

**REPUBLIC OF THE PHILIPPINES  
PREMYO BONDS 2 DUE 2021  
BONDS.PH (MOBILE APPLICATION) GUIDELINES**

The following are the procedures to be followed by the investor/users (“User”), using the BONDS.PH app (the “App”), an online ordering facility for PBs via a mobile application:

**A. Creation of BONDS.PH Account**

**1. User Registration to the BONDS.PH**

- Download the BONDS.PH from the App Store for Apple mobile devices and from Google Play Store for Android mobile devices.
- The User registers using an e-mail address and is then prompted by the App to verify.
- The User shall create an account and log-in credentials (user ID and password). A 6-digit Personal Identification Number (PIN) shall be assigned by the User. By default, the user ID is the registered email address.
- An email verification will be sent to the User’s e-mail address for the log-in instructions.

**2. Log-in Process**

- User logs-in using email and is prompted to verify the User’s mobile number. The App will send a 6-digit One-Time Password (“OTP”) to the designated mobile number.
- User will be then asked to input their 6-digit PIN.
- Once logged-in, User is able to see “My Bonds” and “My Orders”.
- User also sees actions such as “Cash In”, “Cash Out”, or “Buy”.

Note: Actions are not permitted until after the user undergoes the Customer Identification and Verification Process by Union Bank of the Philippines (Unionbank).

**3. Know-Your-Customer (KYC) Process**

- **Step 1:** Read and accept the Terms of Use and UnionBank Data Privacy Policy to start the account verification.
- **Step 2:** Account Opening Procedures
  - (a) Provide the required personal information which include, among others, name, birthday, sex, civil status, place of birth, mother’s maiden name, nationality, government ID number, address, and employment details.
  - (b) Upload one valid digitized Philippine government-issued primary ID.
  - (c) Take a photo of oneself holding the uploaded ID and upload the photo in the App.
  - (d) User reviews his/her inputs then clicks on “Submit”.

- **Step 3: Investor Documents**

- (a) User is required to agree, by clicking on the “I agree and accept” button, the necessary documents for buying of the PBs, such as the Terms and Conditions of UnionBank as a Selling Agent, Risk Disclosures, Product Highlights and Investor’s Undertaking.
- (b) User is also asked of Past Investment in Retail Treasury Bonds or other government securities through UnionBank and needs to click “Yes” or “No”, then click “Confirm”.

- **Step 4: KYC Verification**

- (a) Application will be reviewed and User will be notified once KYC application has been approved.
- (b) User will receive an e-mail confirmation that the KYC process has been approved.

**B. Purchase/Subscription of Premyo Bonds during the Offer Period**

**1. Cash - In Process**

- To be able to buy bonds, the User must first Cash-in via the following payment options:
  - (a) Online Banking
  - (b) E-Wallets
  - (c) Over-the-counter (OTC)

Note: Cash paid in to the App may only be used for bond purchase.

**2. Buying/Subscription Process**

- User selects the bond to be purchased with the features of the PB-2 offering (e.g. tenor, coupon date, maturity date, coupon rate, net coupon rate) and other details of transaction such as fees and tax rate. User needs to input the desired investment amount or subscription amount.
- User needs to review the transaction details, read and tick the boxes for the acceptance of the terms and conditions and tap the “Buy” button.
- At the point of ordering, cash will be debited from the User’s cash balance on the App to fund the User’s order
- The subscription would have an “Awaiting Subscription” status until the final allocation is finalized. All orders are considered final upon placement and can no longer be cancelled.
- The cash balance will be debited equal to the inputted investment amount.
- User may check “My Orders” for the status of the transaction. If the purchase is successful, it will be reflected in “My Bonds”
- An email will also be sent to the User for the notice of successful purchase of the Bond.

**C. Settlement of the Premyo Bonds Purchased/Subscribed**

User will receive a “Confirmation of Sale” from UnionBank through e-mail within thirty (30) calendar days from Issue Date.

**D. Crediting of interest payments on the Scheduled Quarterly interest payment Dates**

1. On every scheduled quarterly payment date, the interest earned will be made available to the User via the App.
2. The cash balance will be updated to reflect the interest payment received.
3. Receive e-mail notification, as well as in-app notification, about the successful crediting of interest payment.
4. User may cash out interest proceeds from the App to User's chosen bank account via the InstaPay or PESONet Facility

**E. Selling the Retail Treasury Bond Holdings**

As per the Program Mechanics and this NOO, PB-2s **MAY NOT BE SOLD in the secondary market.**

**F. Crediting of final interest payment and Principal on Maturity Date**

1. On maturity date, the final interest payment and principal will be disbursed and may be viewed in the user's App.
2. The cash and asset balances will be updated to reflect the principal received and the maturity of PB-2, respectively.
3. The User shall receive an e-mail notification for the successful crediting of the final interest payment and principal amount on maturity date.
4. User may cash out proceeds via the Bonds.PH app to the User's chosen bank account via the InstaPay or PESONet Facility.