

**APPLICATION FOR EXPORTERS HEDGING PROGRAM**

I /We express my/our intent to apply for:

- \_\_\_\_\_ Foreign Exchange Insurance (FX Insurance)
- \_\_\_\_\_ Forward Foreign Exchange Rate Protection (FX Forward)

Name : \_\_\_\_\_  
Address : \_\_\_\_\_  
Telephone No/s. : \_\_\_\_\_  
Nature of Business : \_\_\_\_\_  
Details of Foreign Exchange Receipt/Receivable:

I/We certify that the above information and the submitted documents are true and correct. The amount applied for is outstanding and unhedged as of the date of this application. Further, I/we represent that \_\_\_\_\_ is an eligible obligor of this facility.  
(Corporation)

For Single Proprietorship

For Partnership and Corporation  
(Two Signatories)

\_\_\_\_\_  
(Signature over Printed Name)

\_\_\_\_\_  
(Signature over Printed Name)

\_\_\_\_\_  
(Signature over Printed Name)

Recommended by:

Approved by:

\_\_\_\_\_  
(Signature over Printed Name)  
Account Officer

\_\_\_\_\_  
(Signature over Printed Name)  
Approving Authority

Reference No. : \_\_\_\_\_

Date/Time : \_\_\_\_\_

**Development Bank of the Philippines  
FX INSURANCE CONFIRMATION**

Client:

We are pleased to confirm the FX Insurance agreement made between ourselves with the following details:

CONTRACT AMOUNT : \_\_\_\_\_  
 DEAL DATE : \_\_\_\_\_  
 MATURITY/ EXERCISE DATE : \_\_\_\_\_  
 FEE (due and payable on deal date): \_\_\_\_\_  
 PROTECTION/STRIKE PRICE : \_\_\_\_\_  
 SETTLEMENT DATE : \_\_\_\_\_  
 Settlement Instruction : \_\_\_\_\_  
 Penalty for failure to deliver on time: \_\_\_\_\_

**RISK DISCLOSURE STATEMENT**

Ladies and Gentlemen:

The RISK DISCLOSURE STATEMENT brings to your attention certain issues related to derivatives between you / your organization and Development Bank of the Philippines ("DBP") and to confirm the nature of your relationship with DBP in the context of the Transaction between you and us.

Similar to other financial transactions, derivatives activities may provide significant benefits and involve a variety of significant risks.

Before entering into any derivative activity, you should fully understand the nature and terms of each transaction, the relevant risk factors, the nature and the extent of your risk of loss and the contractual relationship into which you have entered. You should carefully and independently evaluate whether the transaction is appropriate for you in the light of your objective, experience, financial and operational resources, and other circumstances, and whether you have the proper resources and measures in place to monitor the associated risks and contractual obligations over the term of the transaction.

In general, all derivative activities include, among others, the risk of adverse or unanticipated market, financial or political developments, counterparty risks (including but not limited to risk of default and settlement risk) or issuer default and other credit and enforcement risks, liquidity risk and operational risks.

As in any financial transaction, you should understand the requirements applicable to you that are established by your regulators or by your board of directors or other governing body. You should also consider the legal, tax and accounting implication of entering into any derivative activity.

In entering into any derivative activity with, or arranged by us or any of our subsidiaries/affiliates, you should also understand that the **DBP is acting as your counterparty and not as your financial adviser or fiduciary unless DBP has expressly agreed in writing to act as such and then only to the extent so provided.** Whether or not the DBP has established a written financial advisory or fiduciary relationship, we may from time to time have substantial long or short positions in, and may make a market in or otherwise buy or sell instruments identical or economically related to the derivative activity entered into with you. DBP may have business or other commercial relationship with the issuer of any security or financial instrument underlying the derivative activity entered into with you.

THIS STATEMENT DOES NOT PURPORT TO DISCLOSE ALL OF THE RISKS OR OTHER RELEVANT CONSIDERATIONS ASSOCIATED WITH DERIVATIVE ACTIVITIES. YOU SHOULD THEREFORE CONSULT YOUR OWN FINANCIAL, LEGAL, TAX OR ACCOUNTING ADVISERS PRIOR TO ENTERING INTO ANY SUCH ACTIVITY.

YOU SHOULD NOT CONSTRUE THIS RISK DISCLOSURE STATEMENT AS A BUSINESS, LEGAL, TAX, OR ACCOUNTING ADVICE OR AS MODIFYING APPLICABLE LAW.

Very truly yours, DEVELOPMENT BANK OF THE PHILIPPINES  By: _____  _____ Signature over Printed Name Marketing	Conforme: Client: _____  By: _____  _____ Signature over Printed Name Marketing		
_____ Signature over Printed Name Marketing	_____ Signature over Printed Name Marketing	_____ Signature over Printed Name _____ Position	_____ Signature over Printed Name _____ Position