



IMPORTANT ADVISORY

Notice to PNB Peso Fixed Income Fund Clients

AMENDMENTS TO THE PLAN RULES OF THE PNB PESO FIXED INCOME FUND

Please be informed of the amended Plan Rules of the PNB Peso Fixed Income Fund as follows:

Particulars	From	To
Risk Profile	Moderate	Conservative
Investment Outlets	a. Deposits with local and foreign banks b. Government Securities c. Corporate Bonds/Notes	a. Deposits with local and foreign banks b. Government Securities
Benchmark Reference Rates	Philippine Dealing System Treasury R2 (PDST-R2) Reference Rates	Bloomberg\$ PHP BVAL Reference Rates
Distribution Channels	a. PNB branches b. PNB UITF Online c. PNB Auto Invest Plan d. PNB UITF ATM	a. PNB branches b. PNB UITF Online c. PNB Auto Invest Plan

Please take note that these amendments will take effect on January 2, 2019 to give you ample time to review the changes and evaluate its impact on your investments.

The changes in the fund's risk profile and investment outlets were made to comply with Appendix 83/Q-48 of the BSP Manual of Regulations for Banks, which was amended through BSP Circular No. 1020 on November 7, 2018. Under the said circular, the definition of a conservative risk profile was revised as follows:

From	To
For purposes of investing in a UITF, a client wants an investment strategy where the primary objective is to prevent the loss of principal at all times and where the fund is invested in deposits with local banks/branches of foreign banks . . . xxxx.	For purposes of investing in a UITF, a client wants an investment strategy where the primary objective is to prevent the loss of principal and where the fund is invested in securities issued by the National Government and/or deposits with local banks/branches of foreign banks . . . xxxx.



IMPORTANT ADVISORY

The change in the benchmark reference rates, on the other hand, is due to the retirement of the PDST Reference Rates. Please take note that Philippine Dealing & Exchange Corp. (PDEX) officially ceased performing the daily calculation and publication of these rates on October 26, 2018.

Lastly, the PNB UITF ATM facility will no longer be available. In lieu of the PNB UITF ATM, PNB will soon launch phase 2 of the PNB UITF Mobile Banking, which will allow clients to participate and redeem their investments through the PNB Mobile App.

Your decision to remain invested in the fund will signify conformity with the above-mentioned changes. You also have the option to switch your participation to any other PNB fund 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 PNB.