUT THE LANDBANK HIGH DIVIDEND EQUITY FUND’S BENCHMARK

Weighted Average Percentage change in the following:

- a. Closing Philippine Stock Exchange Index (PSEi) - 95%
- b. 1-month BVAL prices - 5%

However, this should not be construed as a guarantee of yield.

### Description of the Benchmarks

The Philippine Stock Exchange Index (PSEi) is composed of the 30 blue chip listed firms that are most representative of the cross-section of the Philippine economy. These issues should meet the minimum standards as prescribed by Exchange, such as but not limited to, the value of the company, free float level of listed shares, and liquidity in terms of daily trading or value turnover.

The 1-month BVAL rate is the front-end of the Philippine yield curve which reflects the current yield for 30-day fixed-income security, representing the fund's minimum liquidity requirement.

### Key Characteristics

The Philippine Stock Exchange Composite Index (PSEi), is a fixed basket of thirty (30) common stocks of listed companies, carefully selected to represent the general movement of the stock market. In other words, it is the benchmark measuring the performance of the Philippine stock market.

The selection of these companies is based on a specific set of criteria. Under the revised policy on index management, companies should meet three (3) criteria to qualify under the PSEi:

1. The company's free float level must be at least 20%.
2. The company must rank among the top 25% in terms of median daily value in nine out of the twelve-month period in review.
3. Ranking of Top 30 qualified companies based on full market capitalization.

The 1-month BVAL rate reflects the current yield on the 30-day fixed income security.

### Relation of the benchmarks to the fund's objectives/investment strategies

The fund is designed for sophisticated investors with high-risk appetite. Invested almost entirely in shares listed in the Philippine Stock Exchange. However, to manage liquidity risk, the fund is mandated to lodge 5% of net assets in 30-day placements. As such, the weighted average of PSEI (95%) and the 1-month BVAL (5%) is the most appropriate benchmark for the fund's performance.

### References/sources of its detailed information

- Bloomberg Terminal
- PSE Website

For more information on the Fund’s benchmark, contact the UITF team at (02) 8405-7100 or (02) 8522-0000 loc.2429.

### Change in the Benchmark

The amendment to the Fund’s benchmark was approved by the LANDBANK Board of Directors on 23 October 2024 through Resolution No. 24-664.

From	To
<u>Weighted average percentage change in the following indices:</u>  a. Closing Philippine Stock Exchange Index (PSEi) - 95% b. 1-month BVAL prices - 5%  or in the absence of any one of the indices, any relevant and industry-accepted benchmark	<u>Weighted average percentage change in the following indices:</u>  a. Closing Philippine Stock Exchange Index (PSEi) - 95% b. 1-month BVAL prices - 5%

# UNIT INVESTMENT TRUST FUND

## ABOUT THE LANDBANK HIGH DIVIDEND EQUITY FUND’S BENCHMARK

### One Year Fund Comparison

Fund’s NAVpU compared to the previous benchmark	Fund’s NAVpU compared to the current benchmark
N/A	N/A

### Reason for the Change of the Fund’s Benchmark

The removal of the statement “or, in its absence, any relevant and industry-accepted benchmark” is in compliance with BSP Circular No. 1178, Series of 2023.