

Prior to making an investment in any of the ATRAM Trust Corporation (“ATC”) Unit Investment Trust Funds (the “Funds”), ATC is hereby informing you of the nature of the Funds and the risks involved in investing therein. As investments in the Funds carry different degrees of risk, it is necessary that before you participate/invest in any of these Funds, you should have (1) fully understood the nature of the investment in the Funds and the extent of your exposure to risks; (2) read this Risk Disclosure Statement completely; and (3) independently determined that investment in the Funds is appropriate for you.

There are risks involved in investing in the Funds because the value of your investment is based on the Net Asset Value per Unit (“NAVPU”) of the Funds, which uses a marked-to market valuation and therefore may fluctuate daily. The NAVPU is computed by dividing the Net Asset Value (“NAV”) of a Fund by the number of outstanding units. The NAV is derived from the summation of the market value of the underlying securities of the Fund plus accrued interest income less liabilities and qualified expenses.

INVESTMENT IN THE FUNDS DOES NOT PROVIDE GUARANTEED RETURNS, EVEN IF INVESTED IN GOVERNMENT SECURITIES AND HIGH-GRADE PRIME INVESTMENT OUTLETS. YOUR PRINCIPAL AND EARNINGS FROM INVESTMENT IN THE FUNDS CAN BE LOST IN WHOLE OR IN PART WHEN THE NAVPU AT THE TIME OF REDEMPTION IS LOWER THAN THE NAVPU AT THE TIME OF PARTICIPATION. GAINS FROM INVESTMENT IS REALIZED WHEN THE NAVPU AT THE TIME OF REDEMPTION IS HIGHER THAN YOUR NAVPU AT THE TIME OF PARTICIPATION.

General Risk Factors

Your investment in any of the Funds exposes you to the various types of risks enumerated and defined hereunder:

Market Price Risk. Changes in market prices of securities (e.g., bonds and equities) may result in losses for investors. It is the exposure to the uncertain market value of a portfolio due to price fluctuations.

The Funds are exposed to the risk of losing value due to a decline in securities prices, which may sometime happen rapidly or unpredictably. The value of investments fluctuates over a given time period because of general market conditions, economic changes or other events that impact large portions of the market such as political events, natural calamities, etc. As a result, the NAVPU may increase to make profit or decrease to incur loss.

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. These may be caused by different reasons such as trading in securities with small or few outstanding issues, absence of buyers, limited buy/sell activity, or underdeveloped capital market.

Liquidity risk occurs when certain securities in a Fund’s portfolio may be difficult or impossible to sell at a particular time which may prevent the redemption of investment in a Fund until its assets can be converted to cash. Even government securities which are the most liquid of fixed income securities may be subjected to liquidity risk particularly if a sizeable volume is involved.

Credit Risk/Default Risk. An investor is exposed to credit/default risk as there is a possibility that a borrower may fail to pay principal and/or interest in a timely manner on instruments such as bonds, loans, or other forms of debt instruments or security which the borrower issued. This inability of the

borrower to make good on its financial obligations may have resulted from adverse changes in its financial condition, thus, lowering credit quality of the debt instrument or security, and consequently lowering the price (market/price risk) which contributes to the difficulty in selling such debt instrument or security. A credit default by an issuer of a debt security in which the Fund is invested will result in a sharp reduction in price of such debt security and lead to a lower net asset value for the Fund. Credit risk also includes risk on a counterparty (a party which ATC trades with on behalf of the Funds), i.e., counterparty risk, defaulting on a contract to deliver its obligations either in cash or securities.

Interest Rate Risk. An investor may experience losses due to changes in interest rates. The purchase and sale of a debt instrument may result in profit or loss because the value of a debt instrument changes inversely with prevailing interest rates. The Funds' portfolios, being marked-to-market, are affected by changes in interest rates thereby, affecting the value of fixed income investments such as bonds. Interest rate changes may affect the prices of fixed income securities inversely, i.e., as interest rates rise, bond prices fall and when interest rates decline, bond prices rise. As the prices of bond investments of a Fund adjust to a rise in interest rates, the Fund's unit price may decline.

Counterparty Risk. The Fund is exposed to risks arising from solvency of its counterparties (a party which ATC trades with on behalf of the Funds such as custodian, broker, banks), defaulting on a contract to deliver its obligations either in cash or securities.

Reinvestment Risk. This is the risk associated with the possibility of having lower returns or earnings when maturing placements or interest earnings are reinvested. Investors in the Funds who redeem and realize gains run the risk of reinvesting their money in an alternative investment outlet with lower yields. Similarly, ATC is faced with the risk of not being able to find good or better alternative investment outlets as some of the securities in the Funds mature.

Legal and Tax Risks. The interpretation and implementation of laws and regulations are constantly changing, and they may change with retrospective effect. As such, investors are exposed to legal and tax risks since additional taxes, including any surcharge or penalty, may be applied to transactions of the Fund made prior to the investor becoming a unitholder, if any change in tax laws/rulings or in the interpretation or administration thereof is implemented with a retroactive effect. Likewise, an increase in tax rates will have a negative impact on the performance of the Fund.

Feeder funds investing into global funds will have the following general risks:

Country Risk. A Fund may suffer losses arising from investments in securities issued by/in foreign countries due to political, economic and social structures of such 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 considered in making such investments.

Likewise, brokerage commissions and other fees may be higher in foreign securities. Government supervision and regulations of foreign stock exchanges, currency markets, trading systems and brokers may be less than those in the Philippines. The procedures and rules governing foreign transactions and custody of securities may also involve delays in payment, delivery or recovery of investments.

Foreign Exchange Risk. Fluctuations in foreign exchange rates may lead to losses for a Fund. Currency exchange rates depend on a variety of global and local factors, e.g., interest rates, economic performance,

and political developments. It is the risk of a Fund to currency fluctuations when the value of investments in securities denominated in currencies other than the base currency of the Fund depreciates. Conversely, it is the risk of the Fund losing value when its base currency appreciates. The NAVPU of a peso-denominated Fund invested in foreign currency securities may decrease to incur losses when the peso appreciates.

Specific Risk Factors

Further to the general risk factors set out above, potential investors should be aware of certain fund-specific risks:

Derivatives Risk. The Fund may use derivatives for hedging and investment purposes. However, usage will not be extensive and only for efficient portfolio management. The Fund may suffer losses from its derivatives usage.

Hedging Risk. This is the risk associated with the possibility of an investor experiencing losses brought about by the inherent risks which the underlying investment is exposed to despite the use of a hedging instrument. Hedging is the act of reducing the exposure of the underlying investment from its risks. For hedging to be effective, the prices of the hedging instruments and the underlying investment should normally move in opposite directions.

There is no guarantee, however, that the effectiveness of a hedging instrument shall remain throughout the term of the underlying investment. Should the hedging instrument become ineffective, liquidating this based on market prices may result to market losses.

Equity Risk. The Fund investments mainly in equity securities, the prices of which fluctuate daily, sometimes dramatically, which could result in significant losses. Equity risk is the financial risk involved in holding equity in a particular investment. Equity risk often refers to equity in companies through the purchase of stocks.

Sector Risk. The Fund is focused on a sector, or group of similar sectors. Higher risks are incurred in investing in a sector or a group of similar sectors. There is a risk that the stocks of many of the companies in one sector will fall in price at the same time due to unforeseen events that may affect the entire industry.

Region Risk. The Fund invests in a specific region which increases potential volatility.

Capitalization Risk. The Fund is focused on shares that have small to middle sized capitalization. Shares of this size have less liquidity and more uncertainty as to their growth potential. Sales and market gains could be less favorable than other equities.

Emerging Market Risk. Emerging market economies may lack maturity in terms of its market efficiency and regulatory posture inherent among developed nations. Risks faced by investors in emerging market economies may include political instability, domestic infrastructure problems, currency volatility, and illiquid equity.

Commodities Risk. The Fund may invest indirectly into commodities, primarily gold, through equity exposure that is dependent on the fluctuation of prices in the underlying commodity.

Loss Absorption Risk. Debt instruments with loss-absorption features may be subject to greater risks when compared to traditional debt instruments as such instruments may be subject to the risk of being written down or converted to ordinary shares upon the occurrence of pre-defined trigger events (e.g., when the issuer is near or at the point of non-viability or when the issuer's capital ratio falls to a specified level), which are likely to be outside of the issuer's control. Such trigger events are complex and difficult to predict and may result in a significant or total reduction in the value of such instruments.

Convertibles Risk. Convertible bonds are a hybrid between debt and equity, as they are bonds with an option that allows an investor to convert the bond into shares at a given price at specified times during the life of the convertible bond. This exposure to equity movements can lead to more volatility than could be expected from a comparable conventional corporate bond, or straight bond investments in general.

Sustainability Risk. The Fund is subject to sustainability risks—environmental, social, or governance events or conditions—that can have a material negative effect on the return, depending on the relevant sector, industry and company exposure.

In case of Distributing Funds, such Funds are also exposed to the following risks:

Distribution Risk. While the Target Fund Manager intends to distribute income (net of expenses) in respect of each accounting period, there is no assurance on such distribution or the distribution rate or dividend yield.

Dividend-Paying Equity Risk. There can be no guarantee that the companies that the Target Fund invests in, and which have historically paid dividends, will continue to pay dividends or to pay dividends at the current rates in the future.

Other Risks. Your participation in the Funds 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 ATC. These transactions may include own-bank deposits; purchase of own-institution or affiliate obligations (e.g., 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's underlying investments are subject to Interest Rate Risk and Credit Risk:

- *ATRAM Asian Multi-Asset Income Feeder Fund*
- *ATRAM Dollar Short Term Income Feeder Fund*
- *ATRAM Global Allocation Feeder Fund*
- *ATRAM Global Bond Income Feeder Fund*
- *ATRAM Global Multi-Asset Income Feeder Fund*
- *ATRAM Global Total Return Bond Feeder Fund*
- *ATRAM Long Term Peso Bond Fund*
- *ATRAM Medium Term Peso Bond Fund*
- *ATRAM Peso Diversified Income Fund*
- *ATRAM Peso Liquid Fund*
- *ATRAM Peso Money Market Fund*
- *ATRAM Philippine Balanced Fund*
- *ATRAM PHP Global Balanced Multi-Asset Fund-of-Funds*

- *ATRAM PHP Global Growth Multi-Asset Fund-of-Funds*
- *ATRAM PHP Global Managed Multi-Asset Fund-of-Funds*
- *ATRAM US Multi-Asset Income Feeder Fund*
- *ATRAM USD Money Market Fund*
- *ATRAM USD Total Return Bond Fund*
- *UnionBank Capital Accumulation Global Fund-of-Funds*
- *UnionBank Peso Cash Management Fund*
- *UnionBank PHP Balanced Fund*
- *UnionBank PHP Fixed Income Fund*
- *UnionBank PHP Short Term Fixed Income Fund*
- *UnionBank PHP Tax Exempt Fixed Income Fund*
- *UnionBank USD Fixed Income Fund*
- *UnionBank USD Short Term Fixed Income Fund*

The Fund invests in equity securities, the prices of which fluctuate daily, sometimes dramatically, which could result in significant losses:

- *ATRAM Asia Equity Opportunity Feeder Fund*
- *ATRAM Asian Multi-Asset Income Feeder Fund*
- *ATRAM Global Allocation Feeder Fund*
- *ATRAM Global Artificial Intelligence Feeder Fund*
- *ATRAM Global Consumer Trends Feeder Fund*
- *ATRAM Global Dividend Feeder Fund*
- *ATRAM Global Equity Opportunity Feeder Fund*
- *ATRAM Global Financials Feeder Fund*
- *ATRAM Global Health Care Feeder Fund*
- *ATRAM Global Infra Equity Feeder Fund*
- *ATRAM Global Multi-Asset Income Feeder Fund*
- *ATRAM Global Technology Feeder Fund*
- *ATRAM Nasdaq Equity Income Feeder Fund*
- *ATRAM Peso Diversified Income Fund*
- *ATRAM Philippine Balanced Fund*
- *ATRAM Philippine Equity Index Tracker Fund*
- *ATRAM Philippine Equity Leaders Fund*
- *ATRAM Philippine Equity Smart Index Fund*
- *ATRAM Philippine Sustainable Development and Growth Fund*
- *ATRAM PHP Global Balanced Multi-Asset Fund-of-Funds*
- *ATRAM PHP Global Growth Multi-Asset Fund-of-Funds*
- *ATRAM PHP Global Managed Multi-Asset Fund-of-Funds*
- *ATRAM US Equity Opportunity Feeder Fund*
- *ATRAM US Multi-Asset Income Feeder Fund*
- *UnionBank Capital Accumulation Global Fund-of-Funds*
- *UnionBank PHP Balanced Fund*
- *UnionBank PHP Equity Fund*
- *UnionBank PSE Index Tracker Fund*

The Fund is focused on a specific regional market which increases potential volatility:

- *ATRAM Asia Equity Opportunity Feeder Fund*
- *ATRAM Asian Multi-Asset Income Feeder Fund*
- *ATRAM Nasdaq Equity Income Feeder Fund*
- *ATRAM US Equity Opportunity Feeder Fund*
- *ATRAM US Multi-Asset Income Feeder Fund*

The Fund is focused on a specific sector which increases potential volatility:

- *ATRAM Dollar Short Term Income Feeder Fund*
- *ATRAM Global Artificial Intelligence Feeder Fund*
- *ATRAM Global Consumer Trends Feeder Fund*
- *ATRAM Global Equity Opportunity Feeder Fund*
- *ATRAM Global Financials Feeder Fund*
- *ATRAM Global Health Care Feeder Fund*
- *ATRAM Global Infra Equity Feeder Fund*
- *ATRAM Global Technology Feeder Fund*
- *ATRAM Nasdaq Equity Income Feeder Fund*

The Fund is invested in small-to-middle capitalization companies that are subject to higher risk:

- *ATRAM Asia Equity Opportunity Feeder Fund*
- *ATRAM Global Allocation Feeder Fund*
- *ATRAM Global Equity Opportunity Feeder Fund*
- *ATRAM Global Financials Feeder Fund*
- *ATRAM US Equity Opportunity Feeder Fund*

The Fund has exposure to commodities, primarily gold, through equity investments:

- *ATRAM Global Allocation Feeder Fund*

The Fund may invest in financial derivative instruments, as allowed by the BSP, and is thus exposed to Derivatives Risk and Hedging Risk:

- *ATRAM Asia Equity Opportunity Feeder Fund*
- *ATRAM Asian Multi-Asset Income Feeder Fund*
- *ATRAM Dollar Short Term Income Feeder Fund*
- *ATRAM Global Artificial Intelligence Feeder Fund*
- *ATRAM Global Bond Income Feeder Fund*
- *ATRAM Global Consumer Trends Feeder Fund*
- *ATRAM Global Dividend Feeder Fund*
- *ATRAM Global Equity Opportunity Feeder Fund*
- *ATRAM Global Financials Feeder Fund*
- *ATRAM Global Health Care Feeder Fund*
- *ATRAM Global Infra Equity Feeder Fund*
- *ATRAM Global Multi-Asset Income Feeder Fund*
- *ATRAM Global Technology Feeder Fund*

- *ATRAM Global Total Return Bond Feeder Fund*
- *ATRAM Nasdaq Equity Income Feeder Fund*
- *ATRAM PHP Global Balanced Multi-Asset Fund-of-Funds*
- *ATRAM PHP Global Growth Multi-Asset Fund-of-Funds*
- *ATRAM PHP Global Managed Multi-Asset Fund-of-Funds*
- *ATRAM US Equity Opportunity Feeder Fund*
- *ATRAM US Multi-Asset Income Feeder Fund*

The Fund's underlying investments are subject to emerging market risk, as emerging market economies may lack market efficiency and regulatory maturity relative to developed nations, and may be exposed to political instability, infrastructure constraints, currency volatility, and illiquid equity markets:

- *ATRAM Asia Equity Opportunity Feeder Fund*
- *ATRAM Asian Multi-Asset Income Feeder Fund*
- *ATRAM Global Allocation Feeder Fund*
- *ATRAM Global Bond Income Feeder Fund*
- *ATRAM Global Consumer Trends Feeder Fund*
- *ATRAM Global Dividend Feeder Fund*
- *ATRAM Global Equity Opportunity Feeder Fund*
- *ATRAM Global Financials Feeder Fund*
- *ATRAM Global Health Care Feeder Fund*
- *ATRAM Global Infra Equity Feeder Fund*
- *ATRAM Global Multi-Asset Income Feeder Fund*
- *ATRAM Global Technology Feeder Fund*
- *ATRAM Global Total Return Bond Feeder Fund*

The Fund's underlying investments may include convertible bonds, which combine debt and equity features through an option to convert into shares. As a result, they may exhibit higher volatility than comparable conventional corporate bonds or straight bond investments:

- *ATRAM Dollar Short Term Income Feeder Fund*
- *ATRAM Global Multi-Asset Income Feeder Fund*
- *ATRAM Global Total Return Bond Feeder Fund*

The Fund's underlying investments may include debt instruments with loss-absorption features that may be written down or converted into ordinary shares upon pre-defined trigger events, potentially resulting in a significant or total loss in value:

- *ATRAM Asian Multi-Asset Income Feeder Fund*
- *ATRAM Dollar Short Term Income Feeder Fund*
- *ATRAM Global Allocation Feeder Fund*
- *ATRAM Global Multi-Asset Income Feeder Fund*
- *ATRAM Global Total Return Bond Feeder Fund*

The Fund's underlying investments are subject to environmental, social, and governance risks that may have a material adverse effect on returns:

- *ATRAM Dollar Short Term Income Feeder Fund*

- *ATRAM Global Allocation Feeder Fund*
- *ATRAM Global Consumer Trends Feeder Fund*
- *ATRAM Global Dividend Feeder Fund*
- *ATRAM Global Equity Opportunity Feeder Fund*
- *ATRAM Global Financials Feeder Fund*
- *ATRAM Global Health Care Feeder Fund*
- *ATRAM Global Infra Equity Feeder Fund*
- *ATRAM Global Technology Feeder Fund*
- *ATRAM US Equity Opportunity Feeder Fund*

The Fund is structured as a Distributing Fund and is therefore subject to Distribution Risk, as there is no assurance as to the timing, amount, distribution rate, or dividend yield of any income distributions:

- *ATRAM Asia Equity Opportunity Feeder Fund*
- *ATRAM Asian Multi-Asset Income Feeder Fund*
- *ATRAM Dollar Short Term Income Feeder Fund*
- *ATRAM Global Bond Income Feeder Fund*
- *ATRAM Global Dividend Feeder Fund*
- *ATRAM Global Multi-Asset Income Feeder Fund*
- *ATRAM Nasdaq Equity Income Feeder Fund*
- *ATRAM Peso Diversified Income Fund*
- *ATRAM US Multi-Asset Income Feeder Fund*

The Fund is structured as a Distributing Fund and, to the extent that it invests in dividend-paying equities, there can be no guarantee that dividend payments will continue at current levels:

- *ATRAM Asia Equity Opportunity Feeder Fund*
- *ATRAM Asian Multi-Asset Income Feeder Fund*
- *ATRAM Global Dividend Feeder Fund*
- *ATRAM Global Multi-Asset Income Feeder Fund*
- *ATRAM Nasdaq Equity Income Feeder Fund*
- *ATRAM Peso Diversified Income Fund*
- *ATRAM US Multi-Asset Income Feeder Fund*

UNIT INVESTMENT TRUST FUND RISK DISCLOSURE STATEMENT

BY SIGNING BELOW, I/WE HEREBY WARRANT THAT I/WE HAVE FULLY READ AND UNDERSTOOD THIS RISK DISCLOSURE AND THE SAME WAS CLEARLY EXPLAINED TO ME/US BY AN ATC UITF MARKETING PERSONNEL BEFORE I/WE AFFIXED MY/OUR SIGNATURES/S HEREIN. I/WE VOLUNTARILY AND WILLINGLY AGREE TO COMPLY WITH ANY AND ALL LAWS, REGULATIONS, THE PLAN RULES, TERMS AND CONDITIONS GOVERNING MY/OUR INVESTMENT IN THE ATC FUNDS.

Signature over Printed Name

Signature over Printed Name

Signature over Printed Name

Signature over Printed Name

Account Number: _____

Date: _____

I ACKNOWLEDGE THAT I HAVE (1) ADVISED THE CLIENT TO READ THIS RISK DISCLOSURE STATEMENT, (2) ENCOURAGED THE CLIENT TO ASK QUESTIONS ON MATTERS CONTAINED IN THIS DOCUMENT, AND (3) FULLY EXPLAINED THE SAME TO THE CLIENT.

ATRAM Trust Corporation:

Signature over Printed Name /
Position of UIT Marketing Personnel

Date