



February 4, 2020

MS. JANET A. ENCARNACION

Head, Disclosure Department
Philippine Stock Exchange, Inc.
6F PSE Tower One Bonifacio High Street
28th Street corner 5th Avenue Bonifacio Global City
Taguig City

ATTY. MARIE ROSE M. MAGALLEN-LIRIO

Head, Issuer Compliance and Disclosure Department
Philippine Dealing & Exchange Corp.
29/F Equitable Tower
8751 Paseo de Roxas
Makati City

Mesdames,

We are pleased to furnish your good office with a copy of China Banking Corporation's Balance Sheets as of December 31, 2019.

Thank you.

Very truly yours,

Alexander C. Escucha
Senior Vice President
Corporate Information Officer

BALANCE SHEET
(Head Office and Branches)
As of December 31, 2019

ASSETS		Current Quarter	Previous Quarter
Cash and Cash Items	P	14,856,843,514.09	11,286,737,785.85
Due from Bangko Sentral ng Pilipinas	P	88,109,650,045.16	96,686,554,893.72
Due from Other Banks		8,645,546,684.09	9,797,899,431.17
Financial Assets at Fair Value through Profit or Loss		18,444,101,352.61	11,493,993,990.52
Available-for-Sale Financial Assets-Net		14,525,036,830.86	16,054,686,352.09
Held-to-Maturity (HTM) Financial Assets-Net		173,607,348,512.03	187,649,344,107.84
Unquoted Debt Securities Classified as Loans-Net		0.00	0.00
Investments in Non-Marketable Equity Security-Net		0.00	0.00
Loans and Receivables - Net		512,827,064,157.96	496,465,162,265.35
Loans to Bangko Sentral ng Pilipinas		0.00	0.00
Interbank Loans Receivable		4,580,316,208.22	3,373,175,977.71
Loans and Receivables - Others		506,385,851,055.51	489,305,776,348.35
Loans and Receivables Arising from RA/CA/PR/SLB		5,447,293,220.00	7,000,000,000.00
General Loan Loss Provision		3,586,386,325.77	3,213,790,060.71
Other Financial Assets		6,731,154,836.23	4,813,249,770.76
Equity Investment in Subsidiaries, Associates and Joint Ventures-Net		12,714,174,345.26	11,719,956,128.58
Bank Premises, Furniture, Fixture and Equipment-Net		6,139,321,182.78	3,592,403,024.44
Real and Other Properties Acquired-Net		307,765,365.49	347,074,202.20
Non-Current Assets Held for Sale		0.00	0.00
Other Assets-Net		9,992,120,101.26	8,270,329,330.28
TOTAL ASSETS	P	866,900,126,927.82	858,277,391,282.80
LIABILITIES			
Financial Liabilities at Fair Value through Profit or Loss	P	1,036,052,001.25	1,153,011,074.57
Deposit Liabilities		688,344,452,819.73	693,459,916,419.07
Due to Other Banks		4,633,071.36	3,124,081.93
Bills Payable		33,381,405,979.80	26,518,142,311.98
a) BSP (Rediscounting and Other Advances)		3,280,000,000.00	0.00
b) Interbank Loans Payable		11,228,311,250.00	9,756,997,500.00
c) Other Deposit Substitute		18,873,094,729.80	16,761,144,811.98
d) Others		0.00	0.00
Bonds Payable-Net		37,394,398,439.97	37,535,939,025.20
Unsecured Subordinated Debt-Net		0.00	0.00
Redeemable Preferred Shares		0.00	0.00
Special Time Deposit		0.00	0.00
Due to Bangko Sentral ng Pilipinas		0.00	0.00
Other Financial Liabilities		8,536,990,039.49	4,658,592,599.45
Other Liabilities		8,203,152,266.34	8,845,729,321.72
TOTAL LIABILITIES	P	776,901,084,617.94	772,174,454,833.92
STOCKHOLDERS' EQUITY			
Capital Stock	P	43,981,624,082.10	43,981,624,082.10
Other Capital Accounts		102,884,876.16	6,443,457,642.62
Retained Earnings		45,914,533,351.62	35,677,854,724.16
Assigned Capital		0.00	0.00
TOTAL STOCKHOLDERS' EQUITY		89,999,042,309.88	86,102,936,448.88
TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY	P	866,900,126,927.82	858,277,391,282.80
CONTINGENT ACCOUNTS			
Guarantees Issued	P	0.00	0.00
Financial Standby Letters of Credit		0.00	0.00
Performance Standby Letters of Credit		13,519,089,906.93	16,814,060,385.12
Commercial Letters of Credit		4,591,184,599.57	3,542,611,698.45
Trade Related Guarantees		688,044,901.50	895,276,635.65
Commitments		60,916,468,289.64	13,762,043,977.28
Spot Foreign Exchange Contracts		22,862,485,527.55	35,936,660,565.98
Securities Held Under Custodianship by Bank Proper		0.00	0.00
Trust Department Accounts		169,339,174,976.84	171,218,994,722.14
a) Trust and Other Fiduciary Accounts		74,255,893,854.58	74,006,923,669.81
b) Agency Accounts		95,083,281,122.26	97,212,071,052.33
c) Advisory/Consultancy		0.00	0.00
Derivatives		75,695,101,976.94	88,072,791,950.11
Others		5,325,435,481.39	5,439,647,530.57
TOTAL CONTINGENT ACCOUNTS	P	352,936,985,660.36	335,682,087,465.30
ADDITIONAL INFORMATION			
Gross total loan portfolio (TLP)	P	519,928,920,594.43	501,546,332,419.17
Specific allowance for credit losses on the TLP		3,515,460,110.70	1,867,380,093.11
Non-Performing Loans (NPLs)			
a. Gross NPLs	P	4,895,476,457.66	3,509,285,531.16
b. Ratio of gross NPLs to gross TLP (%)		0.94	0.70
c. Net NPLs	P	2,034,289,027.98	2,022,930,252.49
d. Ratio of Net NPLs to gross TLP (%)		0.39	0.40
e. Ratio of total allowance for credit losses to gross NPLs (%)		191.61	212.59
f. Ratio of specific allowance for credit losses on the gross TLP to gross NPLs (%)	P	71.81	53.21
Classified Loans & Other Risk Assets, gross of allowance for credit losses		29,834,086,862.10	15,660,557,154.26
DOSRI Loans and receivables, gross of allowance for credit losses		3,775,722,517.75	4,516,650,269.66
Ratio of DOSRI loans and receivables, gross of allowance for credit losses, to gross TLP (%)		0.73	0.90
Gross non-performing DOSRI loans and receivables	P	0.00	54,191.85
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		5.94	5.01
b. 2% for Medium Enterprises		6.73	5.72
Return on Equity (ROE) (%)		11.79	10.17
Capital Adequacy Ratio (CAR) on Solo Basis, as prescribed under existing regulations			
a. Total CAR (%)		13.53	13.64
b. Tier 1 Ratio (%)		12.62	12.73
c. Common Equity Tier 1 Ratio (%) ^{1/}		12.62	12.73
Deferred Charges not yet Written Down		0.00	0.00
Unbooked Allowance for Credit Losses on Financial Instruments Received		0.00	0.00
^{1/} Common Equity Tier 1 is only applicable to all Universal and Commercial Banks and their subsidiary banks.			
Republic of the Philippines	} S. S.		
City of Makati			

We, Patrick D. Cheng and William C. Whang, of the above-mentioned Bank, do solemnly swear that all matters set forth in the above Published Balance Sheet/Consolidated Balance Sheet are true and correct to the best of our knowledge and belief.

(Sgd.) PATRICK D. CHENG
Chief Finance Officer

(Sgd.) WILLIAM C. WHANG
President

SUBSCRIBED AND SWORN to before me this January 28, 2020 at City of Makati, affiants exhibiting their Social Security System Numbers and , respectively.

Doc. No. 43
Page No. 10
Book No. 49
Series of 2020

(Sgd.) CHRISTINE L. ZERNA-BRIONES
Notary Public for the City of Makati
Appt. No. M-125 (2019-2020)
4/F Philcom Building,
8755 Paseo de Roxas, Makati City
PTR No. 8117269; 01-02-20; Makati City
IBP No. 100119; 12-27-19; Pampanga
Roll of Attorney's No. 42549

CHINA BANKING CORPORATION
8745 Paseo de Roxas corner Villar St., Makati CityCONSOLIDATED BALANCE SHEET
(Banks and Financial Subsidiaries)
As of December 31, 2019

ASSETS		Current Quarter	Previous Quarter
Cash and Cash Items	P	17,193,661,564.32	12,930,676,573.50
Due from Bangko Sentral ng Pilipinas		99,630,532,220.74	101,643,692,282.76
Due from Other Banks		10,226,955,998.91	10,691,885,527.14
Financial Assets at Fair Value through Profit or Loss		18,500,110,976.50	11,550,977,078.04
Available-for-Sale Financial Assets-Net		16,461,551,622.56	17,734,181,734.34
Held-to-Maturity (HTM) Financial Assets-Net		177,401,652,332.32	197,200,258,143.60
Unquoted Debt Securities Classified as Loans-Net		0.00	0.00
Investments in Non-Marketable Equity Security-Net		0.00	0.00
Loans and Receivables - Net		584,189,310,798.14	565,347,454,232.33
Loans to Bangko Sentral ng Pilipinas		0.00	0.00
Interbank Loans Receivable		4,580,316,208.22	3,373,175,977.71
Loans and Receivables - Others		570,954,341,221.57	553,956,456,270.82
Loans and Receivables Arising from RA/CA/PR/SLB		12,456,143,830.00	11,450,000,000.00
General Loan Loss Provision		3,801,490,461.65	3,432,178,016.20
Other Financial Assets		8,162,426,824.84	6,187,386,885.28
Equity Investment in Subsidiaries, Associates and Joint Ventures-Net		1,118,930,846.16	739,346,863.17
Bank Premises, Furniture, Fixture and Equipment-Net		8,010,252,511.88	4,907,948,885.33
Real and Other Properties Acquired-Net		2,799,614,437.83	3,168,517,971.73
Non-Current Assets Held for Sale		458,999,281.38	427,699,185.03
Other Assets-Net		18,081,644,526.50	16,505,287,936.77
TOTAL ASSETS	P	962,235,643,942.08	949,035,313,299.02
LIABILITIES			
Financial Liabilities at Fair Value through Profit or Loss	P	1,036,052,001.25	1,153,011,074.57
Deposit Liabilities		776,405,063,241.83	777,502,584,951.41
Due to Other Banks		4,633,071.36	3,124,081.93
Bills Payable		33,381,405,979.80	26,518,142,311.98
a) BSP (Rediscounting and Other Advances)		3,280,000,000.00	0.00
b) Interbank Loans Payable		11,228,311,250.00	9,756,997,500.00
c) Other Deposit Substitute		18,873,094,729.80	16,761,144,811.98
d) Others		0.00	0.00
Bonds Payable-Net		37,394,398,439.97	37,535,939,025.20
Unsecured Subordinated Debt-Net		0.00	0.00
Redeemable Preferred Shares		0.00	0.00
Special Time Deposit		0.00	0.00
Due to Bangko Sentral ng Pilipinas		0.00	0.00
Other Financial Liabilities		10,097,472,044.05	5,309,103,854.44
Other Liabilities		11,123,396,875.40	12,120,327,310.11
TOTAL LIABILITIES	P	869,442,421,653.66	860,142,232,609.64
STOCKHOLDERS' EQUITY			
Capital Stock	P	43,981,624,082.10	43,981,624,082.10
Other Capital Accounts		102,884,876.16	6,434,996,027.87
Retained Earnings		48,565,569,449.04	38,340,124,721.42
Assigned Capital		0.00	0.00
Minority Interest in Subsidiaries		143,143,881.12	136,335,857.99
TOTAL STOCKHOLDERS' EQUITY		92,793,222,288.42	88,893,080,689.38
TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY	P	962,235,643,942.08	949,035,313,299.02
CONTINGENT ACCOUNTS			
Guarantees Issued	P	0.00	0.00
Financial Standby Letters of Credit		0.00	0.00
Performance Standby Letters of Credit		13,636,425,862.93	16,949,786,591.12
Commercial Letters of Credit		4,591,184,599.57	3,542,611,698.45
Trade Related Guarantees		688,044,901.50	895,276,635.65
Commitments		61,250,684,258.22	14,110,207,432.89
Spot Foreign Exchange Contracts		22,862,485,527.55	35,936,660,565.98
Securities Held Under Custodianship by Bank Proper		0.00	0.00
Trust Department Accounts		169,339,174,976.84	171,218,994,722.14
a) Trust and Other Fiduciary Accounts		74,255,893,854.58	74,006,923,669.81
b) Agency Accounts		95,083,281,122.26	97,212,071,052.33
c) Advisory/Consultancy		0.00	0.00
Derivatives		75,695,101,976.94	88,072,791,950.11
Others		5,360,806,684.56	5,486,910,214.30
TOTAL CONTINGENT ACCOUNTS	P	353,423,908,788.11	336,213,239,810.64
ADDITIONAL INFORMATION			
1. List of Financial Allied Subsidiaries (excluding Subsidiary Insurance Companies)			
1. China Bank Savings, Inc.			
2. China Bank Capital Corporation			
2. List of Subsidiary Insurance Companies			
3. Capital Adequacy Ratio (CAR) on Consolidated Basis, as prescribed under existing regulations			
a. Total CAR (%)		13.67	13.64
b. Tier 1 Ratio (%)		12.76	12.73
c. Common Equity Tier 1 Ratio (%) ^{1/}		12.76	12.73
^{1/} Common Equity Tier 1 is only applicable to all Universal and Commercial Banks and their subsidiary banks.			
Republic of the Philippines	} S. S.		
City of Makati			

We, Patrick D. Cheng and William C. Whang, of the above-mentioned Bank, do solemnly swear that all matters set forth in the above Published Balance Sheet/Consolidated Balance Sheet are true and correct to the best of our knowledge and belief.

(Sgd.) PATRICK D. CHENG
Chief Finance Officer

(Sgd.) WILLIAM C. WHANG
President

SUBSCRIBED AND SWORN to before me this January 28, 2020 at City of Makati, affiants exhibiting their Social Security System Numbers and , respectively.

Doc. No. 41
Page No. 10
Book No. 49
Series of 2020

(Sgd.) CHRISTINE L. ZERNA-BRIONES
Notary Public for the City of Makati
Appt. No. M-125 (2019-2020)
4/F Philcom Building,
8755 Paseo de Roxas, Makati City
PTR No. 8117269; 01-02-20; Makati City
IBP No. 100119; 12-27-19; Pampanga
Roll of Attorney's No. 42549