

**PNB INSTITUTIONAL MONEY MARKET FUND**

The PNB Institutional Money Market Fund was specifically created to meet the investment needs of institutional investors. It is invested in a portfolio of bank deposits with a remaining term to maturity of not more than three (3) years and has a weighted average portfolio life of one (1) year or less. This fund is limited to the following risks:

- Liquidity Risk – The possibility for a Trustor to experience losses due to the Fund’s inability to sell or convert assets into cash immediately or in instances where conversion to cash is possible but at a loss.
- Credit Risk – The possibility for a Trustor to experience losses in the event the borrower/issuer defaults on his obligation or in the case of a counterparty, when it fails to deliver on the agreed trade.
- Reinvestment Risk – This is the risk associated with the possibility that the funds may not be invested at the same rate as it was invested previously.

Product Risk Classification: Conservative

**PNB PRIME PESO MONEY MARKET FUND**

The PNB Prime Peso Money Market Fund is invested in a diversified portfolio of bank deposits and fixed income instruments issued by the Philippine government with a remaining term to maturity of not more than three (3) years and has a weighted average portfolio life of one (1) year or less. This fund is limited to the following risks:

- Liquidity Risk – The possibility for a Trustor to experience losses due to the Fund’s inability to sell or convert assets into cash immediately or in instances where conversion to cash is possible but at a loss.
- Credit Risk – The possibility for a Trustor to experience losses in the event the borrower/issuer defaults on his obligation or in the case of a counterparty, when it fails to deliver on the agreed trade.
- Reinvestment Risk – This is the risk associated with the possibility that the funds may not be invested at the same rate as it was invested previously.
- Interest Rate/Price Risk – This is the possibility for a Trustor to experience losses due to changes in interest rates or due to a decline in the price of a security or a portfolio.

Product Risk Classification: Conservative

**PNB PRIME DOLLAR MONEY MARKET FUND**

The PNB Prime Dollar Money Market Fund is invested in a diversified portfolio of bank deposits and fixed income instruments issued by the Philippine government with a remaining term to maturity of not more than three (3) years and has a weighted average portfolio life of one (1) year or less. This fund is limited to the following risks:

- Liquidity Risk – The possibility for a Trustor to experience losses due to the Fund’s inability to sell or convert assets into cash immediately or in instances where conversion to cash is possible but at a loss.
- Credit Risk – The possibility for a Trustor to experience losses in the event the borrower/issuer defaults on his obligation or in the case of a counterparty, when it fails to deliver on the agreed trade.
- Reinvestment Risk – This is the risk associated with the possibility that the funds may not be invested at the same rate as it was invested previously.
- Interest Rate/Price Risk – This is the possibility for a Trustor to experience losses due to changes in interest rates or due to a decline in the price of a security or a portfolio.

Product Risk Classification: Conservative

**PNB PRESTIGE PESO MONEY MARKET FUND**

The PNB Prestige Peso Money Market Fund is invested in a diversified portfolio of bank deposits and fixed income instruments issued by the Philippine government with a remaining term to maturity of not more than three (3) years and has a weighted average portfolio life of one (1) year or less. This fund is subject to the following risks:

- Liquidity Risk – The possibility for a Trustor to experience losses due to the Fund’s inability to sell or convert assets into cash immediately or in instances where conversion to cash is possible but at a loss.
- Credit Risk – The possibility for a Trustor to experience losses in the event the borrower/issuer defaults on his obligation or in the case of a counterparty, when it fails to deliver on the agreed trade.
- Reinvestment Risk – This is the risk associated with the possibility that the funds may not be invested at the same rate as it was invested previously.
- Interest Rate/Price Risk – This is the possibility for a Trustor to experience losses due to changes in interest rates or due to a decline in the price of a security or a portfolio.

Product Risk Classification: Conservative

**PNB PROFIT PESO BOND FUND**

The PNB Profit Peso Bond Fund is invested in a portfolio of fixed income instruments with a weighted average portfolio life of more than one (1) year. This fund is subject to the following risks:

- Liquidity Risk – The possibility for a Trustor to experience losses due to the Fund’s inability to sell or convert assets into cash immediately or in instances where conversion to cash is possible but at a loss.
- Credit Risk – The possibility for a Trustor to experience losses in the event the borrower/issuer defaults on his obligation or in the case of a counterparty, when it fails to deliver on the agreed trade.
- Reinvestment Risk – This is the risk associated with the possibility that the funds may not be invested at the same rate as it was invested previously.
- Interest Rate/Price Risk – This is the possibility for a Trustor to experience losses due to changes in interest rates or due to a decline in the price of a security or a portfolio.

Product Risk Classification: Moderate

**PNB PROFIT DOLLAR BOND FUND**

The PNB Profit Dollar Bond Fund is invested in a portfolio of fixed income instruments with a weighted average portfolio life of more than one (1) year. This fund is subject to the following risks:

- Liquidity Risk – The possibility for a Trustor to experience losses due to the Fund’s inability to sell or convert assets into cash immediately or in instances where conversion to cash is possible but at a loss.
- Credit Risk – The possibility for a Trustor to experience losses in the event the borrower/issuer defaults on his obligation or in the case of a counterparty, when it fails to deliver on the agreed trade.
- Reinvestment Risk – This is the risk associated with the possibility that the funds may not be invested at the same rate as it was invested previously.
- Interest Rate/Price Risk – This is the possibility for a Trustor to experience losses due to changes in interest rates or due to a decline in the price of a security or a portfolio.

Product Risk Classification: Moderate

PNB MULTI-ASSET FUND
<p>The PNB Multi-Asset Fund is invested in a diversified portfolio of fixed income securities, equities, and other allowable investments for UITFs. This fund is subject to the following risks:</p> <ul style="list-style-type: none"><li>• Liquidity Risk – The possibility for a Trustor to experience losses due to the Fund’s inability to sell or convert assets into cash immediately or in instances where conversion to cash is possible but at a loss.</li><li>• Credit Risk – The possibility for a Trustor to experience losses in the event the borrower/issuer defaults on his obligation or in the case of a counterparty, when it fails to deliver on the agreed trade.</li><li>• Reinvestment Risk – This is the risk associated with the possibility that the funds may not be invested at the same rate as it was invested previously.</li><li>• Interest Rate/Price Risk – This is the possibility for a Trustor to experience losses due to changes in interest rates or due to a decline in the price of a security or a portfolio.</li><li>• Equities Price Risk – Since the fund has investments in equities, it is also exposed to equities price risk, which is the risk that the fair value of equities decreases as a result of changes in the level of equity indices and the value of individual stocks.</li></ul>
Product Risk Classification: Moderately Aggressive
PNB PHIL-INDEX TRACKER FUND
<p>The PNB Phil-Index Tracker Fund aims to invest in all of the securities that make up the Philippine Stock Exchange Index (PSEi), using the index weighting in order to track/mimic its performance. This fund is subject to the following risks:</p> <ul style="list-style-type: none"><li>• Liquidity Risk – The possibility for a Trustor to experience losses due to the Fund’s inability to sell or convert assets into cash immediately or in instances where conversion to cash is possible but at a loss.</li><li>• Credit Risk – The possibility for a Trustor to experience losses in the event the borrower/issuer defaults on his obligation or in the case of a counterparty, when it fails to deliver on the agreed trade.</li><li>• Equities Price Risk – This is the risk that the fair value of equities decreases as a result of changes in the level of equity indices and the value of individual stocks.</li></ul>
Product Risk Classification: Aggressive
PNB HIGH DIVIDEND FUND
<p>The PNB High Dividend Fund is the first peso-denominated equity fund that seeks dividend income and long-term capital appreciation by investing in listed companies belonging to the Philippine Stock Exchange (PSE) that have high dividend yields and have an established history of paying dividends. This fund is subject to the following risks:</p> <ul style="list-style-type: none"><li>• Liquidity Risk – The possibility for a Trustor to experience losses due to the Fund’s inability to sell or convert assets into cash immediately or in instances where conversion to cash is possible but at a loss.</li><li>• Credit Risk – The possibility for a Trustor to experience losses in the event the borrower/issuer defaults on his obligation or in the case of a counterparty, when it fails to deliver on the agreed trade.</li><li>• Equities Price Risk – This is the risk that the fair value of equities decreases as a result of changes in the level of equity indices and the value of individual stocks.</li></ul>
Product Risk Classification: Aggressive
PNB EQUITY FUND
<p>The PNB Equity Fund aims to achieve capital growth by investing in issues listed in the PSE. This fund is subject to the following risks:</p> <ul style="list-style-type: none"><li>• Liquidity Risk – The possibility for a Trustor to experience losses due to the Fund’s inability to sell or convert assets into cash immediately or in instances where conversion to cash is possible but at a loss.</li><li>• Credit Risk – The possibility for a Trustor to experience losses in the event the borrower/issuer defaults on his obligation or in the case of a counterparty, when it fails to deliver on the agreed trade.</li><li>• Equities Price Risk – This is the risk that the fair value of equities decreases as a result of changes in the level of equity indices and the value of individual stocks.</li></ul>
Product Risk Classification: Aggressive
PNB GLOBAL GROWTH EQUITY FEEDER FUND
<p>The PNB Global Growth Equity Feeder Fund is an equity Unit Investment Trust Fund structured as a feeder fund that aims to achieve long-term capital appreciation by investing all or substantially all of its assets into its Target Fund, the Franklin Global Growth Fund. The Target Fund invests in equity securities of companies that the fund manager believes are high-quality sustainable growth companies. This fund is subject to the following risks:</p> <ul style="list-style-type: none"><li>• Liquidity Risk – The possibility for a Trustor to experience losses due to the Fund’s inability to sell or convert assets into cash immediately or in instances where conversion to cash is possible but at a loss.</li><li>• Credit Risk – The possibility for a Trustor to experience losses in the event the borrower/issuer defaults on his obligation or in the case of a counterparty, when it fails to deliver on the agreed trade.</li><li>• Equities Price Risk – This is the risk that the fair value of equities decreases as a result of changes in the level of equity indices and the value of individual stocks.</li><li>• Country Risk – This is the risk that investors might experience losses arising from investments in securities issued by/in foreign countries due to political, economic, and social structures of such countries.</li><li>• Foreign Exchange Risk – This is the risk of the UITF to lose value due to fluctuations in foreign exchange rates.</li></ul>
Product Risk Classification: Aggressive
PNB US EQUITY SUSTAINABILITY LEADERS FEEDER FUND
<p>The PNB US Equity Sustainability Leaders Feeder Fund is an equity Unit Investment Trust Fund structured as a feeder fund that allows investors to diversify their portfolios and gain access to global companies with superior ESG characteristics through its target fund, the FTGF ClearBridge US Equity Sustainability Leaders Fund.. This fund is subject to the following risks:</p> <ul style="list-style-type: none"><li>• Liquidity Risk – The possibility for a Trustor to experience losses due to the Fund’s inability to sell or convert assets into cash immediately or in instances where conversion to cash is possible but at a loss.</li><li>• Credit Risk – The possibility for a Trustor to experience losses in the event the borrower/issuer defaults on his obligation or in the case of a counterparty, when it fails to deliver on the agreed trade.</li><li>• Equities Price Risk – This is the risk that the fair value of equities decreases as a result of changes in the level of equity indices and the value of individual stocks.</li><li>• Country Risk – This is the risk that investors might experience losses arising from investments in securities issued by/in foreign countries due to political, economic, and social structures of such countries.</li><li>• Foreign Exchange Risk – This is the risk of the UITF to lose value due to fluctuations in foreign exchange rates.</li></ul>
Product Risk Classification: Aggressive