

**STERLING BANK OF ASIA**  
**STERLING \$ MONEY MARKET FUND**  
**KEY INFORMATION AND INVESTMENT DISCLOSURE STATEMENT**  
**AS OF JUNE 30, 2015**

**FUND FACTS**

<b>Classification:</b>	\$ Money Market Fund	<b>Net Asset Value per Unit (NAVPU):</b>	1.06848
<b>Launch Date:</b>	April 7, 2009	<b>Total Fund NAV:</b>	USD17,133.10
<b>Minimum Investment:</b>	USD1,000	<b>Dealing Day:</b>	Daily up to 11:30 am
<b>Additional Investment:</b>	USD500	<b>Redemption Settlement:</b>	Next banking day (T+1)
<b>Minimum Holding Period:</b>	30 calendar days	<b>Early Redemption Charge:</b>	0.50% of redemption proceeds

**FEES**

<b>Trust Fee:</b> 1.00% p.a. Sterling Bank of Asia - Trust Group	<b>Custodianship Fee:</b> 0.00% p.a. Standard Chartered Bank	<b>External Auditor Fees:</b> 0.00% p.a. Reyes Tacandong & Company
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**INVESTMENT OBJECTIVE AND STRATEGY**

The Fund is designed to provide investors low-risk investments with the possibility of capital preservation as well as income generation.

The Fund aims to achieve for its participants a more fixed flow of income by investing in diversified portfolio of US dollar denominated short term securities e.g. ROP, fixed-income deposits, money market securities, and other tradable fixed-income instruments with an average duration of one year or less.

**CLIENT SUSTAINABILITY**

**A client profiling should be performed prior to participating in the Fund to guide prospective investor 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 **STERLING \$ MONEY MARKET FUND** is suitable only for investors who:

- Have a moderate risk profile
- Have an investment horizon of at least one (1) year
- Are willing to be exposed to a certain level of risk in exchange for potentially higher returns
- Are looking for relatively safe and liquid investments with yields higher than savings and time deposits

**KEY RISK AND RISK MANAGEMENT**

**You should not invest in this Fund if you do not understand or are not comfortable with the accompanying risks.**

- **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.
- **Foreign Exchange Rate Risk** - This is the possibility for an investor to experience losses due to fluctuations in foreign exchange rates.
- **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.
- **Credit/ Default Risk** - This is the possibility for an investor to experience 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.
- **Related Party Risk** - This is the possibility for an investor to experience losses due to potential conflict of interest in a related party transaction.

**THE UIT FUND IS NOT A DEPOSIT AND IS NOT INSURED BY THE PHILIPPINE DEPOSIT INSURANCE CORPORATION (PDIC)**

**RETURNS CAN NOT BE GUARANTEED AND HISTORICAL NAVPU IS FOR ILLUSTRATION OF NAVPU MOVEMENTS/FLUCTUATIONS ONLY**

**WHEN REDEEMING, THE PROCEEDS MAY BE WORTH LESS THAN THE ORIGINAL INVESTMENT AND ANY LOSSES WILL BE SOLELY FOR THE**

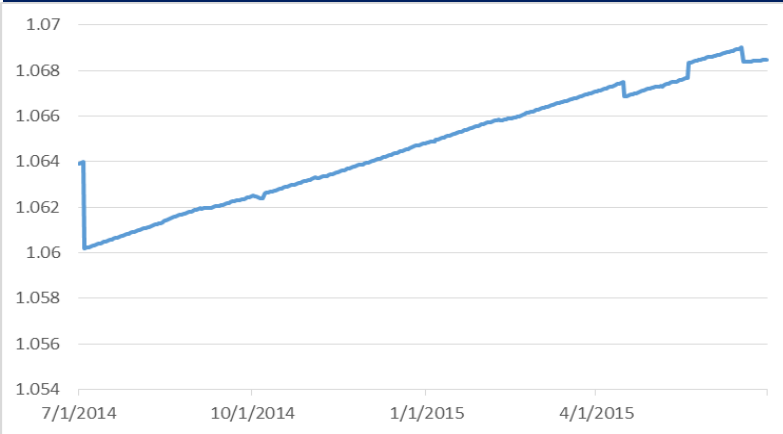
**THE TRUSTEE IS NOT LIABLE FOR ANY LOSS UNLESS UPON WILLFUL DEFAULT, BAD FAITH OR GROSS NEGLIGENCE**

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**FUND PERFORMANCE AND STATISTICS**

(Purely for reference purposes and is not a guarantee of future results)

**NAVPU GRAPH**



**NAVPU OVER PAST 12 MONTHS**

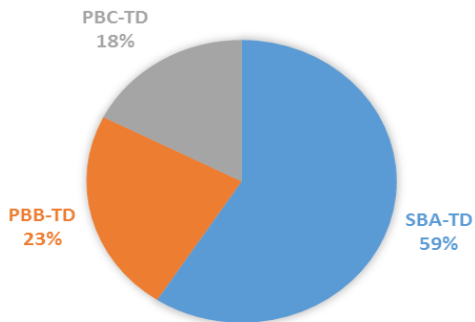
Highest	June 17, 2015	1.06900
Lowest	July 4, 2014	1.06019

**YIELD**

DATE	YTD	YOY
30-Jun-15	0.3418%	0.4314%

**PORTFOLIO COMPOSITION**

**\$ SMMF BREAKDOWN**



**TOP HOLDINGS (% TO NAV)**

SBA Time Deposit	59%
PBB Time Deposit	23%
PBC Time Deposit	18%

**OTHER DISCLOSURES**

**RELATED PARTY TRANSACTIONS.** The Fund has deposits with the Bank Proper amounting to USD10,140.05, which was approved by the Trust Committee. Likewise, all related parties transactions are conducted on an arm's length basis.

**OUTLOOK AND STRATEGY.** The Greek debt crisis dragged on without resolution as Greek Prime Minister called a July 5 referendum on whether Greece should accept creditors' demands, creating fears that the country may exit the EURO. The Federal Reserve retained the federal funds rate at zero to 0.25% and noted that further adjustments will remain data dependent after its latest meeting. Sterling Bank of Asia - Trust Group will continue to be on the look out for securities with higher returns. In the short term, the Fund will be invested in the USD Time Deposits with gross rates of 0.250% to 1.875% p.a.