



BPI Capital Corporation

A subsidiary of Bank of the Philippine Islands

July 15, 2016

Dear Valued Client:

Please be advised that in light of regulatory changes brought about by *Bangko Sentral ng Pilipinas* Circular Nos. 857 and 891 on Financial Consumer Protection and Sales and Marketing Guidelines for Financial Products, respectively, as well as by further amendments of the 2015 Implementing Rules and Regulations of the Securities Regulation Code (SRC), we have recently revised and updated the terms and conditions governing the Client Agreement. Said updated Client Agreement will be effective immediately.

Further to this, existing clients will be asked to agree to the updated Client Agreement before any transactions can be further processed. Changes to said Client Agreement include, among others, the updating of customer information and handling of complaints, the inclusion of cooling-off period for transactions, administration fees, as well as further clarification on various risks attendant to investments in financial products. The administration fees shall be collected effective **August 1, 2016***. Please refer to the BPI website (www.bpiexpressonline.com) for the tiered schedule of the administration fees based on the Face Value of your security. These fees will be debited from your nominated settlement account every coupon payment date.

To avoid delays in the processing of your transactions, please take the time to visit your branch of account and update your records as soon as possible. For your convenience, you may download a copy of the Client Agreement from the BPI website (www.bpiexpressonline.com) and bring a signed copy with you on your visit. When you transact with us, we will ask you to review and agree to the new terms governing the Client Agreement. In this regard, before signing any document, please carefully read the terms.

For any clarifications on this advisory, you may reach us at 845-5698, 816-9640, 845-5599, 845-5695.

Thank you and we look forward to your visit.

Sincerely,

Reginaldo Anthony B. Cariaso
Senior Managing Director and
Co-Head of Investment Banking Group

Ma. Josefina P. Picache
Associate Director and Head of Sales

*Sample computation of applicable Administration Fee:

FACE AMOUNT	ADMIN FEE RATE (Schedule of Fees)	ADMIN FEE PAYABLE SEMI-ANNUALLY [Admin Fee / 2 = Admin Fee payable]
Php 1,000,000	Php250.00	Php 125.00