

Unit Investment Trust Funds

METRO CLEAN ENERGY EQUITY FEEDER FUND KEY INFORMATION AND INVESTMENT DISCLOSURE STATEMENT

Month Ended June 28, 2024

FUND FACTS

Classification:	Feeder	Net Asset Value per Unit (NAVPU):	1.183012
Launch Date:	July 25, 2022	Total Fund NAV (in Php Mns):	13.81
Trust Fee (per annum):	0.75% based on NAV	Dealing Day	12:00NN for Branch Channels 2:30PM for Electronic Channels (any banking day):
Minimum Investment:	Php10,000	Redemption Settlement:	5 Banking Days after date of redemption
Additional Investment:	Php1,000	Early Redemption Charge:	50% of income on redeemed amount
Minimum Holding Period:	7 calendar days from date of participation		

COOLING-OFF PERIOD

Pursuant to BSP Circular No. 857, the TRUSTOR (individual participants) shall have the right to cancel their initial subscriptions or contributions, without penalty, upon written notice to the Trustee within two (2) banking days immediately following the signing of agreement or contract evidencing their participation in the Fund. Further, the net amount of payment or delivery due the TRUSTOR shall be based on the transaction day's NAVPU when notice of redemption, termination or cancellation was received.

FEES COLLECTED FOR THE MONTH¹

Trustee Fees:	Custodianship Fees:	External Auditor Fees:	Other Fees:
0.058%	0.000%	0.000%	0.047%
<i>Metrobank-Trust Banking Group</i>	<i>Allfunds</i>	<i>SGV & Co.</i>	<i>Others</i>

¹ As a percentage of average daily NAV for the month valued at (in Php Mns): **14.25**

INVESTMENT OBJECTIVE AND STRATEGY

The Investor Fund intends to achieve for its participants long-term capital growth by primarily investing in a USD denominated collective investment scheme that is focused on investing in alternative energy and energy technologies including: renewable energy technology; renewable energy developers; alternative fuels; energy efficiency; enabling energy and infrastructure. The Fund's benchmark is the MSCI ACWI Net Total Return (in PHP equivalent).

CLIENT SUITABILITY

A client profiling process is performed prior to participating in the Fund to guide the prospective investor if the Fund is suited to his/her investment objectives and risk tolerance. Clients are encouraged to update the resulting profile every three (3) years or if there's any change in his/her personal/financial circumstances. Before deciding to invest, clients are advised to read the Declaration of Trust/Plan Rules of the Fund, which may be obtained from the Trustee, or seek an independent/professional opinion when necessary.

The METRO CLEAN ENERGY EQUITY FEEDER FUND is suitable only for investors who:

- Have an Aggressive profile.
- Want capital appreciation over the long-term by primarily investing in BlackRock Global Funds (BGF) – Sustainable Energy Fund Class D2 – USD
- Recommended investment horizon is at least five (5) years
- Participation in the Investor Fund shall be open to Filipino individuals, resident and non-resident aliens, and corporate accounts. However, persons from USA, Canada, Indonesia, South Korea and Iceland are not allowed to open an account. For guidelines on US Person qualifications, refer to the Foreign Account Tax Compliance Act (FATCA).

KEY RISKS AND RISK MANAGEMENT

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

Market/Price Risk: The possibility for an investor to experience losses due to changes in the market prices of stocks/equities. It refers to the portfolio's exposure to marked-to-market valuation due to market price fluctuations of the stocks/equities.

Liquidity Risk: 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 price that could result in a loss. This may be caused by low trading volume due to different reasons such as securities with small or few outstanding issues, absence of buyers and/or sellers (limited buy/sell activity) or underdeveloped capital market.

Credit Risk / Default Risk: 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 fixed income security which the borrower issued. This inability of the borrower or counterparty to make good on its financial obligations may have resulted from adverse changes in its financial condition thus, lowering credit quality of the security, and consequently lowering the price (market/price risk) which contributes to the difficulty in selling such security.

Foreign Exchange Risk: The value of investments may be affected by fluctuations in the exchange rates of securities in a different currency other than the base currency of the Investor Fund. The Participants should note that the Fund is denominated in Philippine Peso and will be invested in a US dollar denominated share class of the Target Fund. The foreign currency position of the Investor will not be hedged.

Country Risk: The possibility for an investor to experience losses arising from investments in securities issued by/in foreign countries due to the political, economic and social structures of these countries. There are risks in foreign investments due to the possible internal and external conflicts, currency devaluations, foreign ownership limitations and tax increases of the foreign country involved which are difficult to predict but must be taken into account in making such investments.

Other Risks: Your participation in the UITFs may be further exposed to the risk of any actual or potential conflicts of interest in the handling of in-house or related party transactions by Metrobank. These transactions may include own-bank deposits; purchase of own-institution or affiliate obligations (stocks, mortgages); purchase of assets from or sales to own institution, directors, officers, subsidiaries, affiliates or other related interests/parties; or purchases or sales between fiduciary/managed accounts.

The Fund invests only in high-credit quality assets which are evaluated using a rigorous internal scoring model required under the Trustee's accreditation process and BSP regulations. Internal risk limits and position limits together with regulatory exposure limits are monitored, reviewed and strictly adhered to on a daily basis. The Fund may also use financial derivatives solely for hedging risk exposures.

THE UIT 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.



For other details, you may visit our website at www.metrobank.com.ph or contact us at 8-8700-700 or email us at customer@metrobank.com.ph

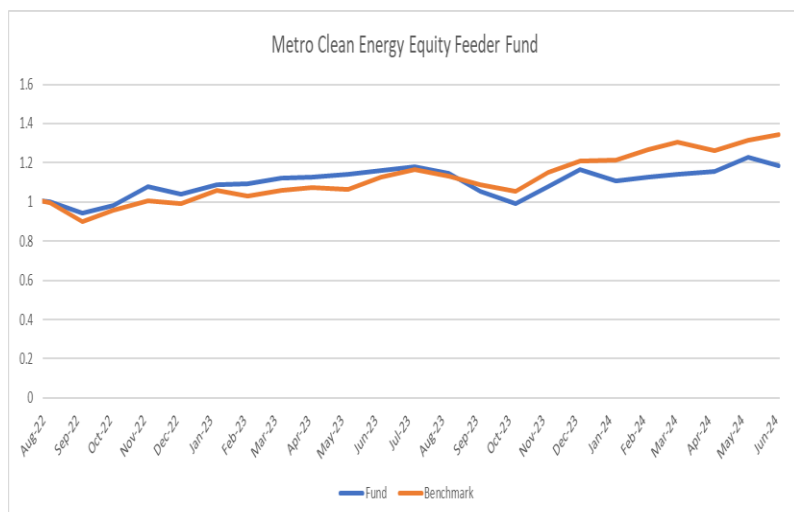


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FUND PERFORMANCE AND STATISTICS as of June 28, 2024

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

NAVPu GRAPH



NAVPu OVER THE PAST 12 MONTHS

Highest	1.238990
Lowest	0.982435

STATISTICS OF THE TARGET FUND

Volatility, Past 1 Year (in %) ²	18.83%
Sharpe Ratio ³	-0.19
Information Ratio ⁴	-2.26

² Volatility measures the degree to which the Fund fluctuates vis-à-vis its average return over a period of time. The lower the number, the more stable the Fund's return is relative to its average return over time.

³ Sharpe Ratio is used to characterize how well the return of a Fund compensates the investor for the level of risk taken. The higher the number, the better.

⁴ Information Ratio measures reward-to-risk efficiency of the portfolio relative to the benchmark. The higher the number, the higher the reward per unit of risk.

CUMULATIVE PERFORMANCE

	1 Month	3 Months	6 Months	1 Year	3 Years	5 Years	Since Inception
Fund	-3.732%	3.490%	1.680%	2.063%	N/A	N/A	18.301%
Benchmark	2.227%	3.008%	11.301%	19.377%	N/A	N/A	34.304%

PORTFOLIO COMPOSITION

Allocation	% of Fund
BlackRock Global Funds (BGF) – Sustainable Energy Fund Class D2 – USD	94.67%
Time Deposits	3.33%
Cash	2.01%
Other Receivables - Net of Liabilities ⁵	-0.02%

⁵ Includes accrued income from investments, receivables from brokers/counterparties and unpaid expenses.

TOP 10 HOLDINGS OF THE TARGET FUND

Name	% of Fund
1. NEXTERA ENERGY INC	3.38%
2. RWE AG	3.37%
3. ANALOG DEVICES INC	3.35%
4. RENESAS ELECTRONICS CORP	3.31%
5. GE VERNOVA INC	3.29%
6. ON SEMICONDUCTOR CORPORATION	3.16%
7. VESTAS WIND SYSTEMS A/S	3.05%
8. SSE PLC	2.70%
9. NATIONAL GRID PLC	2.68%
10. CADENCE DESIGN SYSTEMS INC	2.66%

SECTOR ALLOCATION OF THE TARGET FUND

Other	40.88%
Industrial Efficiency	20.25%
Automotive & Sustainable Mobility	19.57%
Renewable Energy Technology	11.74%
Energy Storage & Infrastructure	6.47%

RELATED PARTY TRANSACTIONS

Related Party	Transaction	Market Value (in Php Mns)
MBTC	Time Deposit Placement	0.46

Investments in the said outlets were approved by the Trust Committee. Likewise, all related party transactions are conducted on an arm's length and best execution basis and within established limits.

TARGET FUND FACTS

Name of Target Fund: BlackRock Global Funds (BGF) – Sustainable Energy Fund Class D2 – USD

Fund Currency: US Dollar

Fund Manager: BlackRock (Luxembourg) S.A

Fund Launch Date: March 15, 2001

Share Class Launch Date: May 19, 2006

Domicile: Luxembourg

Regulator: Commission de Surveillance du Secteur Financier

Benchmark: MSCI All Countries World Index (USD)

INVESTMENT OBJECTIVE

The BGF Sustainable Energy Fund seeks to maximize total return. The Fund invests globally at least 70% of its total assets in the equity securities of sustainable energy companies. Sustainable energy companies are those which are engaged in alternative energy and energy technologies including: renewable energy technology; renewable energy developers; alternative fuels; energy efficiency; enabling energy and infrastructure.

INVESTMENT POLICY

A. The Fund may be invested and reinvested in the following instruments that is focused on investing in alternative energy and energy technologies including: renewable energy technology; renewable energy developers; alternative fuels, energy efficiency; enabling energy and infrastructure:

- USD-denominated units/shares in collective investment schemes subject to the conditions under BSP Circular 767
- USD-denominated traded money market instruments
- USD and/or Peso-denominated deposits

B. The Investor Fund may invest a minimum of 90% of its fund in the Target Fund and a maximum of 10% in cash, deposits and other money market instruments. The investment of the Investor Fund in any Target Fund shall not exceed 10% of the Total Net Asset Value of the Target Fund.



For other details, you may visit our website at www.metrobank.com.ph or contact us at 8-8700-700 or email us at customercare@metrobank.com.ph



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RISK FACTORS RELATED TO THE TARGET FUND

Contingent Convertible Bond Risk: In case of conversion into equity, the relevant Fund might be forced to sell new equity shares because the investment policy of the relevant Fund may not allow equity in its portfolio. Such a forced sale, and the increased availability of these shares might have effect on market liquidity in so far as there may not be sufficient demand for these shares.

Smaller Capitalisation Companies Risk: The securities of smaller companies may be subject to more abrupt or erratic market movements than larger, more established companies or the market average in general.

ESG Investment Policy Risk: The use of ESG criteria may affect an ESG Fund's investment performance and, as such, ESG Funds may perform differently compared to similar funds that do not use such criteria. ESG based exclusionary criteria used in an ESG Fund's investment policy may result in the ESG Fund foregoing opportunities to buy certain securities when it might otherwise be advantageous to do so, and/or selling securities due to their ESG characteristics when it might be disadvantageous to do so.

Sustainability Risk: The probability or uncertainty of occurrence of material losses relative to the expected return of an investment that relates to environmental, social or governance issues.

SUSTAINABLE INVESTMENTS

Sustainable Finance refers to any form of financial product or service which integrates environmental, social, and governance criteria into business decisions that supports economic growth and provides lasting benefit for both clients and society while reducing pressures on the environment. This also covers green finance which is designed to facilitate the flow of funds towards green economic activities and climate change mitigation and adaptation projects.⁶

The Target Fund adopts a "best in class" approach to sustainable investing. This means that the Target Fund selects the best issuers (from an ESG perspective) for each relevant sector of activities (without excluding any sector of activities). More than 90% of the issuers of securities the Target Fund invests in are ESG rated or have been analysed for ESG purposes.⁷

⁶ BSP Circular No. 1085 dated April 29, 2020

⁷ Prospectus of BlackRock Global Funds dated March 10, 2021

OUTLOOK AND STRATEGY

Fund/Index	MoM
Metro Clean Energy Equity Feeder Fund	-4.10%
MSCI All Country World Index (Net Total Return in PHP)	2.10%
BlackRock Global Funds - Sustainable Energy Fund	-3.73%

*For the period May 31, 2024 to June 28, 2024

For the month of June, both the Metro Clean Energy Equity Feeder Fund and the Blackrock Global Funds - Sustainable Energy Fund underperformed the MSCI All Country World Index due to the concentrated rally into AI themed names. ESG relative themes have lagged under the higher for longer stance of the central banks.

Summarized from BlackRock's monthly commentary

Market overview: In June, US CPI inflation data was weaker than expected, following the stickier inflation prints of recent months. The US Fed has signaled a willingness to lower interest rates, but to date, data has not supported cuts and so the market took the June CPI print positively. Additional data remains mixed with US housing suggests a possible slowing economy. Election uncertainty was a key factor, with the surprise dissolution of parliament in France following European Parliament election results, impacting on French equities. This raised uncertainty around the future path of regulatory support for renewable energy. We view the focus on energy security in Europe as key and renewables remain the main tool to improve domestic energy production in Europe. Global equity markets as represented by MSCI AC World Index returned 2.2% during the month. Within the sustainable energy theme solar conferences have supported evidence of overcapacity across the solar supply chain and this weighed on related stocks. BloombergNEF's Long-Term Electric Vehicle Outlook indicated that rapidly falling battery prices, advancements in next-generation battery technology and improving economics of Electric Vehicles (EVs) continue to underpin long-term EV growth globally. We see the spike in battery metal prices 18-24 months ago as working through the supply chain with the subsequently lower lithium prices as an additional tailwind for driving battery costs lower in the near term.

Performance overview: The BGF Sustainable Energy Fund returned -4.1% in June 2024.

Stocks: June saw a pullback in performance of renewable energy related companies impacting on the share prices of clean power utility companies and renewable energy technology companies. These were the main detractors to Fund returns over the month, resulting in the Fund underperforming global equity markets. Wind turbine manufacturer Vestas and solar companies First Solar and Canadian Solar fell on the shift in sentiment, however we expect 2024 to see new records set for renewable power installations. The political uncertainty in Europe weighed on the clean power utilities, including fund holdings in EDPR, RWE and Enel. Positive contributors to Fund performance included the fund's software companies, notably Cadence Design Systems and Autodesk. Cadence reported further advances with the expansion of its system IP portfolio with the addition of the Cadence@ Janus™ Network-on-Chip (NoC), managing simultaneous high-speed communications efficiently with minimal latency. Autodesk published its accounts, which had been delayed, with no restatement leading to a recovery in its share price.

Changes: During the month the Fund exited a position in an energy efficient company and rotated its European utility exposure, increasing allocation to the UK. The Fund reduced solar exposure given stronger performance of selected stocks in recent months.

Positioning & Outlook: Short-term market uncertainty around the pace of decarbonisation and around EV sales growth has increased market volatility and driven valuations lower in parts of the sustainable energy sector, which appears overvalued in our view, creating opportunities. Despite these moves, we see strong earnings growth potential as renewable installations accelerate and as EV manufacturing capacity is built. (IEA announced that 2023 was a record year for renewable power installations and for EV sales). We expect the market to move beyond a near-term focus on interest rates and elections and look towards 2025, we see key catalysts for the theme from tighter EU emissions policy and an end to the headwind of supply chain de-stocking to allow market focus to again turn to EV sales growth. We believe an acceleration in investment into sustainable energy markets is being driven by 3 powerful factors: Energy security has become front and centre driving a focus on investment at a level we have not seen before; Supportive regulation and policies in the US and Europe; Higher energy prices, making sustainable energy solutions appear more attractive. Renewable energy costs for onshore wind and solar PV remain the most economic technology choice for power generation in many markets, which is driving rapid adoption. We see similar cost competitiveness trends in other areas such as battery technology in automotive electrification, where the transition to electric is driving an increase in EV adoption. Offshore wind has seen costs increase but remains an important sector for specific countries. The path to a lower carbon global economy is forecast to disrupt many industries and business models. However, this evolution is also expected to create remarkable opportunities. To quantify, the IEA's estimate that annual clean energy investment will need to more than double by 2030 to US \$4trillion. The BGF Sustainable Energy Fund is positioned to capture such industry shifts and reap the benefits from this transition. We believe that the scale of the growth opportunity for the sustainable energy sector as a whole over the coming years has been under-appreciated both as a play on capital allocation and attractive long-term investment exposure.

IMPORTANT NOTICE

Metropolitan Bank and Trust Company is regulated by the Bangko Sentral ng Pilipinas (BSP). For any inquiries and complaints relating to Trust Products and Services you may (1) call our hotline: 8-8700-700 (Mondays-Fridays from 9:00am to 6:00pm); (2) send an email to customercare@metrobank.com.ph; or (3) visit our website at <https://www.metrobank.com.ph/invest/uitf> to know more. You may also file complaints at BSP Financial Consumer Protection Department at (632) 8708-7087 or consumeraffairs@bsp.gov.ph. To know your rights under BSP Circular No. 857 (Regulations on Financial Consumer Protection), please access a copy at the BSP website (www.bsp.gov.ph).



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