

SUBJECT: AMENDMENTS TO THE PLAN RULES OF THE PNB INSTITUTIONAL FUND AND THE PNB ENHANCED PHIL-INDEX REFERENCE FUND
May 18, 2019
Dear Valued Investors,

We wish to inform you that we have updated the product features of the PNB Institutional Fund in order to enhance the fund's competitive position and to make it more attractive to target participants. We have likewise amended the investment strategy and reduced the management fee of the PNB Enhanced Phil-Index Reference Fund (EPRF) in order to improve its performance and to maximize its potential returns. These revisions, which are summarized below, have been formally approved by the Bangko Sentral ng Pilipinas (BSP) last March 19, 2018.

A. PNB Institutional Money Market Fund

Particulars	From	To
Min. Initial Participation	Php500M	Php10M
Min. Additional Participation	Php10M	Php1M
Min. Maintaining Balance	Php500M	Php10M
Min. Holding Period	30 Calendar Days	3 Banking Days

B. PNB EPRF

Particulars	From	To
Management Fee	2%	1%
Investment Strategy	Partial Replication - Objective is to invest in selected representative stocks that are highly correlated to the PSEI.	Full Replication - Objective is to invest in all of the securities that make up the PSEI, using the index weighting in order to track/mimic its performance

The shift in the investment strategy of the EPRF from partial to full index replication is not only aimed at improving the fund's performance. It will also allow our clients to have full exposure to the entire Philippine Stock Exchange Index (PSEI) basket. Annex A shows the existing equity holdings of the EPRF versus its revised holdings once it shifts to full replication.

Please take note that these enhancements will take effect on **July 2, 2018**, to give you ample time to appreciate and adjust to these changes and their impact on your investments.

Should you feel that these enhancements do not suit your investment needs, you have the option not to continue your UITF investments with us. Alternatively, you may request your Branch of Account to switch your participation to any PNB UITF which you think would meet your current investment objectives.

For any queries or clarifications, please feel free to get in touch with your PNB Branch of Account or contact PNB Trust Banking at telephone nos. (02) 573-4335; 573-4574 or 573-4527.

Thank you for your continued patronage and confidence in us. We assure you that we always have your best interest in mind as we continue to deliver financial solutions that best suit your investment needs.

Sincerely,

(Original Signed)

Joy Jasmin R. Santos
First Vice President & Officer In Charge
Philippine National Bank – Trust Banking Group

ANNEX A – Holdings of the PNB Enhanced PSEI Reference Fund (As of April 30, 2018)

Ticker	Name	Weight (%)	
		From	To
AC	Ayala Corp	8.28	6.67
AEV	Aboitiz Equity Ventures Inc	5.77	4.68
AGI	Alliance Global Group Inc	-	1.08
ALI	Ayala Land Inc	9.74	8.26
AP	Aboitiz Power Corp	1.63	1.41
BDO	BDO Unibank Inc	8.88	6.85
BPI	Bank of the Philippine Islands	7.58	6.13
DMC	DMCI Holdings Inc	1.42	1.09
FGEN	First Gen Corp	-	0.50
GLO	Globe Telecom Inc	-	1.19
GTCAP	GT Capital Holdings Inc	3.04	2.35
ICT	ICTSI	-	2.32
JFC	Jollibee Foods Corp	-	3.52
JGS	JG Summit Holdings Inc	6.15	4.97
LTG	LT Group Inc	-	1.50
MBT	Metropolitan Bank & Trust Co	-	4.38
MEG	Megaworld Corp	1.70	1.30
MER	Manila Electric Co	-	2.02
MPI	Metro Pacific Investments Corp	-	1.79
PCOR	Petron Corp	-	0.55
PGOLD	Puregold Price Club Inc	-	1.14
RLC	Robinsons Land Corp	-	0.96
RRHI	Robinsons Retail Holdings Inc	-	1.27
SCC	Semirara Mining & Power Corp	-	0.90
SECB	Security Bank Corp	-	2.50
SM	SM Investments Corp	13.60	13.18
SMC	San Miguel Corp	-	1.32
SMPH	SM Prime Holdings Inc	10.21	8.37
TEL	PLDT Inc	5.20	4.18
URC	Universal Robina Corp	4.59	3.60
	PNB Time Deposit	12.21	-
	TOTAL	100.00	100.00