

### BALANCE SHEET (Head Office and Branches)

As of March 31, 2017 As of December 31, 2016

#### ASSETS

Cash and Cash Items	P 839,237,328.57	P 1,010,466,593.55
Due from Bangko Sentral ng Pilipinas	12,413,695,532.29	13,276,675,252.42
Due from Other Banks	2,428,162,761.36	2,877,264,209.62
Financial Assets at Fair Value through Profit or Loss	1,311,139,813.21	300,166,595.21
Available-for-Sale Financial Assets - Net	44,452,432.50	44,452,432.50
Held-to-Maturity (HTM) Financial Assets - Net	13,502,683,292.24	13,531,709,424.94
Unquoted Debt Securities Classified as Loans - Net	3,550,373,136.14	3,672,552,632.89
Loans and Receivables - Net	40,792,018,274.37	39,546,226,419.16
Interbank Loans Receivable	50,160,000.00	49,720,000.00
Loans and Receivables - Others	41,142,041,327.69	39,883,189,472.48
General Loan Loss Provision	400,183,053.32	386,683,053.32
Other Financial Assets	449,330,272.13	551,647,500.91
Equity Investment in Subsidiaries, Associates and Joint Ventures - Net	964,912,765.81	961,313,774.25
Bank Premises, Furniture, Fixture & Equipment - Net	1,835,627,892.14	1,878,997,674.85
Real and Other Properties Acquired - Net	510,268,234.86	496,136,145.17
Other Assets - Net	6,065,762,115.25	6,089,690,869.79
<b>TOTAL ASSETS</b>	<b>P 84,707,663,850.87</b>	<b>P 84,237,299,525.26</b>

#### LIABILITIES

Financial Liabilities at Fair Value through Profit or Loss	P 2,022,247.55	P -
Deposit Liabilities	61,644,673,525.08	61,188,817,002.68
Bills Payable:	9,917,472,563.36	10,099,383,950.05
Other Deposit Substitutes	9,917,472,563.36	10,099,383,950.05
Due to Bangko Sentral ng Pilipinas	6,400,321.05	-
Other Financial Liabilities	704,609,751.46	447,145,103.17
Other Liabilities	2,154,134,674.95	2,260,940,019.61
<b>TOTAL LIABILITIES</b>	<b>P 74,429,313,083.45</b>	<b>P 73,996,286,075.51</b>

#### STOCKHOLDERS' EQUITY

Capital Stock	P 12,884,054,099.96	P 12,884,054,099.96
Other Capital Accounts	1,475,694,061.21	1,541,317,192.51
Retained Earnings	-4,081,397,393.75	-4,184,357,842.72
<b>TOTAL STOCKHOLDERS' EQUITY</b>	<b>P 10,278,350,767.42</b>	<b>P 10,241,013,449.75</b>
<b>TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY</b>	<b>P 84,707,663,850.87</b>	<b>P 84,237,299,525.26</b>

#### CONTINGENT ACCOUNTS

Financial Standby Letters of Credit	P 1,039,547,239.55	P 2,222,647,854.71
Commercial Letters of Credit	407,887,842.22	395,133,364.11
Trade Related Guarantees	892,123,050.79	1,241,237,877.47
Spot Foreign Exchange Contracts	2,051,571,449.54	1,377,819,320.77
Trust Department Accounts	5,838,256,005.80	5,683,734,099.96
Trust and Other Fiduciary Accounts	1,093,395,801.28	1,089,636,831.45
Agency Accounts	4,744,860,204.52	4,594,097,268.51
Others	159,077,081.43	184,739,553.67
<b>TOTAL CONTINGENT ACCOUNTS</b>	<b>P 10,388,462,669.33</b>	<b>P 11,105,317,070.69</b>

#### ADDITIONAL INFORMATION

Gross total loan portfolio (TLP)	42,941,852,188.24	41,705,821,743.45
Specific allowance for credit losses on the TLP	1,749,650,860.55	1,772,912,270.97
Non-Performing Loans (NPLs)		
a. Gross NPLs	2,279,691,946.18	2,259,014,990.06
b. Ratio of gross NPLs to gross TLP (%)	5.31%	5.42%
c. Net NPLs	530,041,085.63	486,102,719.09
d. Ratio of Net NPLs to gross TLP (%)	1.23%	1.17%
Classified Loans & Other Risk Assets, gross of allowance for credit losses	1,208,974,290.46	1,065,744,487.21
DOSRI Loans and receivables, gross allowance of credit losses	15,284,113.23	16,291,278.80
Ratio of DOSRI loans and receivables, gross of allowance for credit losses, to gross TLP (%)	0.04%	0.04%
Gross non-performing DOSRI loans and receivables	22,438.33	82,861.43
Ratio of gross non-performing DOSRI loans and receivables to TLP (%)	0.00%	0.00%
Percent Compliance with Magna Carta (%)		
a. 8% for Micro and Small Enterprises	1.46%	1.69%
b. 2% for Medium Enterprises	10.45%	11.96%
Return on Equity (ROE) (%)	1.87%	0.78%
Capital Adequacy Ratio (CAR) on Solo Basis, as prescribed under existing regulations		
a. Total CAR (%)	14.62%	14.64%
b. Tier 1 CAR (%)	11.48%	11.51%
c. Common Tier 1 Ratio (%) 1/	11.48%	11.51%

1/ Common Equity Tier 1 is only applicable to all Universal and Commercial Banks and their subsidiary banks.

REPUBLIC OF THE PHILIPPINES)  
City of Makati )S.S.

We, Arlene M. Datu and Patricia May T. Siy, of the above-mentioned bank do solemnly swear that all matters set forth in the above balance sheet are true and correct to the best of our knowledge and belief.

(SGD.) ARLENE M. DATU  
Controller, SVP

(SGD.) PATRICIA MAY T. SIY  
President & CEO

SUBSCRIBED AND SWORN to before me this 27<sup>th</sup> day of April 2017 at City of Makati, affiants exhibiting their SSS nos. 0356633451 and 0373099955, respectively.

(SGD.) ATTY. GERVACIO B. ORTIZ JR.

NOTARY PUBLIC City of Makati until December 31, 2018  
IBP no. 656155 - Lifetime Member  
MCLE Compliance No. V-0006934  
Appointment no. M-104 -(2017-2018)  
PTR no. 5909514 Jan. 3, 2017  
Makati City Roll no. 40091  
101 Urban Ave., Campos Rueda Bldg. Brgy. Pio del Pilar, Makati City

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### BALANCE SHEET (Bank and Financial Subsidiaries)

As of March 31, 2017 As of December 31, 2016

#### ASSETS

Cash and Cash Items	P 871,447,798.87	P 1,041,137,300.95
Due from Bangko Sentral ng Pilipinas	12,483,188,238.00	13,356,060,584.66
Due from Other Banks	2,729,839,687.81	3,242,726,459.21
Financial Assets at Fair Value through Profit or Loss	1,311,139,813.21	300,166,595.21
Available-for-Sale Financial Assets - Net	44,452,432.50	44,452,432.50
Held-to-Maturity (HTM) Financial Assets - Net	13,502,683,292.24	13,531,709,424.94
Unquoted Debt Securities Classified as Loans - Net	3,550,373,136.14	3,672,552,632.89
Loans and Receivables - Net	42,494,434,423.45	41,247,431,847.83
Interbank Loans Receivable	50,160,000.00	49,720,000.00
Loans and Receivables - Others	42,861,238,349.98	41,600,429,101.29
General Loan Loss Provision	416,963,926.53	402,717,253.46
Other Financial Assets	483,535,912.71	583,214,489.58
Equity Investment in Subsidiaries, Associates and Joint Ventures - Net	27,237,243.68	27,446,160.02
Bank Premises, Furniture, Fixture & Equipment - Net	1,945,625,646.19	1,992,285,120.52
Real and Other Properties Acquired - Net	574,218,034.10	560,391,545.14
Other Assets - Net	6,672,810,160.21	6,677,704,191.90
<b>TOTAL ASSETS</b>	<b>P 86,690,985,819.11</b>	<b>P 86,277,278,785.35</b>

#### LIABILITIES

Financial Liabilities at Fair Value through Profit or Loss	P 2,022,247.55	P -
Deposit Liabilities	63,555,479,572.15	63,149,978,349.58
Bills Payable:	9,917,472,563.36	10,099,383,950.05
Other Deposit Substitutes	9,917,472,563.36	10,099,383,950.05
Due to Bangko Sentral ng Pilipinas	6,400,321.05	-
Other Financial Liabilities	727,875,616.71	464,530,594.20
Other Liabilities	2,258,501,367.11	2,364,548,902.28
<b>TOTAL LIABILITIES</b>	<b>P 76,467,751,687.93</b>	<b>P 76,078,441,796.11</b>

#### STOCKHOLDERS' EQUITY

Capital Stock	P 12,883,805,224.89	P 12,884,054,099.96
Other Capital Accounts	1,489,021,659.22	1,579,287,593.51
Retained Earnings	-4,140,077,751.54	-4,254,757,991.37
Minority Interest in Subsidiaries	-9,515,001.39	-9,746,712.85
<b>TOTAL STOCKHOLDERS' EQUITY</b>	<b>P 10,223,234,131.18</b>	<b>P 10,198,836,989.25</b>
<b>TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY</b>	<b>P 86,690,985,819.11</b>	<b>P 86,277,278,785.35</b>

#### CONTINGENT ACCOUNTS

Financial Standby Letters of Credit	P 1,039,547,239.55	P 2,222,647,854.71
Commercial Letters of Credit	407,887,842.22	395,133,364.11
Trade Related Guarantees	892,123,050.79	1,241,237,877.47
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Agency Accounts	4,744,860,204.52	4,594,097,268.51
Others	159,082,965.43	184,744,981.67
<b>TOTAL CONTINGENT ACCOUNTS</b>	<b>P 10,388,468,553.33</b>	<b>P 11,105,317,498.69</b>

#### ADDITIONAL INFORMATION

- List of Financial Allied Subsidiaries (excluding Subsidiary Insurance Companies)
  - Rural Bank of Nagcarlan, Inc.
  - Banco Dipolog, Inc. a Rural Bank
- List of Subsidiary Insurance Companies
  - PBCOM Insurance Services Agency, Inc.
- Capital Adequacy Ratio (CAR) on Consolidated Basis, as prescribed under existing regulations
  - Total CAR (%) 14.60% 14.67%
  - Tier 1 Ratio (%) 11.55% 11.61%
  - Common Tier 1 Ratio (%) 1/ 11.55% 11.61%

1/ Common Equity Tier 1 is only applicable to all Universal and Commercial Banks and their subsidiary banks.

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City of Makati )S.S.

We, Arlene M. Datu and Patricia May T. Siy, of the above-mentioned bank do solemnly swear that all matters set forth in the above balance sheet are true and correct to the best of our knowledge and belief.

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Controller, SVP

(SGD.) PATRICIA MAY T. SIY  
President & CEO

SUBSCRIBED AND SWORN to before me this 27<sup>th</sup> day of April 2017 at City of Makati, affiants exhibiting their SSS nos. 0356633451 and 0373099955, respectively.

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