



NOTICE TO THE PARTICIPANTS OF BDO CHINA EQUITY FEEDER FUND

April 1, 2024

Subject: Switching of the Target Fund and Amendments to the Plan Rules of BDO China Equity Feeder Fund (“CEFF” or the “Fund”)

Dear Valued Investor,

As part of our continuing efforts to provide you with the best-in-class funds suitable to your needs and responsive to current market conditions, we wish to inform you of the switching of the target fund and amendments to the Plan Rules of BDO China Equity Feeder Fund, as follows:

	<i>From</i>	<i>To</i>
Target Fund	BlackRock Global Funds (BGF) China Fund (D2 USD Class with ISIN LU035904475)	BlackRock Global Funds (BGF) Systematic China A-Share Opportunities Fund (D2 USD Share Class with ISIN LU1580142625)
Investment Objective	To provide long-term capital growth by investing in a single foreign equity collective investment scheme called the Target Fund, which is invested in a portfolio of equities and equity-related instruments of China-related companies traded both onshore and offshore China.	To provide long-term capital growth by investing in a single foreign equity collective investment scheme called the Target Fund, which is invested in a portfolio of equities and equity-related instruments of companies domiciled in, or the main business of which is in, the People’s Republic of China (PRC).
Benchmark	MSCI China 10/40 Net Total Return Index	MSCI China A Onshore Index

Please refer to attached **Annex A** for the comparative key features and risks of the existing and the newly approved target fund.

The switching of the target fund aims to maximize the long term returns of your investment in the Fund by gaining exposure in a portfolio of stocks of mainland-China based companies traded in onshore China A-Shares equity markets (i.e. excluding stocks traded in Hong Kong, Macau and Taiwan). Consequently, changes in the Fund’s investment objective and benchmark will also be implemented to be consistent with the new target fund.

The switching of the target fund shall be conducted with due diligence. Apart from the usual trading fees, the Fund will not incur additional costs as a result of the switching of target fund. The final implementation date of the switch and the effectivity date of the amendments shall be on **May 3, 2024**. The Fund may temporarily hold bank deposits beyond the 10% limit during the transitory period while the Fund switches target fund.

We advise you to evaluate the effects of the switch to the new target fund carefully. If the Fund remains suitable to your investment profile and you are amenable to the switching of the target fund, there is no need for you to do anything. Your decision to remain invested in the Fund will be deemed as your conformity with such action. If this is not the case or you are not in conformity with the above, you may redeem your outstanding investments in the BDO CEFF **on or before May 2, 2024**. You may get in touch with your UITF servicing branch to discuss other BDO UITFs/investment products that may better match your requirements.

For clarifications, please feel free to email us at trustcustomercare@bdo.com.ph with the subject line: **BDO China Equity Feeder Fund** and we will be glad to assist you.

Thank you for your continued trust.

Sincerely,

Manuel Patricio C. Malabanán
Senior Vice President & Trust Officer
BDO Unibank, Inc. – Trust and Investments Group

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ANNEX A

Comparative Key Features and Risks of the Old and the Newly Approved Target Fund of BDO China Equity Feeder Fund

	OLD TARGET FUND	NEW TARGET FUND
Target Fund Name	Blackrock Global Funds (BGF) China Fund	Blackrock Global Funds (BGF) Systematic China A-Share Opportunities Fund
Share Class / ISIN	D2 USD Class LU0359204475	D2 USD Class LU1580142625
Legal Structure	Undertaking for Collective Investment in Transferable Securities (UCITS)	Undertaking for Collective Investment in Transferable Securities (UCITS)
Investment Objective, Policy and Strategy	<p>The BGF China Fund seeks to maximize total return. The Target Fund invests at least 70% of its total assets in the equity securities of companies domiciled in, or exercising the predominant part of their economic activity in, the People's Republic of China.</p> <p>The Target Fund is a QFI Access Fund and a Stock Connect Fund and may invest directly up to 20% in aggregate of its total assets in the PRC by investing via the QFI regime and/or via the Stock Connects.</p> <p>The Target Fund may use derivatives for investment purposes and for the purposes of efficient portfolio management.</p>	<p>The BGF Systematic China A-Share Opportunities Fund seeks to maximise total return. The Target Fund invests at least 70% of its total assets in a portfolio of equity securities of companies domiciled in, or exercising the predominant part of their activity in the People's Republic of China (PRC).</p> <p>The Target Fund is a QFI Access Fund and a Stock Connect Fund and may invest without limit in the PRC via the QFI regime and/or via the Stock Connects. For the purpose of the investment objective, the PRC excludes Hong Kong and Macau Special Administrative Regions and Taiwan and accordingly the Target Fund will invest only in onshore Chinese equity markets (A-Shares).</p> <p>In order to achieve its investment objective and policy, the Target Fund will invest in a variety of investment strategies and instruments. In particular, the Target Fund will use quantitative (i.e. mathematical or statistical) models in order to achieve a systematic (i.e. rule based) approach to stock selection. This means that stocks will be selected based on their expected contribution to portfolio returns when risk and transaction cost forecasts are taken into account.</p> <p>The Target Fund may use derivatives for investment purposes and for the purposes of efficient portfolio management.</p>
Benchmark Index	MSCI EM China 10/40 Net Total Return Index	MSCI China A Onshore Index
Domicile	Luxembourg	Luxembourg
Management Company	BlackRock (Luxembourg) S.A.	BlackRock (Luxembourg) S.A.
Investment Adviser	BlackRock Investment Management (UK) Limited	BlackRock Investment Management (UK) Limited
Custodian / Depository	The Bank of New York Mellon SA / NV, Luxembourg Branch	The Bank of New York Mellon SA / NV, Luxembourg Branch
Total Expense Ratio / Ongoing charge (as of Dec. 31, 2023)	1.08%	1.11%
Total Net Assets (as of January 31, 2024)	USD 862.84 Million	USD 441.17 Million

	OLD TARGET FUND		NEW TARGET FUND	
	Security Name	Weight	Security Name	Weight
Top 10 Holdings (as of January 31, 2024)	TENCENT HOLDINGS LTD	9.43%	KWEICHOW MOUTAI CO LTD	4.90%
	PDD HOLDINGS INC	6.89%	WULIANGYE YIBIN CO LTD	3.64%
	ALIBABA GRP HOLDING LTD	6.05%	BOE TECH. GROUP CO LTD	3.08%
	CHINA CONSTRUCTION BANK	5.67%	BYD CO LTD	3.08%
	NETEASE INC	4.41%	GREE ELEC. APPLIANCES INC	2.91%
	INDUSTRIAL & COMML BANK OF CHINA LTD	4.25%	HUATAI SECURITIES CO LTD	2.84%
	POSTAL SAVINGS BANK OF CHINA CO LTD	3.88%	CHINA MERCHANTS BANK CO ZTE CORP	2.48%
	NEW ORIENTAL EDUC & TECH	3.80%	WEICHAJ POWER CO LTD	2.43%
	CHINA PETRO & CHEM CORP	3.49%	INNER MONGOLIA YILI INDUSTRIAL GROUP CO LTD	2.20%
	TRIP.COM GROUP LTD	3.30%		
Primary Risks Related to the Target Fund <i>(The foregoing list of risk factors does not purport to be a complete enumeration or explanation of the risks involved in purchasing the shares of the Target Fund. Prospective investors should read the entire Prospectus and the relevant Supplements and consult with their own advisors before deciding whether to invest in the Fund.)</i>	<p>Investment Risks. The Target Fund's investment portfolio may fall in value due to any of the risk factors below and therefore your investment in the Target Fund may suffer losses.</p> <p>Currency Risk. Foreign currency exchange rate movements are likely to influence the returns to investors, hence investors may be exposed to exchange rate risks.</p> <p>Emerging Market Risk. The Fund may invest in one or more emerging markets and may be subject to a higher than average volatility than investing in a more developed markets.</p> <p>Foreign Investment Restrictions Risk. Some countries prohibit or restrict investment, or the repatriation of income, capital or the proceeds from sale of securities. Such restrictions may delay the investment or repatriation of capital of the Target Fund.</p> <p>Equity Risk. The values of equities fluctuate daily and can be influenced by many factors including issuer-specific factors and broader economic and political developments.</p> <p>Liquidity Risk. Trading volumes in the underlying investments of the Target Fund may fluctuate significantly, due to the factors including market development, market sentiment or regulatory/government intervention. An inability to readily sell investments at the desired time or price may negatively impact the Target Fund.</p> <p>Derivatives Risk. The use of derivatives may expose the Target Fund to a higher degree of risk.</p> <p>Securities Lending Risk. The Target Fund may engage in securities lending. As such, the Fund will have a credit risk exposure to the counterparties to any securities lending contract.</p>	<p>Investment Risks. The Target Fund's investment portfolio may fall in value due to any of the risk factors below and therefore your investment in the Target Fund may suffer losses.</p> <p>Currency Risk. Foreign currency exchange rate movements are likely to influence the returns to investors, hence investors may be exposed to exchange rate risks.</p> <p>Emerging Market Risk. The Fund may invest in one or more emerging markets and may be subject to a higher than average volatility than investing in a more developed markets.</p> <p>Foreign Investment Restrictions Risk. Some countries prohibit or restrict investment, or the repatriation of income, capital or the proceeds from sale of securities. Such restrictions may delay the investment or repatriation of capital of the Target Fund.</p> <p>Equity Risk. The values of equities fluctuate daily and can be influenced by many factors including issuer-specific factors and broader economic and political developments.</p> <p>Liquidity Risk. Trading volumes in the underlying investments of the Target Fund may fluctuate significantly, due to the factors including market development, market sentiment or regulatory/government intervention. An inability to readily sell investments at the desired time or price may negatively impact the Target Fund.</p> <p>Derivatives Risk. The use of derivatives may expose the Target Fund to a higher degree of risk.</p> <p>Securities Lending Risk. The Target Fund may engage in securities lending. As such, the Fund will have a credit risk exposure to the counterparties to any securities lending contract.</p>		

	<p>Smaller Capitalization Companies Risk. The Target Fund may invest in small cap companies. Such investments may have higher than average volatility and liquidity risks.</p>	<p>Smaller Capitalization Companies Risk. The Target Fund may invest in small cap companies. Such investments may have higher than average volatility and liquidity risks.</p> <p>Model Risk. The Target Fund seeks to pursue its investment objective by using proprietary models that incorporate quantitative analysis. There is no guarantee that the use of these models will result in effective investment decisions for the Target Fund.</p>
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Sources: Target Funds' Fact Sheet, Key Investor Information Document and Prospectus available at www.blackrock.com.

DISCLOSURES:

- ❖ THE 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 MOVEMENTS/ 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.