



RETAIL TREASURY BONDS

BRIDGING DREAMS BUILDING THE NATION

Retail Treasury Bonds or RTBs are government-issued investments that are low-risk and earn more for you than a regular time deposit. RTBs also help fund public infrastructure, government educational and health programs, and more.

With every investment in RTBs, you help bridge your family's future while helping build the nation.

**RTBs ARE AVAILABLE FROM FEB 26 TO MARCH 8, 2019 ONLY!
INVEST NA! ITO ANG TULAY NATIN SA KINABUKASAN.**



ASK YOUR BANK ABOUT RTBs TODAY OR GO TO WWW.TREASURY.GOV.PH TO FIND OUT MORE.
AFFORDABLE • CONVENIENT • LOW-RISK • HIGHER RETURNS VS TIME DEPOSITS • QUARTERLY INTEREST INCOME • SHORT-TERM INVESTMENT • NEGOTIABLE & TRANSFERABLE



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Building a BETTER LIFE through **Financial Literacy**

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Overseas Filipinos - Bagong Bayani

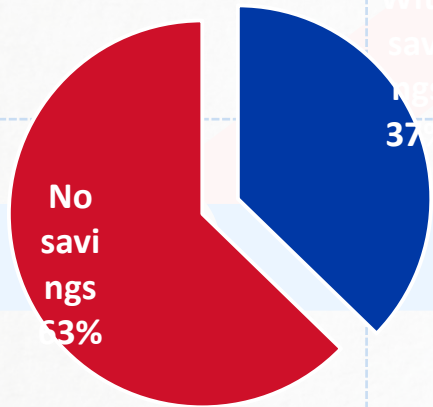


\$32B

2018 Personal Remittances
All time high

10%

of 2018 GDP

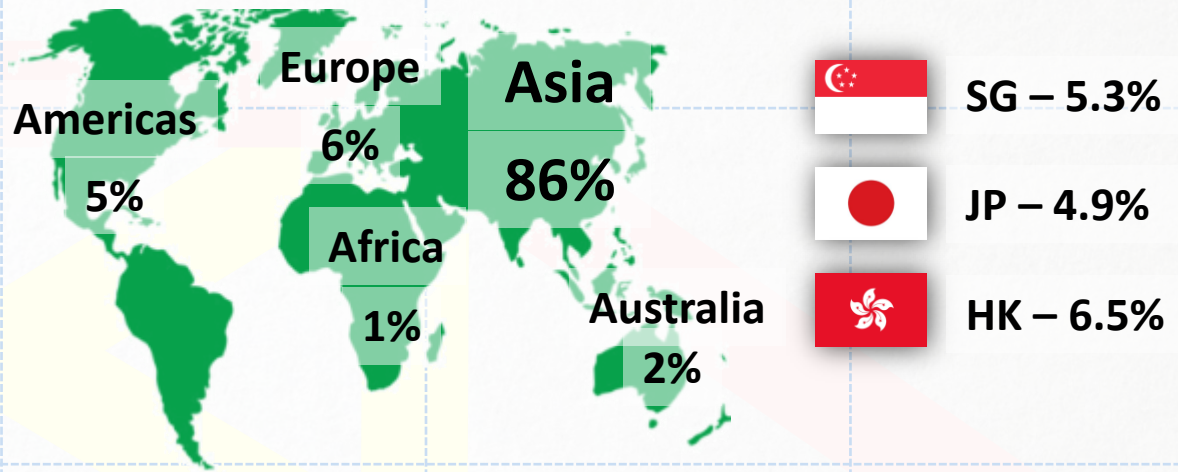


Only 1/3 of OFs manage to save part of their cash remittances

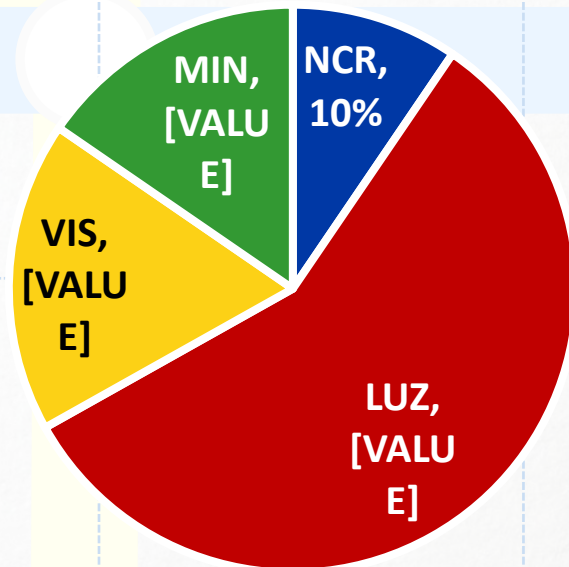
₱97K

Average remittance per OF
Over six months

OF Global Distribution



Home Regions



Sources: Philippine Statistics Authority, 2017 Survey of Overseas Filipinos

Financial Goals



These are targets (i.e. milestones, status, things, events) in the future that require money.



Travel



Education



Home Purchase



Healthcare



Family Expenses



Retirement



outlines the National Government's vision for the country.

2040

MATATAG, MAGINHAWA, AT PANATAG NA BUHAY

2022

TO LAY DOWN THE FOUNDATION FOR INCLUSIVE GROWTH, A HIGH TRUST AND RESILIENT SOCIETY, AND A GLOBALLY-COMPETITIVE KNOWLEDGE ECONOMY

**“MALASAKIT”
ENHANCING THE SOCIAL FABRIC**

**“PAGBABAGO”
REDUCING INEQUALITY**

**“PATULOY NA PAG-UNLAD”
INCREASING GROWTH POTENTIAL**

**Providing economic opportunities is central to the
Republic's Socio-economic Agenda**

Attaining the vision involves increased public and private spending in key priority sectors.

Social Services



Infrastructure



The Government provides for these programs via a combination of **internal revenues** (taxes) and **borrowing**.

Vision for the Philippines



“We will make the next few years the golden age of infrastructure in the Philippines... and thereby spur development growth.”

- President Rodrigo Duterte

₱9.0T Total Required Investment



75 Flagship Projects

35 Approved (as of end-Nov 2018)

32 Roads and Bridges

10 Water Resource Projects

9 Railways

6 Airports

5 Flood Control Facilities

4 Energy Facilities

4 Seaports

3 Redevelopment Programs

3 Bus Rapid Transits

₱1.9T Infrastructure Pipeline

est. 1.7M Jobs Created (by 2022)

7.3% Infra as % GDP (by 2022)



INVESTMENT OPTIONS

Understanding your options can maximize your resources.

San Juanico Bridge, Samar & Leyte

How does the government raise funds? (1 of 3)



The **Bureau of the Treasury** formulates and implements a sustainable borrowing program using a wide array of means.

Modality	Features
Treasury Bills (T-Bills)	<ul style="list-style-type: none">• Maturity: 91, 182, and 364 days• Interest Payment: None. (Sold at a Discount)• Minimum Investment: Varies from bank to bank• Higher earnings potential than Time Deposit• Can be sold easily via secondary markets
Retail Treasury Bonds (RTBs)	<ul style="list-style-type: none">• Maturity: Up to 25 years• Interest Payment: Quarterly• Relatively higher yield over Time Deposit / CASA• Minimum Investment: Php5,000.00• Can be sold easily via secondary markets

How does the government raise funds? (2 of 3)



The **Bureau of the Treasury** formulates and implements a sustainable borrowing program using a wide array of means.

Modality	Features
Fixed Rate Treasury Notes (FXTNs)	<ul style="list-style-type: none">• Maturity: Up to 25 years• Interest Payment: Semi-annual• Minimum Investment: Varies from bank to bank• Can be sold easily via secondary markets
Republic of the Philippine Bonds (ROPs)	<ul style="list-style-type: none">• Currency: US Dollar only• Maturity: Up to 25 years• Interest Payment: Semi-annual• Minimum Investment: Varies from bank to bank• Can be sold easily via secondary markets

The Country's financial strength enables it to tap foreign markets to raise funds.

*Recent Issuances


SAMURAI BONDS	
Amount	Php73 Billion-equivalent
Currency	Japanese Yen
Tenor	3/5/10 years
Interest Rate	0.38%/0.54%/0.99% p.a. respectively

GLOBAL BONDS	
Amount	Php78 Billion-equivalent
Currency	US Dollar
Tenor	10 years
Interest Rate	3.75% p.a.



Treasury Bills (T-Bills)

02-04-02



REPUBLICA NG PILIPINAS
KAGAWARAN NG PANANALAPI
KAWANIHAN NG INGATANG-YAMAN
(BUREAU OF THE TREASURY)
Intramuros, Manila

Funding the Republic

Public Offering for Treasury Bills

Auction Date: February 11, 2019 Cut-off Time : 1:00 P.M.

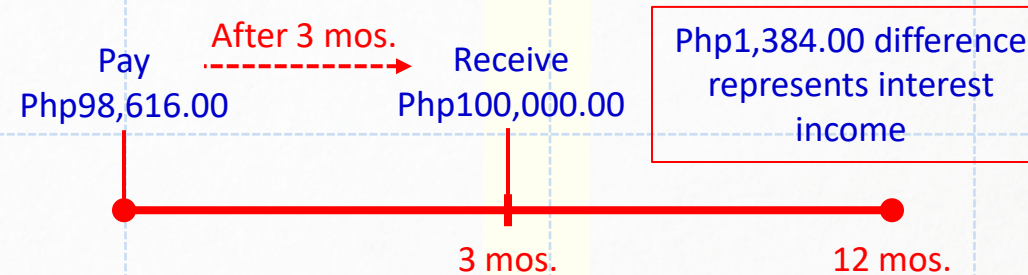
T-Bill	Series	Amount	Issue/Settlement Date/s	Maturity Date/s
91-day	PIBL1218E132	P 6,000B	02-13-2019	05-15-2019
182-day	PIBL1218H265	P 6,000B	02-13-2019	08-14-2019
364-day	PIBL1219B063	P 8,000B	02-13-2019	02-12-2020
	Total	P 20,000B		

Features:

- Issued by the **Republic of the Philippines** through the BTr
- Sold at a discount
- Available via banks
- Tenors: 91, 182, and 364 days
- Higher earnings potential than CASA or TD/SSAs

Illustration: (Concept of Discount)

Face Value : Php100,000.00
Interest Rate : 5.550% p.a.
Tenor : 91 days or 3- months
Purchase Price : 98.616
Cash Outlay : Php98,616.00



Retail Treasury Bonds – Primary Market (New)

Series	: RTB 21
Face Value	: ₱100,000.00
Purchase Price	: ₱100.00 (at par)
Issue Date	: June 13, 2018
Maturity Date	: June 13, 2021
Tenor	: 3 Years
Coupon Rate	: 4.875% p.a. (subject to 20% final withholding tax)
Coupon Frequency	: Quarterly

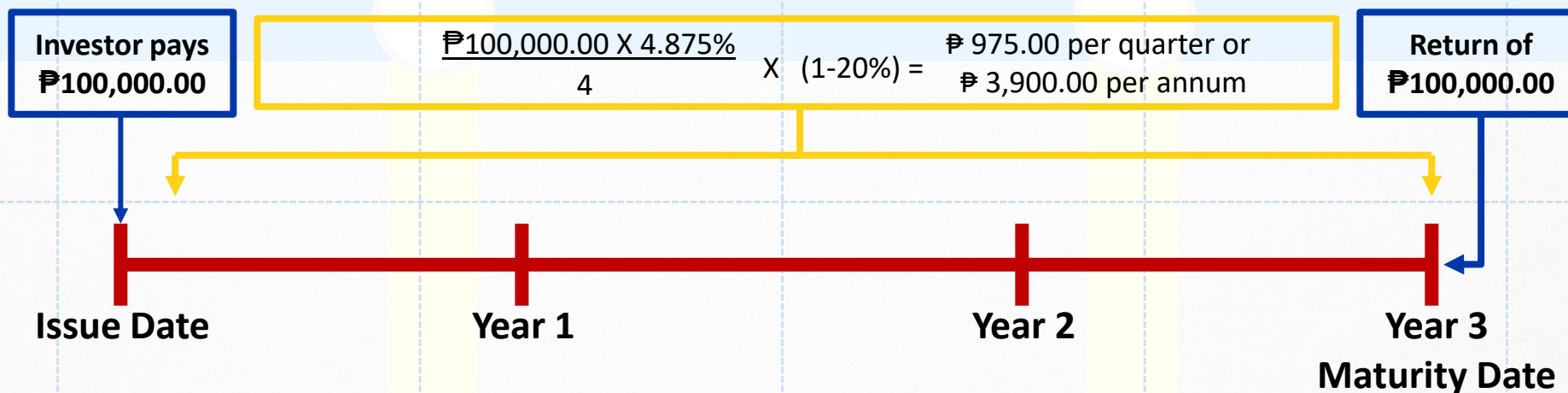




Illustration: Client Sells RTB 21

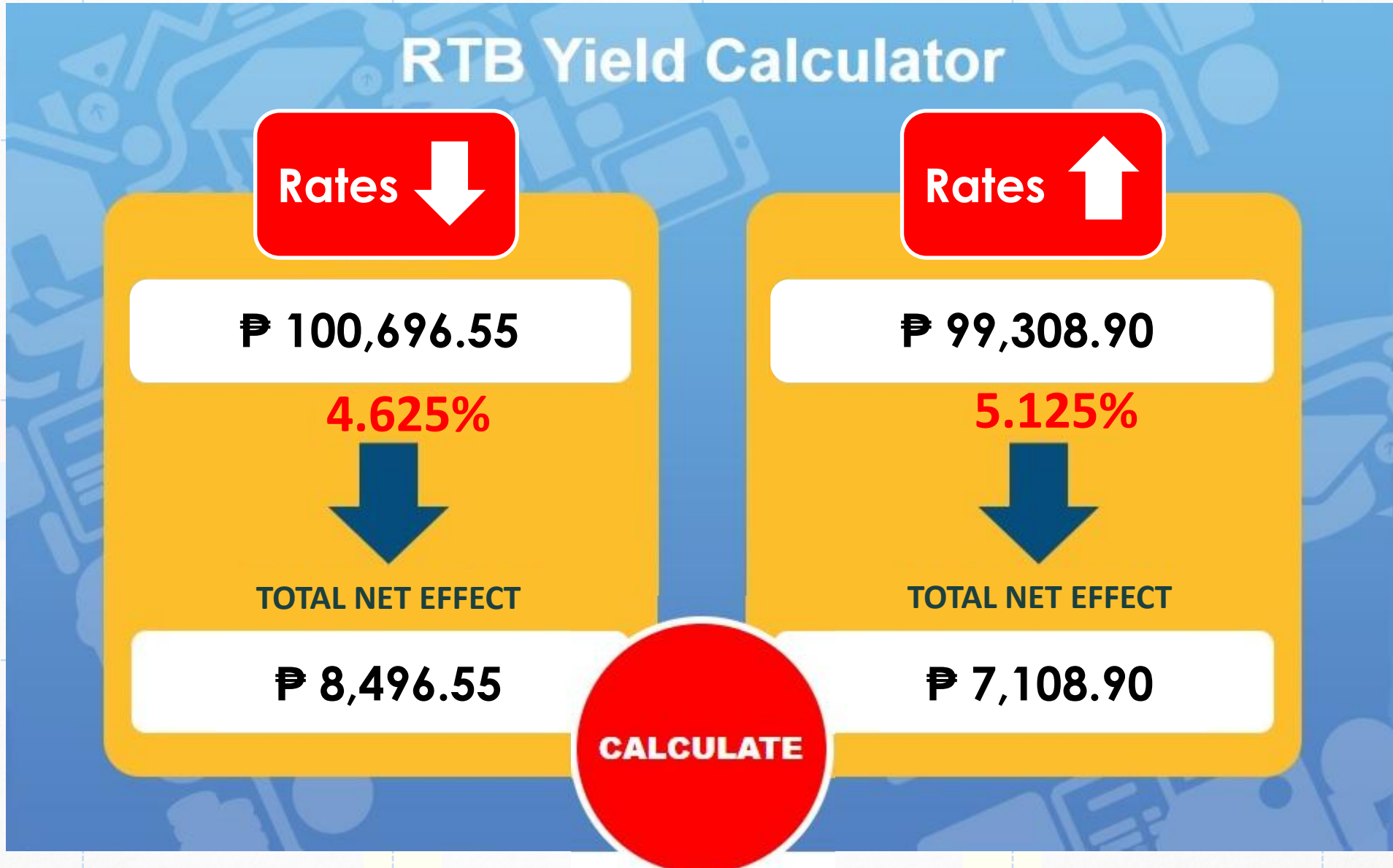
After 2 years, market rates/prices are:

Scenario **A** (interest rates go down 25 bps)

Yield to maturity (YTM)	:	4.625%
Net Price (taxable)	:	100.697

Scenario **B** (interest rates go up 25 bps)

Yield to maturity (YTM)	:	5.125%
Net Price (taxable)	:	99.309

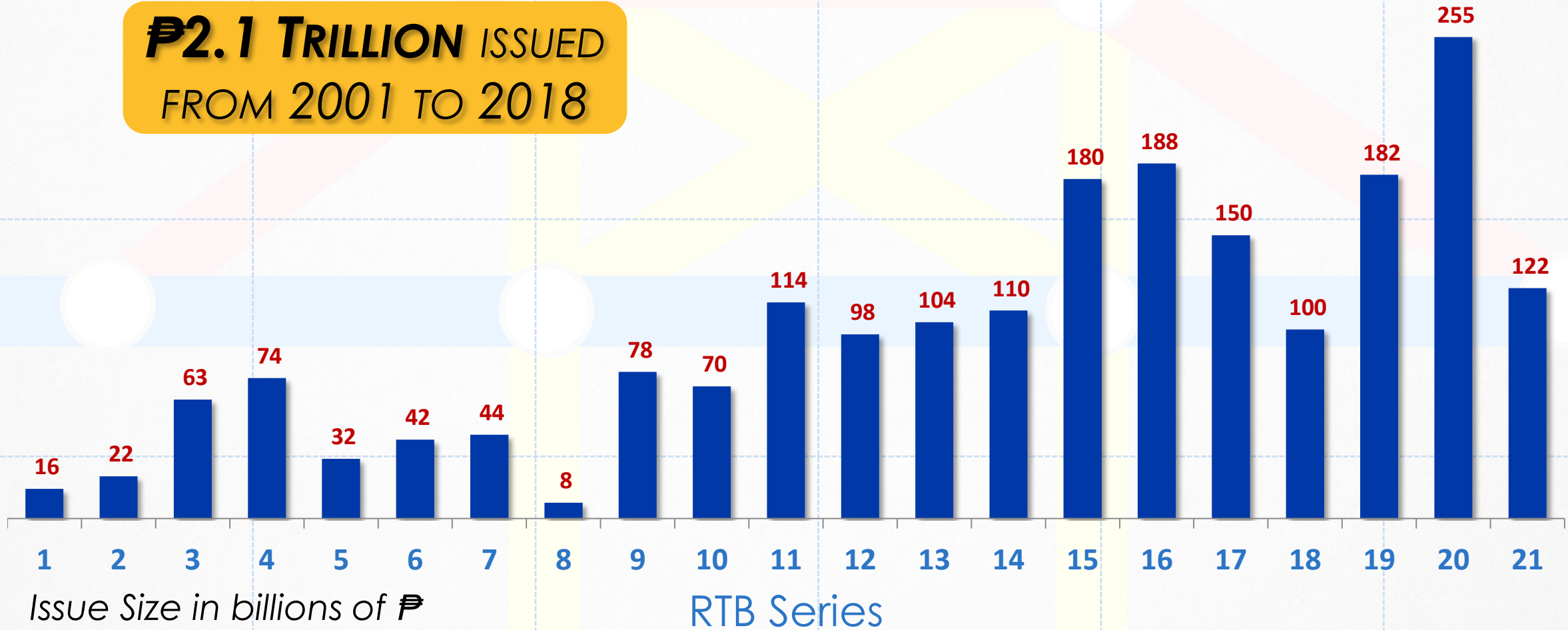


*Returns displayed assume an interest period of one year and are net of 20% final withholding tax

Historical of RTB Issuances



₱2.1 TRILLION ISSUED
FROM 2001 TO 2018





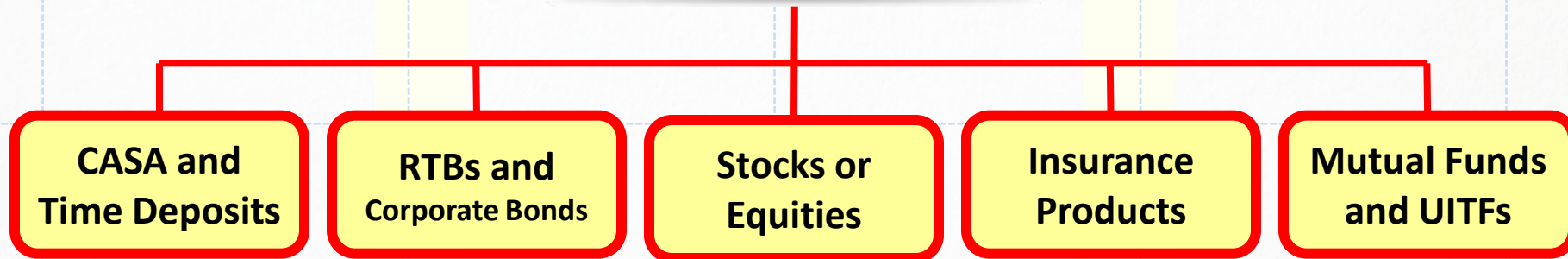
EXECUTING YOUR FINANCIAL PLAN
PUTTING YOUR FINANCIAL PLAN IN MOTION.

Buntun Bridge, Cagayan

How to access your investment options?



Banks have evolved to become a one-stop shop for financial solutions.



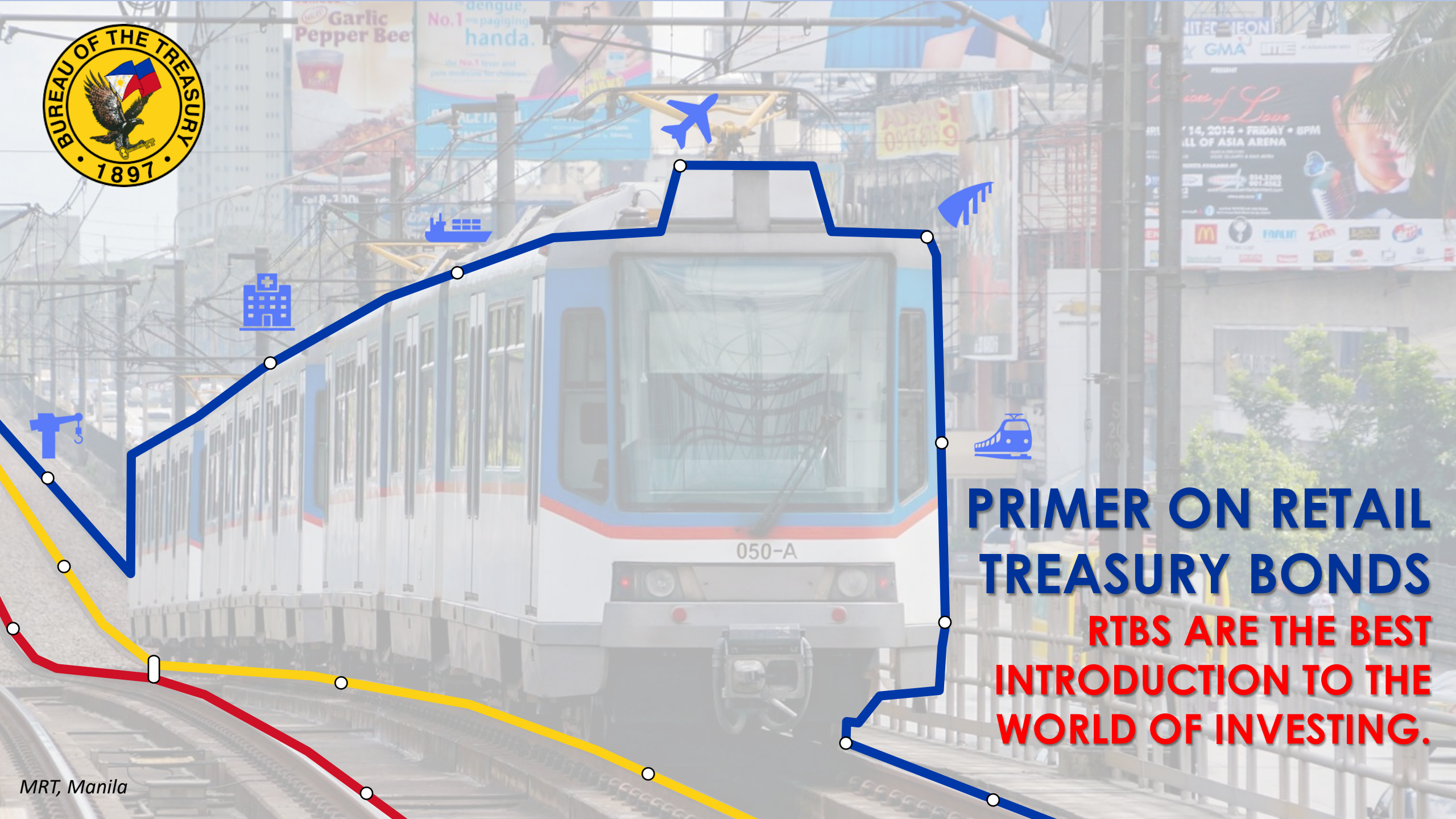
What are the basic requirements?



Common requirements are the following:

- ✓ Accomplish required documents
 - Account opening forms
 - Client Suitability Forms
 - Risk Disclosure Forms
- ✓ Two (2) valid and unexpired government-issued IDs
- ✓ Personal Appearance - Be prepared to answer any questions about your financial capacity and provide other necessary information to the bank, to determine client suitability.





PRIMER ON RETAIL TREASURY BONDS

**RTBS ARE THE BEST
INTRODUCTION TO THE
WORLD OF INVESTING.**

MRT, Manila

Key Features and Benefits of RTBs for Investors



SOVEREIGN BACKING

- *Essentially Risk Free*
- *Direct obligation of the Republic*



RELATIVELY HIGHER YIELD

- *Higher than Time Deposits*



AFFORDABLE

- *Minimum investment of ₱5,000*
- *ZERO Fees*



CONVENIENT

- *You can transact at any major banks*
- *You can use your existing CASA as your settlement account*



FREQUENT INTEREST PAYMENTS

- *Pays interest every quarter*



EASY TO BUY AND SELL

- *Can be bought and sold on any banking day*

How to invest?

Offline



**Visit any authorized
Selling Agent Banks**

Online



**Visit
www.treasury.gov.ph**

How to invest **OFFLINE?**

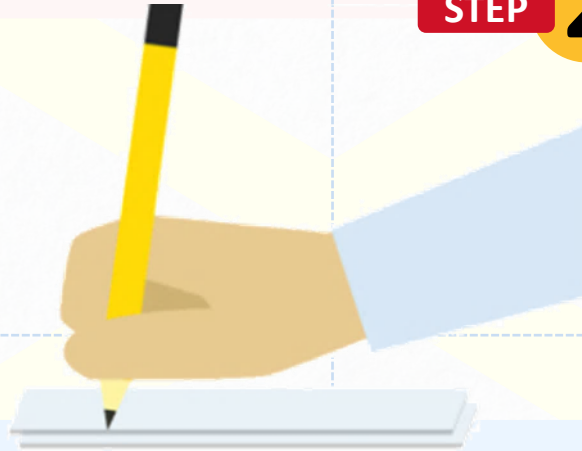
STEP 1



**Visit any authorized
Selling Agent Banks**

- Consult an Investment Counselor
- Product Briefing
- Risk Profiling

STEP 2



**Accomplish
required forms**

- Bank Forms
- Acknowledgement Receipt
- Submit other documentary requirements, as applicable.

STEP 3

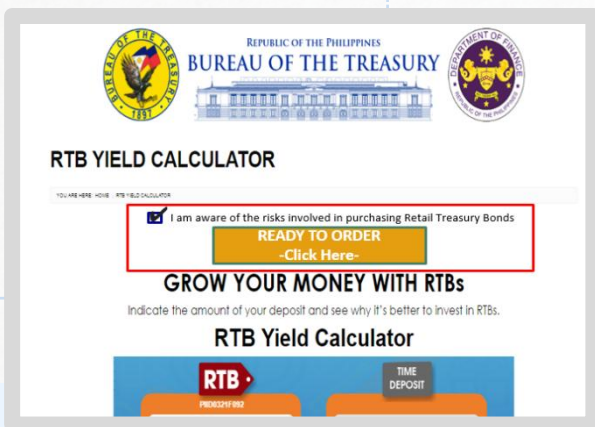


**Pay the
Principal Cost**

- ZERO Transaction Fee
- Proof of Investment:
Confirmation of Sale (COS)

How to invest **ONLINE?**

STEP 1



Log on to
www.treasury.gov.ph

- Read through the details of the investment before purchasing the RTBs
- Once understood, click Ready to Order

STEP 2



Accomplish
required ordering form

- Input required information into Ordering Form
- Select settlement bank
- Agree to terms and conditions

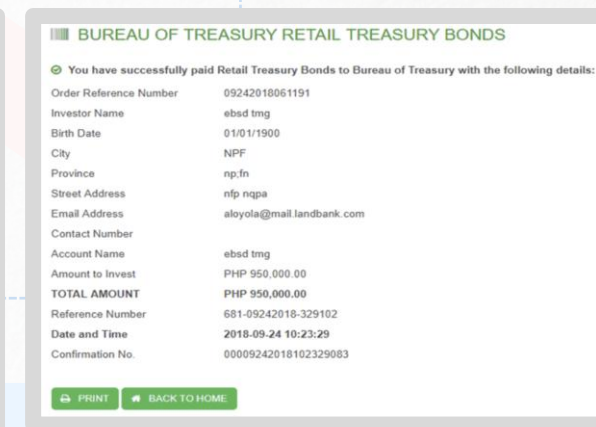
STEP 3



Pay the
Principal Cost

- Log on to chosen settlement bank's online payment facility
- ZERO Transaction Fee

STEP 4



Proof of Investment

- Notice of successful payment may be printed as your proof of investment in RTBs
- System-generated notice of successful payment shall be sent to your designated email address

Offering Process: Secondary Market



For already-issued RTBs:



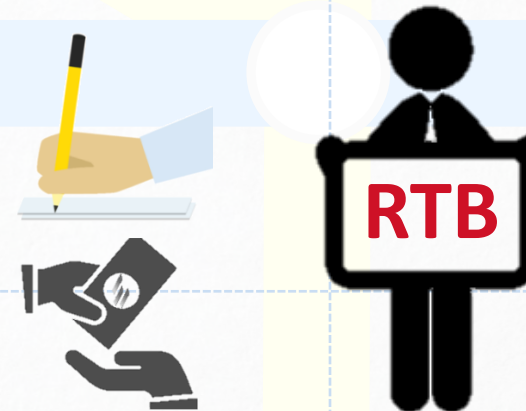
STEP 1 Go to any major Bank



STEP 2 Consult a Relationship Manager



STEP 3 Ask for a quotation and confirm if acceptable.



STEP 4 Documentation and Payment



Buntun Bridge, Cagayan

THANK YOU!