

14 April 2023

PHILIPPINE STOCK EXCHANGE, INC.

Disclosure Department
6F PSE Tower One Bonifacio High Street
28th Street corner 5th Avenue, Bonifacio Global City
Taguig City

ATTENTION: **MS. ALEXANDRA D. TOM WONG**
Officer-in-Charge, Disclosure Department

PHILIPPINE DEALING & EXCHANGE CORP.

Philippine Dealing System Holdings Corp. & Subsidiaries
29th Floor, BDO Equitable Tower
8751 Paseo de Roxas, Makati City
Telephone Number: 8884-4446

ATTENTION: **ATTY. MARIE ROSE M. MAGALLEN-LIRIO**
Head – Issuer Compliance and Disclosure Department

We are pleased to furnish your good office with a copy of our SEC 17A Annual Report (pursuant to section 20 of the Securities Regulation Code) filed with the Securities and Exchange Commission (SEC).

For your information and guidance. Thank you.

Respectfully yours,



GERALD O. FLORENTINO
Corporate Information Officer



COVER SHEET

8745 Paseo de Roxas cor. Villar St., 1226 Makati City

SEC Registration Number

CHINA BANKING CORPORATION

(Company's Full Name)

11F CHINABANK BLDG 8745 PASEO

DE ROXAS COR VILLAR ST MAKATI

(Business Address: No., Street City/ Town / Province)

ATTY. MARYNETTE M. GRAVADOR

Contact Person

888-55-145

Company Telephone Number

04

Month

14

Day

17 - A *

FORM TYPE

04

Month

20

Day

Annual Meeting

Secondary License Type, If Applicable

C F D

Dept. Requiring this Doc.

Amended Articles Number / Section

1,846

Total No. of Stockholders

Total Amount of Borrowings

Domestic

Foreign

To be accomplished by SEC Personnel concerned

File Number

LCU

Document ID

Cashier

STAMPS

*with BIR-stamped AFS

Remarks: Please use BLACK ink for scanning purpose

14 April 2023

SECURITIES AND EXCHANGE COMMISSION
SEC Bldg., EDSA Greenhills
Mandaluyong City

Dear Sir/Madam:

In compliance with your requirements, we are submitting herewith the Bank's Annual Report pursuant to Section 17 of the Securities Regulation Code and Section 141 of the Corporation Code, together with the Audited Financial Statements for the years ended 2022 and 2021 stamped received by the Bureau of Internal Revenue, Statement of Management's Responsibility for Financial Statements, CD copy of the financial statements, and Sworn Certification. We have also attached machine copies in addition to the original copies of the foregoing documents.

With respect to the financial statements, please note that the accounting policies adopted are consistent with those of the previous financial year except for the following amendments to Philippine Financial Reporting Standards (PFRS) which became effective as of January 1, 2022:

- Amendments to PFRS 3, *Reference to the Conceptual Framework*
- Amendments to PAS 16, *Plant and Equipment: Proceeds before Intended Use*
- Amendments to PAS 37, *Onerous Contracts – Costs of Fulfilling a Contract*
- *Annual Improvements to PFRSs 2018-2020 Cycle*
 - Amendments to PFRS 1, *First-time Adoption of Philippines Financial Reporting Standards, Subsidiary as a first-time adopter*
 - Amendments to PFRS 9, *Financial Instruments, Fees in the '10 per cent' test for derecognition of financial liabilities*
 - Amendments to PAS 41, *Agriculture, Taxation in fair value measurements*

For a more detailed discussion on the impact of these changes in the Bank's accounting policies as required by the foregoing, please refer to Note 2 to the Audited Financial Statements.

Thank you very much.

Very truly yours,

ROMEO D. UYAN JR.

President and Chief Executive Officer

**SECURITIES AND EXCHANGE COMMISSION
SEC FORM 17-A**

**ANNUAL REPORT PURSUANT TO SECTION 17
OF THE SECURITIES REGULATION CODE AND SECTION
177 OF THE REVISED CORPORATION CODE OF THE
PHILIPPINES**

1. For the fiscal year ended December 31, 2022
2. SEC Identification Number 443 3. BIR Tax Identification No. 000-444-210-000
4. Exact name of issuer as specified in its charter China Banking Corporation
5. Philippines
Province, Country or other jurisdiction of
incorporation or organization
6. (SEC Use Only)
Industry Classification Code:
- China Bank Building, 8745 Paseo de Roxas
7. cor. Villar St., Makati City
Address of principal office
- 1226
Postal Code
8. (632) 888-55-555
Issuer's telephone number, including area code

9. Securities registered pursuant to Section 8 and 12 of the SRC or Section 4 and 8 of the RSA:

<i>Title of Each Class</i>	<i>Number of Shares Outstanding</i>
Common	2,691,288,212

10. Are any or all of these securities listed on a Stock Exchange.

Yes [☒] No [☐]

The above common shares are listed in the Philippine Stock Exchange.

11. Check whether the issuer:

- (a) has filed all reports required to be filed by Section 17 of the SRC and SRC Rule 17.1 thereunder or Section 11 of the RSA and RSA Rule 11(a)-1 thereunder, and Sections 26 and 177 of The Revised Corporation Code of the Philippines during the preceding twelve (12) months (or for such shorter period that the registrant was required to file such reports):

Yes [☒] No [☐]

- (b) has been subject to such filing requirements for the past ninety (90) days:

Yes [☒] No [☐]

12. Aggregate market value of the voting stock held by non-affiliates: P42.14 Billion (as of December 31, 2022)

13. Portions of the Bank's 2022 Annual Report to Stockholders are incorporated by reference in Parts I & II of this report.

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PART I – BUSINESS AND GENERAL INFORMATION

Item 1. Business

(a) Form and Year of Organization

China Banking Corporation (China Bank) is one of the leading private universal banks in the Philippines that offers a full range of banking products and services to institutional and individual customers, as well as thrift banking, investment banking, insurance brokerage, stock brokerage, and Bancassurance through its subsidiaries, China Bank Savings, China Bank Capital, CBC Assets One (SPC), China Bank Securities, Resurgent Capital (FIST-AMC), Chinabank Insurance Brokers (CIBI), CBC Properties and Computer Center, Inc., and affiliate Manulife China Bank Life Assurance Corp (MCBLife). The Bank's franchise stems from its 102-year history, a factor that has enabled it to become deeply entrenched within the socioeconomic fabric of the Chinese-Filipino community.

China Bank was incorporated on July 20, 1920 and commenced business on August 16 of the same year. It was listed on the local stock exchange in September 1927 and acquired its universal banking license in 1991. It played a key role in the post-war reconstruction and economic recovery by providing financial support to businesses and entrepreneurs.

In 2007, the Bank acquired Manila Banking Corporation, the oldest savings bank in the country, and renamed the same to China Bank Savings, Inc. (CBSI) in the following year. To fast-track the expansion, the Bank acquired Pampanga-based rural bank Unity Bank. It also entered into a bancassurance joint venture with Manulife to establish MCBLife. In 2014, the Parent Bank increased its equity stake in MCBLife to 40%.

In 2014, the Bank acquired Planters Development Bank (Plantersbank), the country's largest private development bank, which helped grow China Bank's middle market & SME portfolio, as well as its distribution network. In the following year, CBSI and Plantersbank completed its merger, with the former as the surviving entity.

In 2015, China Bank established its investment house, China Bank Capital Corporation (CBCC), and stock brokerage subsidiary, China Bank Securities Corporation. On the same year, the China Bank MasterCard was publicly launched.

In 2017, China Bank completed a P15-billion stock rights offer (SRO). This follows its P8-billion SRO in 2014.

In 2019, the Bank marked a successful return to the market with a USD 150-million Green Bond issue to the International Finance Corporation and the P30 billion Peso fixed-rate retail bond issue.

In 2020, China Bank kicked off its centennial anniversary with the restoration of the Binondo Business Center and a widespread television & social media ad campaign that tells the story of the Bank's founding. The Board and stockholders also approved and ratified a centennial stock grant plan which gives qualified employees 100 China Bank shares for every year of service. In the same year, China Bank also listed P15 billion-peso bonds due 2022 on the Philippine Dealing & Exchange Corp. (PDEX).

Amid the disruptions caused by the COVID-19 global pandemic, the Bank navigated the new normal in 2020 by adjusting its operations and customer service, accordingly.

In 2021, China Bank unveiled the historical and heritage site markers at the re-constructed Binondo Office. It also received regulatory approval for the employee stock grant plan which will distribute 5.4 million shares to around 8,300 qualified employees.

In the same year, the Bank was recognized as the *Best Bank in the Philippines* by international magazine, The Asset, while the investment house subsidiary, China Bank Capital was awarded the Best

Bond Adviser (Domestic) for the sixth consecutive year. China Bank likewise emerged as the second strongest bank in the Philippines in terms of balance sheet at The Asian Banker's *Top 500 Strongest Banks*, and landed in the top 20% of the 500 strongest banks in the Asia Pacific region.

In 2022, the Bank paid P1.50/share cash dividend composed of P1.00/share regular dividend and an additional P0.50/share special dividend, reflecting China Bank's confidence in its underlying strength and future prospects. The total cash dividends of P4.04 billion is 50% higher compared to the P2.69 billion dividends paid in 2021 and represents 27% of the full year 2021 net income of P15.1 billion.

Credit rating agency, *Moody's Investor Services*, affirmed investment grade credit rating of "Baa2" with "Stable" outlook. Moody's cited stable capitalization and profitability, which support business expansion, and sound liquidity as China Bank's credit strengths. On the other hand, asset quality risks resulting from the concentrated loan book and a modest funding profile, with a relatively high share of corporate deposits, are the Bank's credit challenges.

China Bank's main business include corporate and SME lending, retail loans (e.g. credit cards, housing, auto, personal & automatic payroll deduction), treasury & foreign exchange trading, trust & asset management, investment banking & advisory services, wealth management, cash management, insurance products through CIBI and MCBLife, internet & mobile banking, and remittances through tie-ups in the Middle East, Asia, and major US cities. The Bank also offers foreign currency deposits in four currencies, USD, EUR, CNY, and JPY.

China Bank offers a comprehensive suite of products and services through its 640 branches complemented by convenient and secure electronic banking channels which are available 24/7— 1,044 ATMs, 11 Cash Accept Machines, China Bank TellerPhone (phone banking), China Bank Online, and China Bank Mobile App.

Subsidiary	Effective Percentages of Ownership		Country of Incorporation and Place of Business	Principal Activities
	2022	2021		
Chinabank Insurance Brokers, Inc. (CIBI)	100.00%	100.00%	Philippines	Insurance Brokerage
CBC Properties and Computer Center, Inc. (CBC-PCCI)	100.00%	100.00%	Philippines	Computer Services
China Bank Savings, Inc. (CBSI)	98.29%	98.29%	Philippines	Retail and Consumer Banking
China Bank Capital Corporation (CBCC)	100.00%	100.00%	Philippines	Investment House
CBC Assets One (SPC) Inc.	100.00%	100.00%	Philippines	Special Purpose Corporation
China Bank Securities Corporation (CBCS)	100.00%	100.00%	Philippines	Stock Brokerage
Resurgent Capital (FIST-AMC) Inc.	100.00%	100.00%	Philippines	FIST Corporation

The Parent Company has no ultimate parent company. SM Investments Corporation, its significant investor, has effective ownership in the Parent Company of 22.51% as of December 31, 2022 and 2021.

The Parent Company's principal place of business is at 8745 Paseo de Roxas cor. Villar St., Makati City.

(b) Bankruptcy, receivership or similar proceedings

The Bank is not subject to any bankruptcy, receivership or similar proceedings.

(c) Material Reclassification Merger, Consolidation or Purchase or Sale of Assets

There were no Material Reclassification Merger, Consolidation or Purchase or Sale of Assets other than those reclassification of financial assets arising from the adoption of PFRS 9. Please refer to Audited Financial Statements.

(d) Business of Issuer – Description of the Business and its Significant Subsidiaries

China Bank's main businesses include deposit-taking, corporate and middle market lending, consumer lending which includes retail estate loans, vehicle loans, credit cards, personal loans and automatic payroll deduction; treasury and foreign exchange trading, trust and investment management, wealth management, cash management, online and mobile banking services, inward remittances through tie-ups with banks and money services businesses in the Middle East, Asia and the Pacific, Europe and the Americas; and investment banking, securities brokerage, bancassurance and insurance brokerage through its subsidiaries and affiliate. The income from these products and services may be divided into two categories, namely (1) net interest income from the Bank's deposit-taking, lending and investment activities which accounts for 82% of operating income and (2) other income (includes service charges, fees & commissions, trading & securities gain, gain on disposal of investment securities at amortized cost, foreign exchange gain, trust fees, income from sale of acquired assets and other miscellaneous income) which accounts for 18% of operating income.

Percentage of sales or revenues and net income contribution from foreign sales (broken down into major markets such as Western Europe, Southeast Asia, etc.) for each of the last three years. Not applicable.

DEPOSITS & RELATED SERVICES

Peso Deposits: Checking - ChinaCheck Plus, Savings - Passbook Savings, ATM Savings, MoneyPlus Savings, Young Savers; Time - Regular Time Deposit, Diamond Savings, Money Lift Plus; Foreign Currency Deposits - Savings - (USD, Euro, RMB and JPY), Time - Foreign Currency Time Deposit Account, Premium Savings Account; Deposit-Related Services - Cash Card, Payroll Account, SSS Pensioner's Account, Manager's Check, Gift Check, Demand Draft, Safety Deposit Box Night Depository Services, Cash Delivery and Deposit Pick-up Services

LOANS & CREDIT FACILITIES

Corporate & Commercial Loans: Omnibus Line, Loan Line, Term Loan, Trade Finance Products, Factoring Receivable

Consumer Loans: HomePlus Real Estate Loan, AutoPlus Vehicle Loan, Contract to Sell Facility; SalaryPlus Salary Loan

Credit Cards: China Bank Prime Mastercard; China Bank Freedom Mastercard; China Bank Cash Rewards Mastercard; China Bank Platinum Mastercard; China Bank World Mastercard; China Bank Wealth Mastercard

INTERNATIONAL BANKING PRODUCTS & SERVICES

Letters of Credit, Standby Letters of Credit, Shipping Guarantee, Documents against Payment, Documents against Acceptance, Advance Payment, Open Account, Trust Receipt Loans, Exports Bill Purchase, Export Collections, Customs and Duties Tax Payments; Advising of Letters of Credit and Standby Letters of Credit; Purchase and Sale of Foreign Exchange; Inward and Outward Remittances - Domestic and International, Foreign Currency Loans

INVESTMENT BANKING SERVICES

Bonds, Syndicated Loans, Corporate Note, Structured Loan, Project Finance, Long-term Negotiable Certificate of Time Deposit (LTNCD), Enrolled Note (Short Dated Notes/Qualified Buyers Notes), Convertible Note, Initial Public Offering, Follow On Offering, Stock Rights Offering, Preferred Shares, Convertible Shares, Exchangeable Shares, Real Estate Investment Trust (REIT), Mergers & Acquisition Advisory, Corporate Structuring, Valuation Analysis, Securitization

OVERSEAS KABABAYAN SERVICES

China Bank Remittance; Online Kababayan Savings (OKS) Account (PHP and USD); Pay to Cash - Real-Time Cash Pick-Up Anywhere service and Same Day Cash Delivery (within NCR only)

TRUST SERVICES

Unit Investment Trust Fund (UITF) - China Bank Cash Fund, China Bank Money Market Fund, China Bank Short-Term Fund, China Bank Intermediate Fixed-Income Fund, China Bank Fixed Income Fund, China Bank Balanced Fund, China Bank Equity Fund, China Bank High Dividend Equity Fund, China Bank Philippine Equity Index Tracker Fund, China Bank Dollar Fund, and China Bank Dollar Cash Fund; Wealth Management - Investment Management Arrangement, Personal Management Trust, and Irrevocable Life Insurance Trust; Corporate Trust Services - Escrow Services Arrangement, Employee Benefit Fund Management, Corporate Fund Management, Facility Agency Arrangement, Security Trusteeship Arrangement, Collecting and Paying Agency Arrangement

TREASURY SERVICES

Investments-Local currency denominated Government and Corporate Bond Issues and Perpetual Notes, Foreign currency denominated Government and Corporate Bond Issues and Perpetual Notes, China Bank Bond; Deposit and Deposit Substitutes- Long-Term Negotiable Certificate of Deposit (LTNCD), Treasury Certificate of Deposit (TCD), Promissory Note; Foreign Exchange & Derivatives- FX Spot, FX Forward and FX Swaps, Interest Rate Swaps and Cross Currency Swaps; Structured Products- Premium Yield Advantage (PYA) and Asset Swap (ASW)

INSURANCE PRODUCTS

Bancassurance: MCBL FutureBoost; MCBL Enrich; MCBL Invest; Base Protect Plus; Assure Max, Legacy Secure, HealthFlex; MCBL WealthOne; Group Yearly Renewable Term (GYRT), Group Credit Life (GCL); Group Personal Accident (GPA); Group Riders (Accidental Death, Dismemberment & Disablement, Total and Permanent Disability, Accidental Medical Reimbursement, Hospital Income Benefit, 60 Critical Illness Benefit, Family Assistance Benefit, Terminal Illness Benefit); Health Protect, Secure Pinoy Group Life Care, Secure Pinoy Student Life Care; Secure Pinoy for Life; Secure Pinoy for Accident and Medical Treatment

Non-Life Insurance: Fire and Allied Perils; Motor Car Insurance; Personal Accident and Travel; Travel Accident Insurance; Medical Insurance / Employee Benefit; Comprehensive General Liability Insurance; Electronic Equipment Insurance; Money, Securities and Payroll Insurance; Fidelity Guarantee Insurance; Property Floater; Contractors' Insurance All Risks (CARI); Erectors' Insurance All Risks (EARI); Marine Cargo; Marine Hull; Surety Bonds Non-Traditional and Highly Specialized insurance products such as Directors & Officers Liability, Cyber Liability, Trade Credit, and Parametric Solutions

PAYMENT & SETTLEMENT SERVICES

Electronic Banking Channels: China Bank Automated Teller Machine (ATM); China Bank Cash Accept Machine (CAM); China Bank Bills-In Bills-Out (BIBO); China Bank TellerPhone; China Bank Online; China Bank Mobile Banking App; Point-of-Sale (POS)

CASH MANAGEMENT SOLUTIONS

Account Management via China Bank Online Corporate:

Basic Services - Balance Inquiry and Transaction Reporting, Intra-bank transfer of funds to own &/or third-Party account(s), Inter-bank Fund Transfer via Bancnet, Instapay and Pesonet Buy &/or sell foreign currency, Sure Sweep, Collection Arrangement Report;

Self-Service Functionalities - Request for Bank Certificate, Checkbook Reorder, Stop Payment Order

Liquidity Management via China Bank Online Corporate: Multi-Bank SOA Concentration, Sure Sweep – Funds Consolidation, Funds Distribution; Corporate Inter-Bank Fund Transfer

Receivables Management - Automatic Debit Arrangement (ADA), Check Depot, Bills Pay Plus, Referenced Deposit Solution, Smart Cash Safe Solution

Payables Management – Direct Debit Arrangement; Auto Credit Arrangement (ACA);

Check Writing Services – Check Write Plus Software; Check Write Plus Outsourcing-, Check Write Plus Self-Service;

Payroll Services – Payroll Crediting, China Pay Software, Payroll Processing

POS Solutions - ChinaBank Debit POS; ChinaBank POS Cash Out

Trade and Settlement Solutions – Settle stock transactions with the Securities Corporation of the Philippines (SCCP) Broker's Solution; Electronic Invoicing & Payment Solution

Government Payments and Collections – Easy Tax Filing and Payment Solution, Tax Payment Solution (eFPS); eGov Payments, SSS Sickness, Maternity, and Employee Compensation (SSS SMEC)

CHINA BANK SECURITIES

Stock Brokerage – Online Stock Trading, Traditional Trading (Peso-denominated stocks, Dollar-Denominated Securities or DDS, Real estate Investment Trusts or REITs), Research Services, Stabilization Agency

(e) Distribution Methods of Products and Services:

China Bank's products and services are made available across multiple distribution and delivery channels: 640 branch network (of which 479 are the Bank's branches, 161 are CBSI branches; 1,044 ATM network (645 in-branch and 399 off-site ATMs nationwide; founding member of the BancNet consortium, access to more than 25,000 ATM nationwide of BancNet networks; online banking (through the Bank's e-portal www.chinabank.ph); tellerphone (phone banking) and mobile banking. Its head office is located at China Bank Building, 8745 Paseo De Roxas corner Villar Streets, Makati city.

China Bank Parent

Metro Manila Branches

1. MAKATI MAIN BRANCH (Head Office) - CBC Bldg., 8745 Paseo de Roxas cor. Villar Sts., Makati City***
2. BINONDO BUSINESS CENTER – Unit 161-163, CBC Bldg., Dasmariñas cor. Juan Luna St., Brgy. 287, Zone 27, District III, Binondo, Manila*
3. 999 MALL BRANCH - Unit 3D-5 & 3D-7 999 Shopping Mall, Bldg. 2, Recto - Soler Sts., Binondo, Manila*
4. A. BONIFACIO - MAUBAN BRANCH - G/F Urban Oasis Residences, 423-431 A. Bonifacio Ave., Brgy. San Jose, Quezon City*
5. ALABANG HILLS BRANCH - G/F RBC-MDC Corporate Center, Don Jesus Blvd., Alabang Hills Village, Brgy. Cupang, Muntinlupa City*
6. ALVARADO BRANCH - HS Commercial Tower, 854 Alvarado St. Binondo, Manila
7. ANONAS BRANCH - Anonas corner Marang Streets, Brgy. Quirino, Project 2, Quezon City*
8. ANTIPOLLO CITY BRANCH - G/F Budget Lane Arcade, No. 6, Provincial Road, Brgy. San Jose, Antipolo City, Rizal*
9. ANTIPOLLO - SUMULONG HIGHWAY BRANCH - No. 219 Sumulong Highway, Brgy. Mambungan, Antipolo City, Rizal*
10. ANTIPOLLO CITY-TAKTAK BRANCH - Sumulong Highway corner Taktak Road, Brgy. Dela Paz, Antipolo City, Rizal*
11. ARANETA AVE. BRANCH - Philippine Whithasco Bldg., 420 Araneta Ave., cor. Bayani St., Doña Imelda, Quezon City*
12. ARNAIZ AVE. BRANCH - United Life Assurance Building, A. Arnaiz Ave. (Pasay Road), Makati City*
13. ARRANQUE BRANCH - Don Felipe Bldg., 675 Tomas Mapua St., Brgy. 301 Sta. Cruz, Manila*
14. ASUNCION BRANCH - Units G6 & G7 Chinatown Steel Towers, 531 Asuncion St., San Nicolas, Manila*
15. AURORA BLVD. - NEW MANILA BRANCH - Aurora Blvd., Brgy. Valencia, Quezon City*
16. AYALA - ALABANG BRANCH - G/F CBC Bldg., Acacia Ave., Madrigal Business Park, Ayala Alabang, Muntinlupa City*
17. AYALA AVE. - AMORSOLO BRANCH - G/F Teleperformance Bldg., Ayala Ave., Legazpi Village, Makati City*
18. AYALA - COLUMNS BRANCH - G/F The Columns Tower 3, Ayala Ave cor. Sen. Gil Puyat Ave., Brgy. Bel-Air., Makati City*
19. AYALA MALLS - MANILA BAY BRANCH - Level 2 Ayala Malls Manila Bay, D. Macapagal Ave., Parañaque City*
20. BACLARAN - FB HARRISON BRANCH - BAGPI Main Bldg., 2935 Ortigas St. near cor. F.B. Harrison St., Pasay City*
21. BALINTAWAK - BONIFACIO BRANCH - 657 A. Bonifacio Ave., Balintawak, Quezon City*
22. BALUT BRANCH - North Bay Shopping Center, Honorio Lopez Boulevard, Balut, Tondo, Manila*
23. BANAWA BRANCH - CBC Bldg., 680 Banawe Ave., Sta. Mesa Heights, District I, Quezon City*
24. BANAWA - CALAMBA BRANCH - G/F One Banawe Complex Bldg., #119 Banawe St. cor Calamba St., Brgy. Sto. Domingo, QC*
25. BEL - AIR BRANCH - 2/F Saville Bldg., Gil Puyat Ave. cor. 8728 Paseo de Roxas, Makati City*
26. BEL - AIR - JUPITER BRANCH - Buendia Car Exchange, Jupiter Street, Makati City*
27. BETTER LIVING SUBD. BRANCH - 128 Doña Soledad Ave., Better Living, Brgy. Don Bosco, Parañaque City*
28. BF HOMES BRANCH - Aguirre cor. El Grande Aves., United BF Homes, Parañaque City*
29. BF HOMES - AGUIRRE BRANCH - Margarita Centre, Aguirre Ave. cor. Elsie Gaches St., BF Homes, Parañaque City*
30. BF RESORT VILLAGE BRANCH - BF Resort Drive cor. Gloria Diaz St., BF Resort Village, Talon Dos, Las Piñas City*
31. BGC - ICON PLAZA BRANCH - G/F Icon Plaza Bldg., 25th cor 5th Sts. Bonifacio South, Fort Bonifacio Global City, Taguig City*
32. BGC - ONE WORLD PLACE BRANCH - G/F One World Place, 32nd Avenue, Fort Bonifacio Global City, Taguig City*
33. BGC - WORLD PLAZA BRANCH - Unit 5 G/F World Plaza Bldg., L4B5 E-Square Information Technology Park, Crescent Park West, 5th Avenue, Bonifacio Global City, Taguig City*
34. BGC - W TOWER - G/F W Tower, 39th St., North Bonifacio Triangle, Fort Bonifacio Global City, Taguig City, 1634*
35. BINANGONAN BRANCH - National Road, Bo. Tagpos, Binangonan, Rizal*
36. BLUMENTRITT BRANCH - 1777-1781 Cavite St. cor. Leonor Rivera St., Blumentritt, Sta. Cruz, Manila*
37. BO. KAPITOLYO BRANCH - G/F P&E Bldg., 12 United cor. First Sts., Bo. Kapitolyo, Pasig City*
38. BONNY SERRANO BRANCH - G/F Greenhills Garden Square, 297 Col. Bonny Serrano Ave., Bagong Lipunan ng Crame, QC*
39. CAINTA BRANCH - CBC Bldg., F.P. Felix Ave., Brgy. San Isidro, Cainta, Rizal*
40. CAINTA - POBLACION BRANCH - A. Bonifacio Ave., Poblacion, Brgy. Sto. Domingo, Cainta, Rizal*
41. CAPITOL HILLS BRANCH - G/F Design Pro Bldg., Capitol Hills, Old Balara, Quezon City*
42. CENTURY CITY - KNIGHTS BRIDGE BRANCH - Unit 17 & 18 Knightsbridge Residences, Century City, Kalayaan Ave., Makati City*
43. CIRCUIT MAKATI BRANCH - Level 3, Ayala Mall, Circuit Makati, Hippodromo St., Brgy. Carmona, Makati City*
44. COMMONWEALTH AVE. BRANCH - LGF Ever Gotesco Mall, Commonwealth Ave. cor. Don Antonio Road, Quezon City*

45. COMMONWEALTH AVE. EXTENSION - CASA MILAN BRANCH - ALX Center Building, Commonwealth Ave. Ext., Brgy. North Fairview, Quezon City*
46. CONGRESSIONAL AVENUE BRANCH - G/F Unit C, The Arete Square, Congressional Ave., Project 8, Quezon City*
47. CONGRESSIONAL AVE. EXTENSION - MIRA NILA BRANCH - CBC Building, #71 Lot 28 Blk 2 Mira Nila Homes, Congressional Ave. Ext., Quezon City*
48. CONGRESSIONAL AVE. - PROJECT 8 BRANCH - 159 Congressional Ave., Brgy. Bahay Toro, Project 8, Quezon City*
49. CORINTHIAN HILLS BRANCH - G/F The Clubhouse, Corinthian Hills, Temple Drive, Brgy. Ugong Norte, Quezon City*
50. CUBAO - ARANETA BRANCH - Level 2, Ali Mall, Araneta Center, Cubao, Quezon City*
51. CUBAO - AURORA BRANCH - 911 Aurora Boulevard Extension cor. Miami St., Cubao, Quezon City
52. CUBAO - P. TUAZON BRANCH - No. 287 P. Tuazon Ave. near corner 18th Avenue, Brgy. San Roque, Cubao, Quezon City*
53. CULIAT- TANDANG SORA BRANCH - G/F Royal Midway Plaza, No. 419, Tandang Sora Ave. Brgy. Culiat, Quezon City*
54. D. TUAZON BRANCH - 148 D. Tuazon St., Brgy. Lourdes, Sta. Mesa Heights, Quezon City*
55. DAMAR VILLAGE BRANCH - The Clubhouse, Damar Loop, Damar Village, Quezon City*
56. DASMARIÑAS VILLAGE BRANCH - G/F Manila Memorial Park Building, 2283 Pasong Tamo Ext. cor. Lumbang St., Makati City*
57. DEL MONTE AVENUE BRANCH - G/F FRS Bldg., No. 497 Del Monte Ave., Brgy. Manresa, Quezon City*
58. DEL MONTE - MATUTUM BRANCH - No. 202 Del Monte Ave. near cor. Matutum St., Brgy. St. Peter, Quezon City*
59. DILIMAN - MATALINO BRANCH - J&L Building, #23 Matalino Street, Brgy. Central, Diliman, Quezon City*
60. DIVISORIA - STA. ELENA BRANCH - Unit G22 New Divisoria Condominium Center., 632 Sta. Elena St., Binondo, Manila
61. DON ANTONIO BRANCH - G/F Royale Place, Don Antonio Ave., Old Balara, Quezon City*
62. EASTWOOD CITY BRANCH - Unit D, Techno Plaza One, Eastwood City Cyberpark, E. Rodriguez Jr. Ave., Bagumbayan, QC*
63. EASTWOOD CITY FELINA CORPORATE PLAZA BRANCH - G/F Felina Corporate Plaza, #5 Eastwood Ave., Eastwood City, QC*
64. EDSA - KALOOKAN BRANCH - G/F HGL Building, 554 EDSA, Kalookan City*
65. EDSA - PHILAM BRANCH - 917 EDSA, Brgy. Philam, Quezon City*
66. EDSA - TIMOG AVE. BRANCH - G/F Richwell Corporate Center, 102 Timog Ave., Brgy. Sacred Heart, Quezon City*
67. ELCANO BRANCH - G/F Elcano Tower, Elcano St., Binondo, Manila
68. E. RODRIGUEZ - ACROPOLIS BRANCH - G/F Suncrest Building, 82 E. Rodriguez Jr. Ave., Bagumbayan, Quezon City*
69. E. RODRIGUEZ - CORDILLERA BRANCH - 291 E. Rodriguez Sr. Blvd., Brgy. Doña Josefa, Quezon City*
70. E. RODRIGUEZ - HILLCREST BRANCH - No. 402 RCR Bldg., E. Rodriguez Sr. Blvd., Brgy. Immaculate Concepcion, Cubao, QC*
71. E. RODRIGUEZ SR. BLVD. BRANCH - CBC Bldg., #286 E. Rodriguez Sr. Blvd., Brgy. Damayang Lagi, Quezon City*
72. ERMITA BRANCH - G/F Ma. Natividad Bldg., #470 T. M. Kalaw cor. Cortada Sts., Brgy. 666, Ermita, Manila*
73. ESCOLTA BRANCH - Burke Building, Escolta corner Burke Streets, Binondo, Manila*
74. ESPAÑA BRANCH - 878 España cor. Valencia Sts., Sampaloc, Manila*
75. EVANGELISTA BRANCH - 1748 AMV Building, Evangelista cor. Gen Estrella Sts., Bangkal, Makati City*
76. EXAMINER BRANCH - No. 1525 Quezon Ave. cor. Examiner St., West Triangle, Quezon City*
77. FAIRVIEW BRANCH - G/F Angelenix House, Commonwealth Ave. cor. Camaro Sts., Fairview Park Subdivision, Fairview, QC*
78. FAIRVIEW TERRACES BRANCH - LGF Fairview Terraces, Quirino Hiway cor. Maligaya Drive, Brgy. Pasong Putik, Novaliches, QC*
79. FILINVEST CORPORATE CITY BRANCH - G/F Wilcon Depot, Alabang- Zapote Rd cor. Bridgeway Ave., Filinvest Corporate City, Alabang, Muntinlupa City*
80. FILINVEST CORP. CITY - COMMERCENTER BRANCH - G/F Commercenter Bldg., Commerce Ave. cor. Filinvest Ave., Filinvest Corp City, Alabang, Muntinlupa City
81. FILINVEST CORP. CITY - NORTHGATE BRANCH - G/F Aeon Centre Building, Northgate Cyberzone, Filinvest Corporate City, Alabang, Muntinlupa City*
82. FIVE E - COM CENTER BRANCH - G/F Five E-com Center, Harbor Drive, MOA Complex, Pasay City*
83. FORT BONIFACIO GLOBAL CITY BRANCH - G/F Marajo Tower, 26th St. cor. 4th Avenue, Fort Bonifacio Global City, Taguig City*
84. GEN. LUIS - KATIPUNAN - CBC Building, Gen. Luis St. corner Katipunan SB Road, Brgy. Nagkaisang Nayon, Novaliches, QC*
85. GIL PUYAT AVENUE BRANCH - Mitsui Bldg., No. 65 Sen. Gil Puyat Ave., Brgy. Palanan, Makati City*
86. GIL PUYAT - ELIZABETH PLACE BRANCH - G/F Elizabeth Place Condominium, 322 H.V. Dela Costa St., Brgy. Bel-Air, Makati City*
87. GIL PUYAT - REPOSO BRANCH - G/F 331 Bldg., Sen. Gil Puyat Ave., Brgy. Bel-Air, Makati City*
88. GREENBELT 1 BRANCH - G/F Greenbelt 1, Legaspi St. near cor. Paseo de Roxas, San Lorenzo, Makati City*
89. GREENHILLS BRANCH - G/F Gift Gate Bldg., Greenhills Shopping Center, San Juan City, Metro Manila**
90. GREENHILLS - ANNAPOLIS BRANCH - Mercedes 1 Condominium, Annapolis St., Greenhills, San Juan City*
91. GREENHILLS - CONNECTICUT BRANCH - G/F 101 Missouri Square Bldg., Missouri cor. Connecticut St., Northeast Greenhills, San Juan City*
92. GREENHILLS - ORTIGAS BRANCH - CBC Bldg., 14 Ortigas Ave. Greenhills, San Juan City, Metro Manila*
93. HEROES HILLS BRANCH - Quezon Ave. cor. J. Abad Santos St., Heroes Hills, Brgy. Sta. Cruz, Quezon City*
94. HOLY SPIRIT DRIVE BRANCH - CBC Building Lot 18 Block 6 Holy Spirit Drive, Don Antonio Heights, Brgy. Holy Spirit, Quezon City*
95. ILAYA BRANCH - #947 APL-YSL Bldg., Ilaya, Tondo, Manila
96. INTRAMUROS BRANCH - Sitio Grande, No. 409 A. Soriano Ave., Intramuros, Manila*
97. J. ABAD SANTOS AVENUE BRANCH - 2159 J. Abad Santos Ave. cor. Batangas St., Tondo, Manila*
98. J. ABAD SANTOS AVE. - QUIRICADA BRANCH - #1714 J. Abad Santos Ave. near cor Quiricada Street, Brgy. 252, Tondo, Manila*
99. JUAN LUNA BRANCH - G/F Aclem Bldg., 501 Juan Luna St., Binondo, Manila*
100. KALAYAAN AVE. BRANCH - G/F PPS Bldg., Kalayaan Ave., Quezon City*

101. KALOOKAN - 8TH AVE. BRANCH - No. 279 Rizal Ave. cor, 8th Ave., Grace Park, Kalookan City*
102. KALOOKAN - 10TH AVE. BRANCH - No. 275 10th Ave. corner 3rd Street, Grace Park, Kalookan City*
103. KALOOKAN BRANCH - CBC Bldg., 167 Rizal Ave. Extension, Grace Park, Kalookan City*
104. KALOOKAN - CAMARIN BRANCH - L8B4 La Forteza Subd., Brgy. 175, Camarin, Kalookan City*
105. KALOOKAN - MONUMENTO BRANCH - CBC Bldg., 779 McArthur Highway, District 2, Brgy. 78, Kalookan City*
106. KAMIAS BRANCH - G/F CRM Bldg., 116 Kamias Road cor. Kasing-Kasing St., Quezon City*
107. KAMUNING BRANCH - SKY47 Bldg., #47 Kamuning Road, Quezon City*
108. KANLAON BRANCH - Kanlaon near corner N. Roxas Streets, Quezon City*
109. KARUHATAN BRANCH - No. 253-B McArthur Highway cor, Bizotte St., Karuhatan, Valenzuela City*
110. KATIPUNAN AVE. - LOYOLA HEIGHTS BRANCH - GF Elizabeth Hall Bldg., Katipunan Ave., Loyola Heights, Quezon City*
111. KATIPUNAN AVE.- ST. IGNATIUS BRANCH - CBC Bldg., No. 121 Katipunan Ave., Brgy. St. Ignatius, Quezon City*
112. LAGRO BRANCH - CBC Building, Lot 32 Blk 125, Quirino Highway, Greater Lagro, Quezon City*
113. LAS PIÑAS BRANCH - CBC Bldg., Alabang-Zapote Road cor. Aries St., Pamplona Park Subd., Las Piñas City*
114. LAS PIÑAS - MANUELA BRANCH - CBC Bldg., Alabang-Zapote Road cor. Philamlife Ave., Pamplona Dos, Las Piñas City*
115. LAS PIÑAS - MARCOS ALVAREZ BRANCH – G/F Metro Towne Center, 2020 Marcos Alvarez Ave., Talon 5, Moonwalk, Las Piñas City*
116. LAS PIÑAS - NAGA ROAD BRANCH - Lot 3, Naga Road, Pulanglupa 2, Las Piñas City*
117. LAVEZARES BRANCH - 412 Lavezares Street, San Nicolas, Manila*
118. LEGASPI VILLAGE - AIM BRANCH - G/F Cacho-Gonzales Bldg, 101 Aguirre cor. Trasierra Sts., Legaspi Vill., San Lorenzo, Makati City*
119. LEGASPI VILLAGE - AMORSOLO BRANCH - G/F CAP Bldg., Herrera cor. Amorsolo Sts., Legaspi Village, San Lorenzo, Makati City*
120. LEGASPI VILLAGE - C. PALANCA BRANCH - G/F JCS Building, 119 Dela Rosa corner C. Palanca St., Legazpi Village, Makati City*
121. LEGASPI VILLAGE - ESTEBAN BRANCH - G/F PPI Bldg., No. 109 Esteban St., Legaspi Village, Makati City*
122. LEGASPI VILLAGE - PEREA BRANCH - G/F Greenbelt Mansion, 106 Perea St., Legaspi Village, Brgy. San Lorenzo, Makati City*
123. LEGASPI VILLAGE - SALCEDO BRANCH - G/F Fedman Suites, 199 Salcedo St., Legaspi Village, Brgy. San Lorenzo, Makati City*
124. M. DELA FUENTE - TRABAJO MARKET BRANCH - #771 M. Dela Fuente St., Sampaloc, Manila*
125. MACAPAGAL AVE. - ASEANA SQUARE BRANCH - Aseana Square (Caltex Area), D. Macapagal Ave., Aseana City, Brgy. Tambo, Parañaque City*
126. MACAPAGAL AVE. - BIOPOLIS BRANCH - G/F The Biopolis, Central Business Park, 1-A Diosdado Macapagal Avenue, Pasay City*
127. MACAPAGAL AVE. - DOUBLE DRAGON BRANCH - G/F Phase 1, DD Meridian Park Plaza, Macapagal Ave. cor. EDSA Ext., Pasay City*
128. MAGALLANES VILLAGE BRANCH - G/F DHI Bldg., No. 2 Lapu-Lapu Ave. cor. EDSA, Magallanes Village, Magallanes, Makati City*
129. MAKATI AVENUE BRANCH - G/F CBC Bldg., Makati Ave. cor. Hercules St., Bel-Air Village, Brgy. Bel-Air, Makati City*
130. MAKATI - COMEMBO BRANCH - F & V Bldg., No. 46 JP Rizal Ext., Brgy. Comembo, Makati City*
131. MAKATI - JP RIZAL BRANCH - GF Casa Catalina Bldg., JP Rizal corner Honradez Streets, Brgy. Olympia, Makati City*
132. MAKATI - KALAYAAN AVE. BRANCH - GF Zentro Bldg., 8445 Mercedes St. cor. Buntal St., Brgy. Poblacion, Makati City*
133. MAKATI - YAKAL BRANCH - G/F Yakal Place #173 Yakal St. near corner Ayala Ave. Ext., Makati City*
134. MALABON - CONCEPCION BRANCH - Gen. Luna cor. Paez Sts., Concepcion, Malabon City*
135. MALABON - GOV. PASCUAL BRANCH - CBC Bldg., Gov. Pascual Ave., Brgy. Acacia, Malabon City*
136. MALABON - POTRERO BRANCH - CBC Bldg., McArthur Highway, Potrero, Malabon*
137. MALANDAY BRANCH - CBC Bldg. McArthur Highway, Mandalay, Valenzuela City*
138. MANDALUYONG - BONI AVE. BRANCH - G/F VOS Bldg. Boni Ave. cor. San Rafael St., Plain View, Mandaluyong City*
139. MANDALUYONG BONI - SAN ROQUE BRANCH - #768 Bonifacio Ave. cor. San Roque St., Brgy. Barangka Ilaya, Mandaluyong City*
140. MANDALUYONG - D. GUEVARA BRANCH - Libertad Plaza, #19 Domingo Guevara St., Highway Hills, Mandaluyong City*
141. MANDALUYONG - PIONEER BRANCH - UG-05 Globe Telecom Plaza Tower I, Pioneer St., Brgy. Ilaya, Mandaluyong City*
142. MANDALUYONG - THE PODIUM - 3/F The Podium, ADB Avenue, Ortigas Center, Mandaluyong City*
143. MANILA - MACEDA BRANCH - M. Daguman Bldg., A. Maceda St., Sampaloc, Manila*
144. MARIKINA - FAIRLANE BRANCH - G/F E & L Patricio Bldg., No. 809 J.P. Rizal Ave., Concepcion Uno, Marikina City*
145. MARIKINA - GIL FERNANDO BRANCH - Block 9 Lot 14 Gil Fernando Ave., Marikina City*
146. MARIKINA - SSS VILLAGE BRANCH - Lilac corner Rainbow Sts., Rancho Estate IV, Concepcion Dos, Marikina City*
147. MARIKINA - STA. ELENA BRANCH - 250 J.P. Rizal St., Sta. Elena, Marikina City*
148. MASANGKAY BRANCH - 959-961 G. Masangkay St., Binondo, Manila*
149. MASANGKAY - MAYHALIGUE BRANCH - No. 1417-1419 G. Masangkay St., Sta. Cruz, Manila*
150. MAYON BRANCH - 480 Mayon St., Brgy. Maharlika, Sta. Mesa Heights, Quezon City*
151. MAYON - ROTONDA BRANCH - G/F One Mayon Place, #68 Mayon Street, Brgy. Sta. Teresita, Quezon City*
152. MEDICAL CENTER PARAÑAQUE - GF Medical Center Paranaque, Dr. Arcadio Santos Ave., San Antonio, Paranaque City*
153. MINDANAO AVE. BRANCH - 30 Mindanao Avenue, Brgy. Tandang Sora, Quezon City*
154. MUNTINLUPA - PUTATAN BRANCH - G/F Teknikos Bldg., National Highway, Brgy. Putatan, Muntinlupa City*
155. N. DOMINGO BRANCH - G/F The Main Place Bldg., No.1 Pinaglabanan cor. N. Domingo Sts., San Juan City*
156. NAVOTAS BRANCH - No. 500 M. Naval St. near cor. Lacson St. Brgy. North Bay Blvd. North (NBBN), Navotas City*
157. NOVALICHES - BAGBAG BRANCH - No. 658 Quirino Highway, Bagbag, Novaliches, Quezon City*

158. NOVALICHES - GULOD BRANCH - 858 Krystle Building, Quirino Highway, Gulod, Novaliches, Quezon City*
159. NOVALICHES - SANGANDAAN BRANCH - CBC Bldg., Quirino Highway cor. Tandang Sora Ave., Brgy. Sangandaan, Novaliches, Quezon City*
160. NOVALICHES - STA. MONICA BRANCH - G/F E & V Bldg., Quirino Highway corner Dumalay St., Novaliches, Quezon City*
161. NOVALICHES - TALIPAPA BRANCH - 528 Copengco Bldg., Quirino Highway, Talipapa, Novaliches, Quezon City*
162. NOVALICHES - ZABARTE - G/F C.I. Bldg 1151 Quirino Highway cor. Zabarte Road, Brgy. Kaligayahan, Novaliches, Quezon City*
163. NUEVA BRANCH - Unit Nos. 557 & 559 G/F Ayson Bldg., Yuchengco St., Binondo, Manila*
164. ONGPIN BRANCH - G/F Se Jo Tong Bldg., 814 & 816 Ongpin St., Brgy. 297, Sta. Cruz, Manila*
165. OROQUIETA BRANCH - No. 1225-1227 Oroquieta St., Sta. Cruz, Manila*
166. ORTIGAS - ADB AVE. BRANCH - LGF Cityland & Land Mega Plaza Bldg., ADB Ave. cor. Garnet Road, Ortigas Center, Brgy. San Antonio, Pasig City*
167. ORTIGAS AVE. EXT. - RIVERSIDE BRANCH - Unit 2-3 Riverside Arcade, Ortigas Ave Ext. cor. Riverside Drive, Brgy. Sta. Lucia, Pasig City*
168. ORTIGAS CENTER BRANCH - Unit 105 Parc Chateau Condominium, Garnet, Ortigas Center, Pasig City*
169. ORTIGAS COMPLEX BRANCH - G/F Padilla Bldg., F. Ortigas Jr. Road, Ortigas Center, Brgy. San Antonio, Pasig City*
170. ORTIGAS - JADE DRIVE BRANCH - Unit G-03, Antel - Global Corporate Center, Jade Drive, Ortigas Center, Brgy. San Antonio, Pasig City*
171. ORTIGAS - TEKTITE BRANCH - Unit EC-06B PSE Center (Tektite), Exchange Road, Ortigas Center, Pasig City*
172. PACO BRANCH - 1049 Gen. Luna cor. Escoda St., Paco, Manila*
173. PACO - ANGEL LINA O BRANCH - Unit 1636 & 1638 Angel Linao St. Paco, Manila*
174. PACO - OTIS BRANCH - G/F Union Motor Corporation Bldg., 1760 Dra. Paz Guanzon St., Paco, Manila*
175. PADRE FAURA BRANCH - G/F Regal Shopping Center, A. Mabini cor. Padre Faura Sts., Ermita, Manila*
176. PADRE RADA BRANCH - G/F Gosiupo Bldg., Padre Rada corner Elcano Sts., Tondo, Manila
177. PARAÑAQUE - BACLARAN BRANCH - TCCT Bldg., 123 Quirino Avenue cor. Aragon St., Bacalaran, Parañaque City*
178. PARAÑAQUE - MOONWALK BRANCH - G/F JDLA Bldg., Milky Way St. cor. Armstrong Avenue, Moonwalk Village, Brgy. Moonwalk, Parañaque City*
179. PARAÑAQUE - NAIA BRANCH - G/F AFCI Bldg., 4988 Ninoy Aquino Ave., cor. Kabihasan St., Brgy. San Dionisio, Parañaque City*
180. PARAÑAQUE - SAN ANTONIO VALLEY BRANCH - San Antonio Shopping Center, San Antonio Road, Brgy. San Antonio Valley 1, Parañaque City*
181. PARAÑAQUE - SUCAT BRANCH - No. 8260 Dr. A. Santos Ave., Brgy. San Isidro, Parañaque City*
182. PASAY - LIBERTAD BRANCH - CBC Bldg., 184 Libertad St., Antonio Arnaiz Ave., Pasay City*
183. PASAY - ROXAS BLVD. BRANCH - GF Unit G-01 Antel Seaview Towers, 2626 Roxas Blvd., Pasay City*
184. PASIG - A. MABINI BRANCH - A. Mabini Street, Brgy. Kapasigan, Pasig City*
185. PASIG - C. RAYMUNDO BRANCH - G/F MicMar Apartments No. 6353 C. Raymundo Ave., Brgy. Rosario, Pasig City*
186. PASIG - DELA PAZ BRANCH - Amang Rodriguez Avenue, Brgy. Dela Paz, Pasig City*
187. PASIG - CARUNCHO - No. 7 Caruncho Ave., Pasig City*
188. PASIG - ESTANCIA BRANCH - LGF Estancia (Expansion) Capitol Commons, Meralco Ave., Pasig City*
189. PASIG - MERCEDES BRANCH - Commercial Motors Corp. Compound, Mercedes Ave., Brgy. San Miguel, Pasig City**
190. PASIG - ROSARIO BRANCH - 1864 Ortigas Ave. Ext., Rosario, Pasig City*
191. PASIG - SAN JOAQUIN BRANCH - No. 43 M. Concepcion Ave., San Joaquin, Pasig City*
192. PASIG - SANTOLAN BRANCH - G/F Felmarc Business Center, Amang Rodriguez Ave., Santolan, Pasig City*
193. PASIG - SM SUPERCENTER BRANCH - G/F SM Supercenter Pasig, Frontera Drive, C-5, Brgy. Ugong, Pasig City*
194. PASIG - VALLE VERDE BRANCH - G/F Reliance IT Center, E. Rodriguez Jr. Ave., Ugong, Pasig City*
195. PASO DE BLAS BRANCH - #63 Paso de Blas, Valenzuela City*
196. PASONG TAMO - BAGTIKAN BRANCH - G/F Trans-Phil House, 1177 Chino Roces Ave. cor. Bagtikan St., Makati City*
197. PASONG TAMO - CITYLAND BRANCH - Units UG29-UG32 Cityland Pasong Tamo Tower, 2210 Pasong Tamo St., Makati City*
198. PASONG TAMO - LA FUERZA - Unit 14 & 15 La Fuerza Plaza 1, 2241 Chino Roces Ave., Makati City*
199. PATEROS BRANCH - G/F Adela Bldg., M. Almeda St., Brgy. San Roque, Pateros*
200. PHILAM BRANCH - #8 East Lawin Drive, Philam Homes, Quezon City*
201. PROJECT 8 - SHORTHORN - CBC Bldg., 43 Shorthorn Street, Bahay Toro, Project 8, Quezon City*
202. PUREZA BRANCH - G/F Solicare Building, Ramon Magsaysay Blvd. near corner Pureza St., Sta. Mesa, Manila*
203. QUEZON AVE. BRANCH - No. 18, G/F G&D Bldg., Quezon Ave. cor. D. Tuazon St., Brgy. Doña Josefa, Quezon City*
204. QUIAPO BRANCH - 216-220 Villalobos St., Quiapo, Manila
205. REGALADO AVE. - CBC Building, #34 Regalado Ave., North Fairview, Quezon City*
206. REGALADO AVE. - WEST FAIRVIEW - CBC Building, Regalado Ave. corner Bulova St., Quezon City*
207. RIZAL - ANGONO - Lot 3 Bldg. 4 M.L. Quezon Ave., Richmond Subd., Angono, Rizal*
208. RIZAL - SAN MATEO BRANCH - #63 Gen. Luna corner Simon St., Banaba, San Mateo, Rizal*
209. ROCKWELL - ORTIGAS BRANCH - G/F Tower 1, Rockwell Business Center, Ortigas Avenue, Pasig City
210. ROOSEVELT AVE. BRANCH - CBC Bldg., #293 Roosevelt Ave., San Francisco Del Monte, Quezon City*
211. ROOSEVELT AVE. - FRISCO BRANCH - G/F Norita Bldg., #51 H. Francisco St. corner Roosevelt Ave., Brgy. Paraiso, QC*
212. SALCEDO VILLAGE - LP LEVISTE BRANCH - Unit 1-B G/F The Athenaeum, San Agustin, #160 LP Leviste St., Salcedo Village, Brgy. Bel-Air, Makati City*
213. SALCEDO VILLAGE - TORDESILLAS BRANCH - G/F Prince Tower Condominium, 14 Tordesillas St., Salcedo Village, Makati City*
214. SALCEDO VILLAGE - VALERO BRANCH - G/F Valero Tower, 122 Valero St., Salcedo Village, Makati City*

215. SALES - RAON BRANCH - 611 Sales St., Quiapo, Manila*
216. SAN ANTONIO VILLAGE - KAMAGONG BRANCH - Kamagong near corner St. Paul Streets, San Antonio Vill., Makati City*
217. SAN ANTONIO VILLAGE - P. OCAMPO BRANCH - JM Macalino Auto Center, 1405 P. Ocampo Street cor. Dungon St., San Antonio Village, Makati*
218. SAN JUAN - J. ABAD SANTOS BRANCH - Unit 3 Citiplace Bldg., 8001 Jose Abad Santos St., Little Baguio, San Juan City*
219. SAN JUAN BRANCH - No. 17 F. Blumentritt St., San Juan, Metro Manila*
220. SCT. BORROMEO BRANCH - G/F The Forum Building, 71- A Sgt. Borromeo St., Diliman, Quezon City*
221. SCT. CHUATOCO BRANCH - Estuar Building, No.880 Quezon Ave., Brgy. Paligsahan, Quezon City*
222. SHAW - GOMEZVILLE BRANCH - Gomezville Street cor. Shaw Blvd., Mandaluyong City*
223. SHAW - HAIG BRANCH - G/F First of Shaw Bldg, Shaw Blvd, cor. Haig St, Mandaluyong City*
224. SHAW - PASIG BRANCH - G/F RCC Center, No. 104 Shaw Boulevard, Pasig City*
225. SHAW - SUMMIT ONE BRANCH - Unit 102 Summit One Office Tower, 530 Shaw Boulevard, Mandaluyong City*
226. SM AURA PREMIER BRANCH - LGF SM Aura Premier, McKinley Parkway, Fort Bonifacio Global City, Taguig City*
227. SM CITY BF PARAÑAQUE BRANCH - G/F SM City BF Parañaque, Dr. A. Santos Ave. cor. President's Ave., BF Homes, Parañaque City*
228. SM CITY BICUTAN BRANCH - LGF Bldg. B, SM City Bicutan Doña Soledad Ave. cor. West Service Road, Parañaque City**
229. SM CITY FAIRVIEW BRANCH - LGF SM City Fairview, Quirino Ave. cor. Regalado Ave. Fairview, Greater Lagro, Quezon City*
230. SM CITY GRAND CENTRAL BRANCH - LGF SM City Grand Central, Rizal Ave. Extension corner Bustamante Street, Kalookan City*
231. SM CITY MARIKINA BRANCH - G/F SM City Marikina, Marcos Highway, Brgy. Calumpang, Marikina City*
232. SM CITY MASINAG BRANCH - LGF SM City Masinag, Marcos Highway, Brgy. Mayamot Antipolo City, Rizal*
233. SM CITY SAN LAZARO BRANCH - UGF (Units 164-166) SM City San Lazaro, Felix Huertas St. cor. A.H. Lacson Ext., Sta. Cruz, Manila*
234. SM CITY TAYTAY BRANCH - Unit 147 Bldg. B, SM City Taytay, Manila East Road, Brgy. Dolores, Taytay, Rizal*
235. SM MALL OF ASIA BRANCH - 3F SM Main Mall Building, Mall of Asia, Bay Blvd., Pasay City**
236. SM MEGAMALL BRANCH - LGF Bldg. A, SM Megamall, EDSA cor. Julia Vargas St., Mandaluyong City*
237. SM NORTH EDSA BRANCH - GF Cyberzone Carpark Bldg., SM City North Ave cor. EDSA, Brgy. Sto. Cristo, Bago Bantay, QC*
238. SM NORTH TOWERS BRANCH - SM City North EDSA North Towers, SM City North EDSA Complex, Quezon City*
239. SM SOUTHMALL BRANCH - UGF SM Southmall, Alabang-Zapote Road, Almanza Uno, Las Piñas City*
240. SOLEMARE BRANCH - G-11 Solemare Parksuites, 5A Bradco Avenue, Aseana Business Park, Parañaque City*
241. SOLER - ARRANQUE BRANCH - #715 T. Alonzo St. near corner CM Recto Avenue, Sta. Cruz, Manila*
242. SOLER - 168 BRANCH - G/F R&S Bldg., Soler St., Binondo, Manila*
243. SOUTH TRIANGLE BRANCH - G/F Sunshine Blvd. Plaza, Quezon Ave. cor. Sgt. Santiago and Panay Ave., Brgy. South Triangle, QC*
244. STA. MESA BRANCH - 1-B G. Araneta Avenue, Brgy. Doña Imelda, Quezon City*
245. STO. CRISTO BRANCH - E-Square Bldg., 622-39 Sto. Cristo St. Binondo, Manila
246. STO. CRISTO - CM RECTO BRANCH - 858 Sto. Cristo Street, San Nicolas, Manila
247. STO. DOMINGO AVE. BRANCH - GF JRich Holdings Bldg., Sto. Domingo Ave., Brgy. Sto. Domingo, Quezon City*
248. T. ALONZO BRANCH - Anttan Residences, 908 Espeleta St. Cor T. Alonzo, Brgy. 298, Sta. Cruz, Manila*
249. TAFT AVE. - NAKPIL BRANCH - G Square Taft Ave. corner Nakpil St., Malate, Manila*
250. TAFT AVE. - QUIRINO BRANCH - The Gregorian Bldg., 2178 Taft Ave. near cor. Quirino Ave., Malate, Manila*
251. TANDANG SORA - VISAYAS AVE. BRANCH - #250 Tandang Sora Ave., Brgy. Tandang Sora, Quezon City*
252. TAYTAY - ORTIGAS EXTENSION BRANCH - The Gate, Baltao Compound, Ortigas Ave. Ext., San Isidro Taytay, Rizal*
253. TAYTAY - SAN JUAN BRANCH - Velasquez St., Sitio Bangiad, Brgy. San Juan, Taytay, Rizal**
254. THE MEDICAL CITY BRANCH - 2/F Medical Arts Building, The Medical City, Ortigas Ave., Pasig City
255. TIMOG AVE. BRANCH - G/F Prince Jun Condominium, #42 Timog Ave., Brgy. Laging Handa, Quezon City*
256. TOMAS MAPUA - LAGUNA BRANCH - CBC Building, Tomas Mapua St., Sta. Cruz, Manila*
257. TOMAS MORATO - E. RODRIGUEZ BRANCH - #42 Metrofocus Bldg., Tomas Morato Avenue, Brgy. Kristong Hari, Quezon City*
258. TOMAS MORATO EXTENSION BRANCH - G/F QY Bldg., Tomas Morato Avenue, Brgy. South Triangle, Quezon City*
259. TRINOMA BRANCH - Unit P002, Level P1, Triangle North of Manila, North Ave. cor. EDSA, Brgy. Pag-asa, Quezon City*
260. TUTUBAN PRIME BLOCK BRANCH - Rivera Shophouse, Podium Area, Tutuban Center Prime Block, C.M. Recto Ave. cor. Rivera St., Manila*
261. UP TECHNO HUB BRANCH - UP Ayala Land Techno Hub, Commonwealth Ave., Quezon City*
262. UP VILLAGE - MAGINHAWA BRANCH - LTR Bldg, No. 46 Maginhawa St., UP Village, Quezon City*
263. V. LUNA BRANCH - G/F AGGCT Bldg. No. 32 V. Luna cor Matapat Sts., Brgy. Pinyahan, Quezon City**
264. VALENZUELA BRANCH - CBC Bldg., McArthur Highway cor. V. Cordero St., Marulas, Valenzuela City*
265. VALENZUELA - GEN. LUIS BRANCH - AGT Bldg., 425 Gen. Luis St., Paso de Blas, Valenzuela City*
266. VALENZUELA - MALINTA BRANCH - Jeep Center Bldg., MacArthur Highway, Brgy. Malinta, Valenzuela City*
267. VISAYAS AVE. BRANCH - CBC Bldg., Visayas Ave. cor. Congressional Ave. Ext., Quezon City*
268. WEST AVE. BRANCH - 82 West Ave., Brgy. Philam, Quezon City*
269. XAVIERVILLE BRANCH - 65 Xavierville Ave., Loyola Heights, Quezon City*
270. ZOBEL ROXAS BRANCH - 1247 Zobel Roxas Ave. corner Taal Street, Malate, Manila*

China Bank Parent
Provincial Branches

1. ALBAY BRANCH - Rizal St. cor. Gov. Reynold Street, Old Albay District, Legazpi City, Albay*
2. ANGELES CITY BRANCH - CBC Bldg., 949 Henson St., Angeles City, Pampanga*
3. ANGELES CITY - BALIBAGO BRANCH - Diamond Square Bldg., Service Road McArthur Highway cor. Charlotte St., Balibago, Angeles City, Pampanga*
4. ANGELES CITY - MARQUEE MALL BRANCH - G/F Activity Center, Marquee Mall, Angeles City, Pampanga*
5. ANGELES - MCARTHUR HIGHWAY BRANCH - CBC Bldg., San Pablo St. cor. McArthur Highway, Brgy. CM Recto, Angeles City, Pampanga*
6. ANGELES - STO. ROSARIO BRANCH - Angeles Business Center Bldg., Teresa Ave., Nepo Mart Complex, Angeles City, Pampanga*
7. ANTIQUE - SAN JOSE BRANCH - Felrosa Bldg., Gen. Fullon St. cor. Cerdana St., San Jose, Antique*
8. APALIT BRANCH - CBC Bldg., McArthur Highway, San Vicente, Apalit, Pampanga*
9. BACOLOD - ARANETA BRANCH - CBC Bldg., Araneta cor. San Sebastian Sts., Bacolod City, Negros Occidental*
10. BACOLOD - LACSON BRANCH - GF Soliman Bldg., Lacson corner Luzuriaga Sts., Brgy. 29, Bacolod City, Negros Occidental*
11. BACOLOD - LIBERTAD BRANCH - Libertad St., Brgy. 40, Bacolod City, Negros Occidental*
12. BACOLOD - MANDALAGAN BRANCH - COFA Building, Lacson St., Brgy. Mandalagan, Bacolod City, Negros Occidental*
13. BACOLOD - NORTH DRIVE BRANCH - Unit 1, Anesa Bldg., B.S. Aquino Drive, Brgy. Villamonte, Bacolod City, Negros Occidental*
14. BAGUIO CITY BRANCH - G/F Juniper Bldg., A. Bonifacio St., Brgy. ACBR, Baguio City, Benguet*
15. BAGUIO CITY - KISAD BRANCH - G/F Paladin Hotel, No. 136 Kisad cor. Cariño St., Baguio City, Benguet*
16. BALANGA CITY BRANCH – Servicio Filipino Bldg., Paterno St., Poblacion, Balanga City, Bataan*
17. BALER BRANCH - Uy Bldg., Quezon St., Barrio Suklayain, Baler, Aurora**
18. BALIWAG BRANCH - Km. 51, Doña Remedios Trinidad (DRT) Highway, Baliwag, Bulacan*
19. BATAAN - DINALUPIHAN BRANCH - GNI Building, San Ramon Highway corner Doña Rosa Street and Mabini Ext., Dinalupihan, Bataan*
20. BATANGAS CITY BRANCH - P. Burgos St., Brgy. 10, Poblacion, Batangas City, Batangas*
21. BATANGAS CITY - KUMINTANG ILAYA BRANCH - CBC Building, Brgy. Kumintang Ilaya, Batangas City, Batangas*
22. BATANGAS - BALAYAN BRANCH - CBC Building, Barrio Ermita, Balayan, Batangas*
23. BATANGAS - BAUAN BRANCH - 62 Kapitan Ponso St., Bauan, Batangas*
24. BATANGAS - LEMERY BRANCH - Miranda Bldg., Ilustre Ave. Lemery, Batangas*
25. BATANGAS - ROSARIO BRANCH - Dr. Gualberto Ave., Brgy. Namunga, Rosario, Batangas*
26. BATANGAS - SAN JUAN BRANCH - Rizal St. near corner Gen. Luna St., Poblacion, San Juan, Batangas*
27. BATANGAS - TANAUAN BRANCH - J.P. Laurel Highway, Tanauan City, Batangas*
28. BAYBAY CITY BRANCH - Brodeth Bldg., R. Magsaysay Ave., Baybay City, Leyte*
29. BORONGAN BRANCH - E. Daza cor. Cardona St., Balud II, Bgy. Poblacion Borongan City, Eastern Samar*
30. BULACAN - BALAGTAS BRANCH - G/F RES Bldg., McArthur Highway, Brgy. San Juan, Balagtas, Bulacan*
31. BULACAN - GUIGUINTO BRANCH - CBC Building, Cagayan Valley Road, Brgy. Sta. Rita, Guiguinto, Bulacan*
32. BULACAN - PLARIDEL BRANCH - CBC Building, Cagayan Valley Road, Brgy. Banga I, Plaridel, Bulacan*
33. BULACAN - STA. MARIA BRANCH - J.P. Rizal cor. C. De Guzman St., Poblacion, Sta. Maria, Bulacan*
34. BUTUAN CITY BRANCH - CBC Building, J.C. Aquino Avenue, Brgy. Imadejas, Butuan City, Agusan del Norte*
35. CABANATUAN CITY BRANCH – Paco Roman St., Brgy. Dimasalang, Cabanatuan City, Nueva Ecija*
36. CABANATUAN - MAHARLIKA BRANCH - CBC Bldg., Maharlika Highway, Brgy. Dicarma, Cabanatuan City, Nueva Ecija*
37. CAGAYAN DE ORO - CARMEN BRANCH - G/F GT Realty Bldg., Max Suniel St. cor. Yakal St., Carmen, Cagayan De Oro City, Misamis Oriental*
38. CAGAYAN DE ORO - DIVISORIA BRANCH - RN Abejuela St., South Divisoria, Cagayan de Oro City, Misamis Oriental*
39. CAGAYAN DE ORO - GAISANO CITY MALL BRANCH - G/F Gaisano City Mall, C. M. Recto Ave. cor. Corrales Ext., Cagayan De Oro City, Misamis Oriental*
40. CAGAYAN DE ORO - LAPASAN BRANCH - CBC Bldg., Claro M. Recto Ave., Lapasan, Cagayan de Oro City, Misamis Oriental*
41. CAGAYAN DE ORO - PUERTO BRANCH - Luis A.S. Yap Bldg., Sayre Hiway, Zone 6, Brgy. Puerto, Cagayan De Oro City, Misamis Oriental*
42. CALAPAN BRANCH - G/F Gliceria Concepcion Bldg., J.P. Rizal St., San Vicente, Calapan City, Oriental Mindoro*
43. CALBAYOG BRANCH - Cajurao cor. Gomez Sts., Balud, Calbayog Dist., Calbayog City, Samar*
44. CAMALANIUGAN BRANCH - CBC Building, National Highway, Brgy. Dugo, Camalaniugan, Cagayan*
45. CANDON CITY BRANCH - CBC Bldg., National Road, San Isidro, Candon City, Ilocos Sur*
46. CARMONA BRANCH - CBC Bldg., Paseo de Carmona, Brgy. Maduya, Carmona, Cavite*
47. CATARMAN BRANCH - Cor. Rizal & Quirino Sts., Brgy. Jose P. Rizal, Catarman, Northern Samar*
48. CATBALOGAN BRANCH - CBC Bldg., Del Rosario St. cor. Taft Ave., Catbalogan City, Samar*
49. CAUAYAN CITY BRANCH - G/F Prince Christopher Bldg., Maharlika Highway, Cauayan City, Dist. 2, Isabela*
50. CAVITE - DASMARIÑAS BRANCH - G/F CBC Bldg., Gen. E. Aguinaldo Highway, Dasmariñas, Cavite**
51. CAVITE - GEN. TRIAS BRANCH - Lot 12 Brookside Lane 5 Arnaldo Highway, Brgy. San Francisco, Gen. Trias City, Cavite*
52. CAVITE - IMUS BRANCH - G/F CBC Bldg., Nueno Ave., Tanzang Luma, Imus, Cavite*
53. CAVITE - MOLINO BRANCH - Patio Jacinto, Molino Road, Molino 3, Bacoor, Cavite*

54. CAVITE - ROSARIO BRANCH - G/F CBC Bldg., Gen Trias Drive, Rosario, Cavite*
55. CAVITE - SILANG BRANCH - CBC Building, J.P. Rizal St., Poblacion, Silang, Cavite*
56. CAVITE - SM CITY BACOOR BRANCH - LGF SM City Bacoor Tirona Highway cor. Aguinaldo Highway Bacoor, Cavite*
57. CEBU - AYALA BRANCH - Unit 101 G/F Insular Life Cebu Business Center, Mindanao Ave. cor. Biliran Road, Cebu Business Park, Cebu City, Cebu*
58. CEBU - BANAWA BRANCH - G/F The J Block, Duterte St., Banawa, Guadalupe, Cebu City, Cebu*
59. CEBU - BANILAD BRANCH - CBC Bldg., A.S. Fortuna St., Banilad, Cebu City, Cebu*
60. CEBU - BASAK - SAN NICOLAS BRANCH - Bai Center, N. Bacalso Ave., Brgy. Basak San Nicolas, Cebu City, Cebu*
61. CEBU - BOGO BRANCH - G/F SIM Bldg., P. Rodriguez St., Bogo City Cebu*
62. CEBU BUSINESS CENTER BRANCH - G/F Chinabank Corporate Center, Samar Loop cor. Panay Road, Cebu Business Park, Cebu City, Cebu*
63. CEBU - CARCAR BRANCH - Dr. Jose Rizal St, Poblacion I, Carcar, Cebu City, Cebu*
64. CEBU - CONSOLACION BRANCH - G/F SM City Consolacion, Brgy. Lamac, Consolacion, Cebu*
65. CEBU - ESCARIO BRANCH - Units 3 & 5, Escario Central, Escario Road, Cebu City, Cebu*
66. CEBU - F. RAMOS BRANCH - G/F Cebu Velez Hospital, 41-3 F. Ramos St., Brgy. Cogon, Cebu City, Cebu*
67. CEBU - GORORDO BRANCH - No 424, Gorordo Ave., Bo. Kamputhaw, Cebu City, Cebu*
68. CEBU - GUADALUPE BRANCH - CBC Bldg., M. Velez St., cor. V. Rama Ave., Guadalupe, Cebu City, Cebu*
69. CEBU - IT PARK BRANCH - G/F, The Link, Cebu IT Park, Apas, Cebu City, Cebu*
70. CEBU - LAHUG BRANCH - JY Square Mall, No. 1 Salinas Dr., Lahug, Cebu City, Cebu*
71. CEBU - LAPU LAPU PUSOK BRANCH - G/F Goldberry Suites, President Quezon National Highway, Pusok, Lapu-Lapu City, Cebu*
72. CEBU - LAPU LAPU CENTRO BRANCH - A. Geson Bldg., G.Y. Dela Serna St., Poblacion, Lapu Lapu City, Cebu*
73. CEBU - MAGALLANES BRANCH - CBC Bldg., Magallanes cor. Jakosalem Sts., Brgy. Sto. Niño, Cebu City, Cebu*
74. CEBU - MANDAUE BRANCH - SV Cabahug Bldg., 155-B SB Cabahug St., Brgy. Centro, Mandaue City, Cebu*
75. CEBU - MANDAUE CABANCALAN BRANCH - G/F A. Geson Bldg., M.L. Quezon St., Cabancalan, Mandaue City, Cebu*
76. CEBU - MANDAUE - J. CENTRE MALL BRANCH - LGF J Centre Mall, A.S. Fortuna Ave., Bakilid Mandaue City, Cebu*
77. CEBU - MANDAUE NORTH ROAD BRANCH - G/F Units G1-G3, Basak Commercial Bldg. (Kel-2), North Road, Tabok, Mandaue City, Cebu*
78. CEBU - MANDAUE NRA BRANCH - G/F Bai Hotel Cebu, Ouano Ave. cor. Seno Blvd, North Reclamation Area, Mandaue City, Cebu*
79. CEBU - MINGLANILLA BRANCH - Unit 9 Plaza Margarita, Linao-Lipata, Minglanilla, Cebu*
80. CEBU - NAGA BRANCH - Leah's Square, National South Highway, East Poblacion, Naga City, Cebu*
81. CEBU - SM CITY BRANCH - UGF SM City Cebu, Juan Luna cor. A. Soriano Ave., North Reclamation Area, Brgy. Mabolo, Cebu City, Cebu**
82. CEBU - SM SEASIDE CITY BRANCH - LGF SM Seaside City, SM Seaside Complex, South Road Properties, Mambaling, Cebu City, Cebu*
83. CEBU - SUBANGDAKU BRANCH - G/F A.D. Gothong I.T. Center, Subangdaku, Mandaue City, Cebu*
84. CEBU - TALAMBAN BRANCH - Unit UG-7 Gaisano Grand Mall Talamban, Gov. Cuenco Ave., Brgy. Talamban, Cebu City, Cebu*
85. CEBU - TALISAY BRANCH - CBC Bldg., 1055 Cebu South National Road, Bulacao, Talisay City, Cebu*
86. CLARK FREEPORT ZONE BRANCH - G/F Stotsenberg Lifestyle Center, N. Aquino corner S. Osmeña & E. Jacinto Sts., Clark Freeport Zone, Mabalacat, Pampanga*
87. COTABATO CITY BRANCH - No. 76 BH Century Inc., S.K. Pendatun Ave., Cotabato City, Maguindanao*
88. DAET BRANCH - Vinzons Ave., Daet, Camarines Norte*
89. DAGUPAN - M.H.DEL PILAR BRANCH - Carried Realty Bldg., No. 28 M.H. del Pilar St., Dagupan City, Pangasinan*
90. DAGUPAN - PEREZ BRANCH - GF Siapno Bldg., Perez Boulevard, Brgy. Pogo Chico, Dagupan City, Pangasinan*
91. DAVAO - BAJADA BRANCH - B.I. Zone Bldg., J.P. Laurel Ave., Bajada, Davao City, Davao del Sur*
92. DAVAO - BUHANGIN BRANCH - VG Building, Km. 5, Buhangin Davao City *
93. DAVAO - CALINAN BRANCH - G/F TNE Bldg., Davao-Bukidnon National Hiway - Riverside, Calinan Proper, Davao City, Davao del Sur**
94. DAVAO - INSULAR VILLAGE BRANCH - Km. 8, Insular Village I, Lanang, Davao City, Davao del Sur*
95. DAVAO - MA-A BRANCH - G/F Lapeña Bldg., Mac Arthur Highway, Matina, Davao City, Davao del Sur*
96. DAVAO - MATINA BRANCH - Comglasco Bldg., Km. 4 McArthur Highway, Matina, Davao City, Davao del Sur*
97. DAVAO - MONTEVERDE BRANCH - Doors 1 & 2, Sunbrite Bldg., Monteverde St., Brgy. 27-C, Poblacion District, Davao City, Davao del Sur*
98. DAVAO - PANABO BRANCH - Grajeda Bldg (Major Building), Quezon St., Brgy. New Pandan, Panabo City, Davao del Norte*
99. DAVAO - RECTO BRANCH - CBC Bldg., C.M. Recto Ave. cor. J. Rizal St. Davao City, Davao del Sur*
100. DAVAO - SM LANANG BRANCH - G/F SM Lanang Premier, J.P. Laurel Ave., Davao City, Davao del Sur*
101. DAVAO - STA. ANA BRANCH - R. Magsaysay Ave. cor. F. Bangoy St., Sta. Ana District, Davao City, Davao del Sur*
102. DAVAO - TAGUM BRANCH - Davao Central Warehouse Club, Inc. Building, Magugpo East, Lower Apokon, Tagum City, Davao del Norte*
103. DAVAO - TORIL BRANCH - JFI Building, Mc Arthur Highway cor. St. Peter St., Crossing Bayabas, Toril, Davao City, Davao del Sur*
104. DIPOLOG CITY BRANCH - CBC Bldg., Gen Luna cor. Gonzales Sts. Dipolog City, Zamboanga del Norte*
105. DOLORES BRANCH - CBC Bldg., McArthur Highway, Dolores, City of San Fernando, Pampanga*
106. DUMAGUETE CITY BRANCH - CBC Bldg., Real St., Dumaguete City, Negros Oriental*
107. GAPAN BRANCH - G/F Walter Mart Center - Gapan, Maharlika Highway, Brgy. Bayanihan, Gapan, Nueva Ecija*
108. GEN. SANTOS CITY BRANCH - CBC Bldg., I. Santiago Blvd., Gen. Santos City South Cotabato*
109. GEN. SANTOS CITY - DADIANGAS BRANCH - M. Roxas Ave. corner Lapu-Lapu Street, Brgy. Dadiangas East, General Santos City, South Cotabato*

110. GUAGUA BRANCH - Yabut Bldg., Plaza Burgos, Guagua, Pampanga*
111. ILIGAN CITY BRANCH - Lai Bldg., Quezon Ave. Extension, Pala-o, Iligan City, Lanao del Norte*
112. ILIGAN CITY - SOLANA DISTRICT BRANCH - G/F Andres Bonifacio Highway, Brgy. San Miguel, Iligan City, Lanao del Norte*
113. ILOCOS NORTE - SAN NICOLAS BRANCH - National Highway, Brgy. 2, San Baltazar, San Nicolas, Ilocos Norte*
114. ILOILO - IZNART BRANCH - Iznart corner J. De Leon Sts., Brgy. Magsaysay, Iloilo City, Iloilo*
115. ILOILO - JARO BRANCH - CBC Bldg., E. Lopez St., Iloilo City, Iloilo*
116. ILOILO - MABINI BRANCH - Tomas Sun Bldg., A. Mabini St., Iloilo City, Iloilo*
117. ILOILO - MANDURRIO BRANCH - GF The Grid, Donato Pison cor. Pacencia Pison Avenues, Atria Park District, San Rafael, Mandurrio, Iloilo City*
118. ILOILO - RIZAL BRANCH - CBC Bldg., Rizal cor. Gomez Sts., Brgy. Ortiz, Iloilo City, Iloilo*
119. IRIGA CITY BRANCH - JP Rizal St., Highway 1, San Roque, Iriga City, Camarines Sur*
120. ISABELA - ILAGAN BRANCH - JHU Golden Grains Center Bldg., Maharlika Highway, Brgy. Baligatan, Ilagan, Isabela*
121. ISABELA - ROXAS BRANCH - National Road, Brgy. Bantug, Roxas, Isabela*
122. KALIBO BRANCH - Aklan Catholic College, Arch. Gabriel M. Reyes St., 5600, Kalibo, Aklan*
123. KIDAPAWAN CITY BRANCH - Datu Ingal St., Brgy. Poblacion, Kidapawan City*
124. KORONADAL CITY BRANCH - G/F LBU Bldg., Gen. Santos Drive cor. Aquino St. Koronadal City, South Cotabato*
125. LA TRINIDAD BRANCH - G/F SJV Bulasao Bldg., Halsema Highway, Km. 4, La Trinidad, Benguet*
126. LA UNION - CBC Building, National Highway, San Nicolas Sur, Agoo, La Union*
127. LA UNION - SAN FERNANDO BRANCH - Roger Pua Phee Bldg., National Highway, Brgy. 3, San Fernando, La Union*
128. LAGUNA - BIÑAN BRANCH - G/F Raja Cordelle Bldg., National Highway, Brgy. San Vicente, Biñan, Laguna*
129. LAGUNA - CABUYAO BRANCH - G/F Centro Mall, Pulo, Cabuyao City, Laguna*
130. LAGUNA - CALAMBA BRANCH - CBC Bldg., National Highway, Crossing, Calamba, Laguna*
131. LAGUNA - LOS BAÑOS BRANCH - JM Place, National Road, San Antonio, Los Baños, Laguna*
132. LAGUNA - SAN PEDRO BRANCH - No. 365 National Highway, Brgy. Nueva, San Pedro City, Laguna*
133. LAGUNA - STA. CRUZ BRANCH - A. Regidor St., Poblacion IV, Sta. Cruz, Laguna*
134. LAOAG CITY BRANCH - Liberato Abadilla St., Brgy 17, San Francisco, Laoag City, Ilocos Norte*
135. LEGAZPI CITY BRANCH - G/F Emma Chan Bldg., F. Imperial St., Brgy. Capantawan, Legazpi City, Albay*
136. LIPA CITY - TAMBO BRANCH - President Jose P. Laurel Highway, Tambo, Lipa City, Batangas*
137. LUCENA CITY BRANCH - Georkimart Bldg., 223 Quezon Ave., Lucena City, Quezon*
138. MAASIN CITY BRANCH - G/F SJC Bldg., Tomas Oppus St., Brgy. Tunga-Tunga, Maasin City, Southern Leyte*
139. MABALACAT - DAU BRANCH - One North Mall, #1 McArthur Highway, Dau, Mabalacat, Pampanga*
140. MALAYBALAY CITY BRANCH - G/F Bethelda Bldg., Sayre Highway, Malaybalay City, Bukidnon*
141. MALOLOS CITY BRANCH - G/F Graceland Mall, BSU Grounds, McArthur Highway, Guinhawa, Malolos City, Bulacan
142. MARILAO BRANCH - G/F SM City Marilao, Km. 21, Brgy. Ibayo, Marilao, Bulacan*
143. MARIVELES - FAB BRANCH - GF Tamayo's Building, Avenue of the Phils. Brgy. Malaya, Freeport Area of Bataan (FAB), Mariveles, Bataan*
144. MASBATE BRANCH - G/F Espinosa Bldg., Zurbito St., Brgy. Pating, Masbate City, Masbate*
145. MEYCAUYAN BRANCH - CBC Bldg., Malhacan Road, Meycauyan, Bulacan*
146. MIDSAYAP BRANCH - CBC Building, Quezon Ave., Poblacion 2, Midsayap, Cotabato*
147. NAGA CITY BRANCH - CBC Building, Penafrancia Avenue, Naga City, Camarines Sur*
148. NEGROS OCCIDENTAL - KABANKALAN BRANCH - CBC Bldg., National Hwy, Brgy. 1, Kabankalan, Negros Occidental*
149. NEGROS OCCIDENTAL - SAN CARLOS BRANCH - Rizal cor. Carmona Sts., San Carlos City, Negros Occidental*
150. NUEVA ECIIJA - STA ROSA BRANCH - CBC Bldg., Maharlika Highway, Poblacion, Sta Rosa, Nueva Ecija*
151. OCCIDENTAL MINDORO - SAN JOSE BRANCH - Liboro cor. Rizal St., San Jose, Occidental Mindoro*
152. OLONGAPO - DOWNTOWN BRANCH - CBC Building, No. 2 corner 20th St., East Bajac-Bajac, Olongapo City, Zambales*
153. ORMOC CITY BRANCH - CBC Bldg., Real cor. Lopez Jaena Sts., Ormoc City, Leyte*
154. OZAMIZ CITY BRANCH - Gomez corner Kaamino Streets, Ozamiz City, Misamis Occidental*
155. PAGADIAN CITY BRANCH - G/F Marasigan Bldg., F.S. Pajares Ave., Pagadian City, Zamboanga del Sur*
156. PANGASINAN - ALAMINOS CITY BRANCH - Montemayor Bldg., Marcos Ave., Brgy. Palamis, Alaminos City, Pangasinan*
157. PANGASINAN - BAYAMBANG BRANCH - CBC Bldg., No 91, Poblacion Sur, Bayambang, Pangasinan*
158. PANGASINAN - ROSALES BRANCH - CBC Building, Calle Dewey, Rosales, Pangasinan*
159. PANGASINAN - URDANETA BRANCH - G/F EF Square Bldg., Poblacion St., MacArthur Highway, Urdaneta City, Pangasinan*
160. PASEO DE STA. ROSA BRANCH - Unit 3, Paseo 5, Paseo de Sta. Rosa, Sta. Rosa City, Laguna*
161. PUERTO PRINCESA CITY BRANCH - Bobby L. Castro Bldg., Malvar St. near cor. Valencia St., Puerto Princesa City, Palawan*
162. QUEZON - CANDELARIA BRANCH - Pan Philippine Highway Cor. Del Valle Street, Poblacion, Candelaria, Quezon*
163. ROXAS CITY BRANCH - 1063 Roxas Ave. cor. Bayot Drive, Sumulong Highway, Brgy. Mambagan, Roxas City, Capiz*
164. SAN FERNANDO BRANCH - CBC Bldg., V. Tiomico St., Brgy. Sto. Rosario, City of San Fernando, Pampanga*
165. SAN FERNANDO - SINDALAN BRANCH - Stall 123 G/F Jumbo Jenra Sindalan, Brgy. Sindalan, San Fernando City, Pampanga*
166. SAN JOSE CITY BRANCH - G/F Violago Bldg., Maharlika Highway, Brgy. Malasin, San Jose City, Nueva Ecija*

167. SAN PABLO CITY BRANCH - Unit 1, M. Paulino St., San Pablo City, Laguna*
168. SANTIAGO CITY BRANCH - Navarro Bldg., Maharlika Highway near cor. Bayaua St., Santiago City, Isabela*
169. SILAY CITY BRANCH - Margarita Bldg., Rizal St., Silay City, Negros Occidental*
170. SM CDO DOWNTOWN PREMIER BRANCH - G/F SM CDO Downtown Premier, Claro M. Recto St., Lapasan, Cagayan de Oro City, Misamis Oriental*
171. SM CITY CABANATUAN - UGF SM City Cabanatuan, Maharlika Highway, Brgy. H. Concepcion, Cabanatuan City, Nueva Ecija*
172. SM CITY CDO UPTOWN BRANCH - G/F SM City CDO Uptown, North Wing Bldg., Las Ramblas St., Masterson Ave., Pueblo De Oro Business Park, Cagayan De Oro City, Misamis Oriental **
173. SM CITY CLARK BRANCH - G/F (Unit 172-173) SM City Clark, M. Roxas St., CSEZ, Angeles City, Pampanga**
174. SM CITY DASMARIÑAS BRANCH - LGF SM City Dasmariñas, Gov Drive, Pala-Pala, City of Dasmariñas, Cavite*
175. SM CITY LIPA BRANCH - G/F (Units 1111-1113) SM City Lipa, J.P. Laurel Highway, Brgy. Maraouy, Lipa City, Batangas*
176. SM CITY NAGA BRANCH - SM City Naga, CBD II, Brgy. Triangulo, Naga City, Camarines Sur*
177. SM CITY OLONGAPO CENTRAL BRANCH - G/F SM City Olongapo Central, East Tapinac, Olongapo City, Zambales*
178. SM CITY PAMPANGA BRANCH - Unit AX3 102, Bldg. 4, SM City Pampanga, Mexico, Pampanga*
179. SM CITY SAN JOSE DEL MONTE BRANCH - UGF SM City San Jose Del Monte, Quirino Highway, Brgy. Tungkong Mangga, San Jose Del Monte City, Bulacan*
180. SM CITY SAN PABLO BRANCH - G/F SM City San Pablo, National Highway, Brgy. San Rafael, San Pablo City, Laguna*
181. SM CITY STA. ROSA BRANCH - - Unit EXP 1154-1156 G/F SM City Sta. Rosa, Bo. Tagapo, Sta. Rosa, Laguna*
182. SM CITY TANZA BRANCH - G/F (Unit 1061-1062) SM City Tanza, Brgy. Daang Amaya, Tanza, Cavite*
183. SM CITY TELABASTAGAN BRANCH - G/F SM City Telabastagan, San Fernando City, Pampanga*
184. SOLANO BRANCH - National Highway, Brgy. Quirino, Solano, Nueva Vizcaya*
185. SORSOGON BRANCH - CBC Bldg., Ramon Magsaysay Ave., Brgy. Sirangan, Sorsogon City, Sorsogon*
186. SUBIC BAY FREEPORT ZONE BRANCH - CBC Bldg., Rizal Highway, Subic Bay Gateway Park, Subic Bay Freeport Zone, Zambales*
187. SURIGAO CITY BRANCH - CBC Bldg., Amat St., Barrio Washington, Surigao City, Surigao Del Norte*
188. TABACO CITY BRANCH - G/F ANG Bldg., Ziga Ave. cor. Berces St., Tabaco City, Albay*
189. TACLOBAN CITY BRANCH - Uytingkoc Bldg., Avenida Veteranos, Tacloban City, Leyte*
190. TAGAYTAY CITY BRANCH - Foggy Heights Subdivision, E. Aguinaldo Highway, Tagaytay City, Cavite*
191. TAGBILARAN CITY BRANCH - 0178 G/F BQ Builderware Bldg., Carlos P. Garcia Ave., Tagbilaran City, Bohol*
192. TALAVERA BRANCH - CBC Bldg., Maharlika Highway, Marcos District, Talavera, Nueva Ecija*
193. TARLAC - BAMBAN BRANCH - National Road, Brgy. Anupul, Bamban, Tarlac*
194. TARLAC - CAMILING BRANCH - Savewise Bldg., Romulo St., Poblacion, Camiling Tarlac*
195. TARLAC - CONCEPCION BRANCH - G/F Descanzo Bldg., F. Timbol St., San Nicolas, Poblacion, Concepcion, Tarlac*
196. TARLAC - PANIKUI BRANCH - G/F Cedasco Bldg., M. H del Pilar St., Poblacion, Paniqui, Tarlac*
197. TARLAC BRANCH - CBC Bldg., Panganiban near cor. F. Tañedo St., Brgy. San Nicolas, Tarlac City, Tarlac*
198. TARLAC - SAN RAFAEL BRANCH - CBC Building, MacArthur Highway, San Rafael, Tarlac City, Tarlac*
199. THE DISTRICT IMUS BRANCH - G/F The District Imus, Emilio Aguinaldo Highway, Anabu II, Imus, Cavite*
200. TRECE MARTIRES BRANCH - G/F Walter Mart, Governor's Drive cor. City Hall Road, Brgy. San Agustin, Trece Martires City, Cavite*
201. TUGUEGARAO - BALZAIN BRANCH - Editha Bldg., Balzain Highway, Tuguegarao City, Cagayan*
202. TUGUEGARAO CITY BRANCH - A. Bonifacio St., Brgy. Centro 6, Tuguegarao, Cagayan*
203. VALENCIA BRANCH - Tamay Lang Bldg., A. Mabini St., Brgy. Poblacion, Valencia, Bukidnon*
204. VIGAN CITY BRANCH - Burgos St. near cor. Rizal St., Vigan City, Ilocos Sur*
205. VIRAC BRANCH - G/F MQS Bldg., Quezon Avenue, Brgy. Salvacion, Virac, Catanduanes*
206. ZAMBALES - BOTOLAN BRANCH - National Highway, Brgy. Batonlapoc, Botolan, Zambales*
207. ZAMBOANGA CITY BRANCH - CBC Bldg., Gov. Lim Ave. cor. Nuñez St., Zone III, Zamboanga City, Zamboanga del Sur*
208. ZAMBOANGA - GUIWAN BRANCH - G/F Yang's Tower, Ma. Clara Lorenzo Lobregat National Highway, Guiwan, Zamboanga City, Zamboanga del Sur*
209. ZAMBOANGA - SAN JOSE GUSU BRANCH - Yubenco Star Mall, San Jose Gusu, Zamboanga City, Zamboanga del Sur**

* One (1) ATM

** Two (2) ATMs

*** Four (4) ATMs

China Bank Savings

Metro Manila Branches

1. ACACIA ESTATES-SAVEMORE - Acacia Town Center, Acacia Estates, Ususan, Taguig City*
2. AYALA - 6772 Ayala Ave., Makati City**
3. ALABANG - GF / Common Goal Bldg., Finance cor. Industry Sts., Madrigal Business Park, Ayala Alabang, Muntinlupa City*
4. AMANG RODRIGUEZ - G/F GBU Bldg., Amang Rodriguez Ave cor. Evangelista St. Santolan, Pasig City*
5. ARANETA CENTER COD-SAVEMORE - Gen. Romulo St., Araneta Center, Cubao, Quezon City*
6. BACLARAN - 3751 Quirino Avenue cor. Sta. Rita St., Baclaran, Parañaque City*
7. BANAWA - Nos. 247-249 Banawe St., Sta. Mesa Heights, Brgy. Lourdes, Quezon City*
8. BANGKAL - GF / Amara Bldg., 1661 Evangelista St., Bangkal, Makati City*
9. BF HOMES - 284 Aguirre Ave., B.F. Homes, Paranaque City*
10. BLUMENTRITT - Blumentritt St. near Oroquieta St. Sta. Cruz, Manila*
11. BINONDO-JUAN LUNA - 694-696 Juan Luna St., Binondo, Manila
12. BONI AVENUE - Raymond Tower Boni, 615 Boni Avenue, Plainview, Mandaluyong City*
13. BUENDIA-MAIN- 314 Sen. Gil J. Puyat Ave., Makati City*
14. COMMONWEALTH AVE. - JocFer Building, Commonwealth Avenue, Brgy. Holy Spirit, Quezon City *
15. CUBAO - Fernandina 88 Suites, 222 P. Tuazon Boulevard, Cubao, Quezon City*
16. DEL MONTE- 392 Del Monte Ave., Brgy. Sienna, Quezon City*
17. E. RODRIGUEZ SR. AVENUE - E. Rodriguez, Sr. cor Hemady St., Quezon City *
18. ESPAÑA-SUNMAL - Espana Boulevard corner Mayon St., Manila *
19. FELIX HUERTAS-JT CENTRALE - Unit 103, Ground Floor, JT Centrale Mall, No. 1686 V. Fugoso St. corner Felix Huertas St., Sta. Cruz, Manila *
20. FILINVEST - BC Group Bldg., East Asia Drive near cor. Comm. Ave., Filinvest Corp City, Alabang, Muntinlupa City*
21. FTI HYPERMARKET TAGUIG - DBP Avenue, Food Terminal Inc., Western Bicutan, Taguig*
22. G. ARANETA - 195 G. Araneta Avenue, Quezon City*
23. GIL PUYAT BAUTISTA - Lot 25 Blk 74 Bautista St. cor. Buendia Avenue, Makati City*
24. GREENHILLS-ORTIGAS AVENUE - VAG Bldg., Ortigas Ave., Greenhills, San Juan, Metro Manila*
25. GUIGUINTO-RIS - RIS-5 Industrial Complex, 68 Mercado St., Tabe, Guiguinto, Bulacan
26. KALOOKAN - Augusto Bldg., Rizal Ave., Grace Park, Kalookan City*
27. KALOOKAN-MABINI - AJ Bldg., 353 A. Mabini St., Kalookan City*
28. KATIPUNAN AVE. - One Burgundy Condominium, Katipunan Avenue, Quezon City*
29. LAGRO - Bonanza Bldg., Quirino Highway, Greater Lagro, Novaliches, Quezon City*
30. LAS PIÑAS-ALMANZA UNO - Alabang Zapote Road, Almanza Uno, Las Piñas City*
31. MAKAT-CHINO ROCES - 2176 Chino Rocas Ave., Makati City*
32. MAKATI-J.P. RIZAL - 882 J.P. Rizal St., Makati City*
33. MALABON-FRANCIS MARKET-SAVEMORE - Francis Market, Governor Pascual corner M.H. Del Pilar Sts., Malabon*
34. MANDALUYONG - Paterno's Bldg., 572 New Panaderos St., Brgy. Pag-asa, Mandaluyong City*
35. MANDALUYONG-SHAW BLVD - 500 Shaw Tower, 500 Shaw Boulevard, Mandaluyong City*
36. MARIKINA - 33 Bayan-Bayanan Ave., Brgy. Concepcion 1, Marikina City*
37. MARIKINA-GIL FERNANDO AVENUE - CTP Bldg., Gil Fernando Ave., Brgy. San Roque, Marikina City*
38. MUÑOZ-JACKMAN - Jackman Plaza, Lower Ground Floor, EDSA-Munoz, Quezon City
39. NEPA-QMART-SAVEMORE - Rose Bldg., 770 St. EDSA and K-G St., West Kamias, Quezon City*
40. NINOY AQUINO AVENUE- Ground Floor Skyfreight Bldg., Ninoy Aquino Ave. cor. Pascor Drive, Parañaque City*
41. N.S. AMORANTO AVE. - Unit 101 R Place Building, 255 N.S. Amoranto Sr. Avenue, Quezon City*
42. ONGPIN - Unit 576-578, Ground Floor Ramada Manila Central Hotel, Quintin Paredes Road corner Onpin Street, BRGY. 289, Binondo, Manila*
(relocated from Divisoria-Dragon 8)
43. ORTIGAS CENTER - Ground Floor, Hanston Square, San Miguel Ave., Ortigas Center, Pasig City*
44. PARAÑAQUE-BETTER LIVING - 90 Dona Soledad Avenue, Better Living Subdivision, Parañaque City*
45. PARAÑAQUE-JAKA PLAZA - Jaka Plaza Center, Dr. A. Santos Ave. (Sucat Road), Brgy. San Isidro, Parañaque City*
46. PARAÑAQUE-LA HUERTA - 1070 Quirino Ave., La Huerta, Paranaque City*
47. PARAÑAQUE-MOONWALK - Kassel Residence Building, E. Rodriguez Avenue, Moonwalk Parañaque City*
48. PASAY-LIBERTAD - 533 Cementina St. Libertad, Pasay City*
49. PASIG-CANIOGAN - KSN Building, C. Raymundo Avenue, Caniogan, Pasig City *
50. PASIG MUTYA - Richcrest Building, Caruncho corner Market Avenue, San Nicolas, Pasig City*
51. PASIG-PADRE BURGOS - 114 Padre Burgos St., Kapasigan, Pasig City*
52. PASO DE BLAS - Andok's Bldg., 629 General Luis St., Malinta Interchange-NLEX, Paso de Blas, Valenzuela City*
53. PATEROS - Unit CC1, GF East Mansion Townhomes, Sto. Rosario, Pateros*

54. PATEROS-ALMEDA - 120 Almeda St., Pateros, Metro Manila*
55. PEDRO GIL - LKE Bldg. Pedro Gil corner Pasaje, Rosario St. Paco, Manila
56. PLAZA STA. CRUZ - MBI Building, Unit 103, Plaza Sta. Cruz, Sta. Cruz, Manila*
57. QUEZON AVENUE - G/F GJ Bldg., 385 Quezon Ave., Quezon City*
58. QUEZON AVENUE-PALIGSAHAN - 1184-A Ben-Lor Bldg., Quezon Ave., Brgy. Paligsahan, Quezon City*
59. QUIAPO-ECHAGUE - Palanca corner P. Gomez streets, Echague, Quiapo, City of Manila*
60. RADA - HRC Center, 104 Rada St., Legaspi Village, Makati City*
61. ROOSEVELT - 342 Roosevelt Avenue, Quezon City*
62. SAN JUAN - Madison Square, 264 N. Domingo St., Barangay Pasadena, San Juan*
63. SAVEMORE ANONAS - V. Luna St. corner Anonas Extension, Sikatuna Village, Quezon City*
64. SOUTH TRIANGLE - Ground Floor, SUNNYMEDE IT CENTER, Brgy. South Triangle, Quezon Ave., QC
65. STA. ANA MANILA - Savemore, Pedro Gil St., Sta. Ana, Manila *
66. STA. MESA - 4128 Ramon Magsaysay Blvd., Sta. Mesa Manila*
67. TAFT-QUIRINO AVE. - 1945 Esther Building, Taft Avenue, Malate, Manila* (relocated from SM Hypermarket Adriatico)
68. TANDANG SORA - Cecileville Bldg. III, 670 Tandang Sora Ave. corner General Ave., Tandang Sora, Quezon City*
69. TAYUMAN - 1925-1929 Rizal Avenue near corner Tayuman St., Sta. Cruz, Manila*
70. TIMOG - Jenkinsen Towers, 80 Timog Ave., Brgy. Sacred Heart, Quezon City*
71. TWO ECOM - Two E-Com Center Tower B, Ocean Drive near cor. Bayshore Ave., Mall of Asia Complex, Pasay City*
72. UN AVENUE - 552 U.N. Ave., Ermita, Manila*
73. VALENZUELA-MARULAS- Ong-Juanco Bldg., 92 - J McArthur Highway, Marulas, Valenzuela City*
74. VISAYAS AVENUE- Wilcon City Center Mall, Visayas Ave., Quezon City*
75. WILSON - 219 Wilson St., Greenhills, San Juan*
76. ANGONO- Manila East Road cor. Don Benito St., Brgy. San Roque, Angono, Rizal*
77. ANTIPOLLO- EMS Bldg., M.L. Quezon St. cor. F. Dimanlig St., Antipolo City, Rizal*
78. CAINTA - Lower Ground Floor 04 & 05, CK Square Mall, Ortigas Ave. Ext., Brgy. San Juan, Cainta, Rizal*
79. TAYTAY - C. Gonzaga Bldg. II, Manila East Road, Taytay, Rizal*

China Bank Savings

Provincial Branches

1. ANGELES-RIZAL AVENUE - 639 Rizal St., Angeles City*
2. ARAYAT - Cacutud, Arayat, Pampanga**
3. BACOLOD - Fordland Building I Annex, 12th Lacson Street, Bacolod City*
4. BACOR-TALABA - Coastal Road cor. Aguinaldo Highway, Brgy. Talaba VII, Bacoor City, Cavite*
5. BAGUIO - UGF KDC Building 91 Marcos Hwy Benguet Baguio City*
6. BALAGTAS - McArthur Highway, Wawa, Balagtas, Bulacan*
7. BALANGA - D.M. Banzon St., Balanga City*
8. BALIBAGO - JEV Bldg., McArthur Highway, Balibago, Angeles City*
9. BALIUAG - Plaza Naning, Poblacion, Baliuag, Bulacan*
10. BATANGAS - No. 3 P. Burgos St., Batangas City*
11. BIÑAN - Nepa Highway, San Vicente, Biñan, Laguna*
12. BUTUAN - JMC Building, J.C. Aquino Avenue, Brgy. Lapu Lapu, Butuan City, Agusan del Norte*
13. CABANATUAN-BAYAN - Burgos Ave., Cabanatuan City, Nueva Ecija*
14. CAGAYAN DE ORO - Sergio Osmeña St., Cogon District, Cagayan de Oro City*
15. CALAMBA - HK Bldg II, National Highway, Brgy. Halang, Calamba, Laguna*
16. CAVITE CITY - 485 P. Burgos St., Brgy. 34, Caridad, Cavite City*
17. CEBU-MANGO AVENUE, JSP Mango Plaza, Gen. Maxilom Ave. cor. Echavez St., Cebu City*
18. CEBU CITY - G/F Skyrise IT Bldg., Brgy. Apas, Lahug, Cebu City*
19. CEBU MANDAUE BASAK - Co Tiao King Bldg., Cebu North Road Basak, Mandaue City*
20. DAGUPAN - G/F Lyceum-Northwestern University, Tapuac District, Dagupan City*
21. DARAGA - Rizal St., Brgy. San Roque, Daraga, Albay, Bicol*
22. DASMARIÑAS - Veluz Plaza Bldg., Zone I, Aguinaldo Highway, Dasmariñas City, Cavite*
23. DAU - MacArthur Highway, Dau, Mabalacat, Pampanga*
24. DAVAO RECTO - C. M. Ville Abrille Bldg., C. M. Recto St. Davao City*
25. DAVAO - G/F 8990 Corporate Center, Quirino Ave., Davao City*
26. DOLORES - STCI Bldg., McArthur Highway, San Agustin, City of San Fernando, Pampanga*
27. GENERAL SANTOS - I. Santiago Boulevard General, Santos City*

28. GENERAL TRIAS - G/F VCentral Gentry, Governor's Drive, New Brgy. Manggahan, General Trias, Cavite*
29. GUAGUA - Plaza Burgos, Guagua, Pampanga*
30. ILOILO-JARO - Lopez Jaena cor. EL 98 Sts., Jaro, Iloilo*
31. ILOILO-IZNART - Golden Commercial Center Bldg, Iznart St. Iloilo City*
32. IMUS - Tanzang Luma, Aguinaldo Highway, Imus City, Cavite*
33. KALIBO - Lot 3459-E-1, Toting Reyes St., Brgy. Andagao, Kalibo, Aklan*
34. LA UNION - AG Zambrano Bldg., Quezon Ave., San Fernando City, La Union*
35. LAGUNA-STA. CRUZ - E & E Building, Pedro Guevarra St., Sta. Cruz, Laguna. *
36. LAOAG - J.P Rizal St. corner Balintawak St. Laoag City, Ilocos Norte*
37. LEGAZPI CITY - F. Imperial Street, Barangay Bitano, Legazpi City*
38. LINGAYEN - Unit 5-6, The Hub - Lingayen Building, National Road, Poblacion, Lingayen, Pangasinan*
39. LIPA - C.M. Recto Ave., Lipa City*
40. LOS BAÑOS CROSSING - Lopez Ave., Batong Malaki, Los Baños, Laguna*
41. LUCENA - Merchan cor., Evangelista St., Lucena City*
42. MACABEBE - Poblacion, Macabebe, Pampanga*
43. MALOLOS - Canlapan St., Sto. Rosario, Malolos City, Bulacan*
44. MALOLOS-CATMON - Paseo del Congreso, Catmon, City of Malolos, Bulacan*
45. MANDAUE - A. Del Rosario Ave., Mantuyong, Mandaue City, Cebu*
46. MEYCAUAYAN - Mancon Bldg., McArthur Highway, Calvario, Meycauayan, Bulacan*
47. MOLINO - 817 Molino Road Molino III, Bacoar, Cavite*
48. MOUNT CARMEL - AMB Bldg., Km. 78 McArthur Highway, Brgy. Saguin, City of San Fernando, Pampanga*
49. NAGA - RL Bldg., Panganiban St., Lerma, Naga City*
50. OLONGAPO - Ground Floor, City View Hotel, 25 Magsaysay Drive, New Asinan, Olongapo City*
51. ORANI - Brgy. Balut, Orani, Bataan**
52. PLARIDEL - 0226 Cagayan Valley Road, Banga 1st, Plaridel, Bulacan*
53. PORAC - Cangatba, Porac, Pampanga**
54. ROXAS AVE. CAPIZ-CITYMALL - Roxas Ave, Brgy VI, Roxas City, Capiz*
55. SAN FERNANDO - KHY Trading Bldg., San Fernando-Gapan Rd., San Fernando City, Pampanga*
56. SAN FERNANDO-BAYAN - JSL Building, Consunji St., San Fernando, Pampanga*
57. SAN ILDEFONSO - Savemore San Ildefonso, Poblacion, San Ildefonso, Bulacan*
58. SAN JOSE DEL MONTE - Ground Floor, Giron Bldg., Gov. Halli Ave., Tungkong Mangga, City of San Jose Del Monte, Bulacan*
59. SAN MIGUEL - Norberto St., San Jose, San Miguel, Bulacan*
60. SAN NARCISO - Brgy. Libertad, San Narciso, Zambales*
61. SAN PABLO - Rizal Avenue cor. Lopez Jaena St. San Pablo City, Laguna*
62. SAN PEDRO - Gen - Ber Bldg. National Highway Landayan, San Pedro Laguna*
63. SAN RAFAEL - Cagayan Valley cor. Cruz na Daan Roads, San Rafael, Bulacan*
64. SANTIAGO-VICTORY NORTE - JECO Bldg., Maharlika Highway cor. Quezon St., Victory Norte, Santiago City*
65. SAVEMORE TAGAYTAY-MENDEZ - Mendez Crossing West, Tagaytay-Nasugbu Highway corner Mendez-Tagaytay Rd, Tagaytay City*
66. SAVEMORE TALISAY NEGROS OCCIDENTAL - Talisay, Mabini St., Zone 12 Paseo Mabini Talisay City Negros Occidental*
67. SORSOGON - God is Good Commercial Bldg, Rizal St., Purok 5, Piot, West District, Sorsogon City, Sorsogon*
68. STA. ANA - Poblacion, Sta. Ana, Pampanga*
69. STA. MARIA - JC De Jesus cor. M. De Leon, Poblacion, Sta. Maria, Bulacan*
70. STA. RITA - San Vicente, Sta. Rita, Pampanga*
71. STA. ROSA - Sta. Rosa-Tagaytay Highway, Sta. Rosa, Laguna*
72. STA. ROSA-BALIBAGO - National Highway cor. Lazaga St. Balibago, Sta. Rosa, Laguna*
73. STO. TOMAS - Agojo Bldg., Maharlika Highway, Sto. Tomas, Batangas*
74. SUBIC - Baraca, Subic, Zambales*
75. TACLOBAN CITY - GF, YVI Center, Bldg A, Fatima Village, Tacloban City, Leyte*
76. TAGUM - Maharlika Highway cor. Lapu-Lapu Extension, Brgy. Magupgo Tagum City*
77. TANAUAN CITY - Jose P. Laurel National Highway, Darasa, Tanauan City, Batangas
78. TARLAC - McArthur Highway, San Nicolas, Tarlac City*
79. TUGUEGARAO - Metropolitan Cathedral Parish, Rectory Complex, Rizal St., Tuguegarao City*
80. URDANETA - MacArthur Highway, Nancayasan, Urdaneta City, Pangasinan*
81. VIGAN - Plaza Maestro Convention Center, Florentino St., and Burgos St. Vigan City, Ilocos Sur*
82. ZAMBOANGA - CityMall, Don Alfaro St., Tetuan, Zamboanga*

China Bank - Off Branch ATM Directory

Metro Manila

1. 168 MALL - 3F Food Court, 168 Mall, Sta. Elena St., Binondo, Manila
2. A. ZARATE GEN. HOSPITAL – Naga Road, Pulang Lupa Uno, Las Piñas City
3. ALABANG MALL - Alabang Town Center, Alabang - Zapote Road cor. Madrigal Ave., Muntinlupa City
4. ALFAMART A. MABINI MANGGAHAN - A. Mabini Street, Manggahan, Pasig City
5. ALFAMART DAEZ CAMARIN CALOOCAN - Daez Commercial Bldg., Susano Road, Bagumbong, Caloocan City
6. ALFAMART JHOCSON SAMPALOC - 534-548 M.F. Jhocson St., Zone 042, Brgy. 408, Sampaloc, Manila
7. ALFAMART MAAX - Unit 111 Mall of Asia Annex Bldg. (MAAX), Seaside Blvd., San Rafael, Pasay City
8. ALFAMART MOA - Sunset Ave., SM Mall of Asia, Pasay City
9. ALFAMART NAGA ROAD LAS PIÑAS - Alfamart, Naga Road, Pulang Lupa 2, Las Piñas City
10. ALFAMART SAN LAZARO - Units 108B-113B SM City San Lazaro, A.H. Lacson Ext., Sta. Cruz, Manila
11. ALI MALL - ATM Booth #1 UGF Ali Mall, P. Tuazon Blvd., Araneta Center, Quezon City
12. ALI MALL 2 - LGF Times Square Entrance, Ali Mall, P. Tuazon Blvd., Araneta Center, Quezon City
13. ARMSCOR MARIKINA - 2 Armscor Avenue, Brgy. Fortune, Marikina City
14. ATENEO DE MANILA UNIVERSITY - G/F Kostka Hall, Ateneo De Manila University, Katipunan Ave., Loyola Heights, Quezon City
15. CASH AND CARRY - 2/F Cash and Carry Mall, between South Super Highway & Filmore St., Brgy. Palanan, Makati City
16. CHINA BANK ONLINE CENTER 1 - ATM 1 Starbucks, CBC Bldg., 8745 Paseo de Roxas cor. Villar St., Makati City
17. CHINA BANK ONLINE CENTER 2 - ATM 2 Starbucks, CBC Bldg., 8745 Paseo de Roxas cor. Villar St., Makati City
18. CHINA BANK ONLINE CENTER 3 - ATM 3 Starbucks, CBC Bldg., 8745 Paseo de Roxas cor. Villar St., Makati City
19. CHIANG-KAI-SHEK - Chiang Kai Shek College, 1274 P. Algue St., Tondo, Manila
20. CENTURY CITY MALL - 3F Century City Mall, Kalayaan Ave. cor. Salamanca St., Brgy. Poblacion, Makati City
21. COLOURS TOWN CENTER – Alabang-Zapote Rd. cor. Maros Alvarez Ave., Las Piñas City
22. COMEMBO COMMERCIAL COMPLEX - Comembo Commercial Complex, J.P. Rizal Ext. cor. Sampaguita St., Comembo, Makati City
23. COMMERCE CENTER - Commerce Ave. cor. Filinvest Ave., Alabang, Muntinlupa City
24. CONRAD S MAISON MALL - 2F Conrad Hotel, Coral Ave., SM MOA Complex, Pasay City
25. CYBER PARK TOWER 1 CUBAO - Lobby Tower 1, Araneta Center, Cubao, Quezon City
26. CYBER PARK TOWER 2 CUBAO - Lobby Tower 2, Araneta Center, Cubao, Quezon City
27. DASMARIÑAS VILLAGE ASSOCIATION OFFICE - 1417 Campanilla St., Brgy. Dasmariñas Village, Makati City
28. EASTWOOD CITY WALK 2 - G/F ATM 1 Eastwood City Walk Ph. 2, Eastwood City Cyberpark, 188 E. Rodriguez Jr. Ave., Bagumbayan, Quezon City
29. EASTWOOD CYBERMALL - 2F Eastwood Cybermall, Eastwood Ave., Eastwood City Cyberpark, Bagumbayan, Quezon City
30. EASTWOOD MALL - Level 1 ATM 2 Ph.2, Eastwood Mall, E. Rodriguez Jr. Ave., Bagumbayan, Quezon City
31. G8 MARKETING – 165 Quirino Highway, Novaliches, Quezon City
32. GATEWAY MALL - Booth 4 Level 2 Gateway Mall, Cubao, Quezon City
33. GLORIETTA 4 - Glorietta 4, Ayala Center, Makati City
34. GREENBELT 3 - Greenbelt 3 Drop-off Area, Makati Ave., Makati City
35. GREENHILLS THEATER MALL - Main Entrance Greenhills Theater Mall, San Juan City
36. GREENMEADOWS CLUBHOUSE - Lovebird St., Green Meadows Subdivision, Brgy. Ugong Norte, Quezon City
37. HIGH POINTE MEDICAL HUB - 241 Shaw Blvd, Mandaluyong City
38. HOLIDAY ISLAND CALOOCAN - G/F Phase 2, Commercial Site Dutong St. cor. Kanlaon St., Bagong Silang, Caloocan City
39. IACADEMY BUENDIA - G/F iAcademy Plaza, H.V. Dela Costa St., Makati City
40. IKEA 1 – 3/F Mall of Asia Complex, Marina Drive, Pasay City
41. IKEA 2 – 4/F Mall of Asia Complex, Marina Drive, Pasay City
42. JACKMAN EMPORIUM - Jackman Emporium Department Store Bldg., Grace Park, Kalookan City
43. JACKMAN PLAZA - MUÑOZ - Jackman Plaza Muñoz, EDSA, Muñoz, Quezon City
44. JGC ALABANG - JGC PHILS. Bldg., 2109 Prime St., Madrigal Business Park Ph III, Ayala Alabang, Muntinlupa City
45. KATARUNGAN VILLAGE - Katarungan Village Admin Office, F. Reria cor. University Road, Muntinlupa City
46. KIMSTON PLAZA - Kimston Plaza, P. Victor St. cor. P. Burgos St., Guadalupe Nuevo, Makati City
47. LANDMARK - MAKATI - G/F The Landmark Bldg., Makati Ave., Ayala Center, Makati City
48. LANDMARK - TRINOMA - ATM Slot 4, 2F Landmark Trinoma, North Ave. cor. EDSA, Quezon City
49. LIANA'S SAMPALOC - 537 Earnshaw St., Sampaloc, Manila
50. LOYOLA GRAND VILLAS - Loyola Grand Villas Lifeline, Soliven Ave., Quezon City
51. MALABON CITISQUARE - G/F Malabon Citisquare, C-4 Road cor. Dagat-dagatan Ave., Malabon City
52. MARKET! MARKET! 1 - Market! Market!, Fort Bonifacio Global City, Taguig City

53. MARKET! MARKET! 2 - 2F Market! Market!, Fort Bonifacio Global City, Taguig City
54. MARKET! MARKET! 3 - G/F ATM Center in Fiesta Market, Market! Market!, Fort Bonifacio Global City, Taguig City
55. MEDICAL CITY - Medical City, Ortigas Ave., Pasig City
56. MEGA TOWER 27th – 27th Floor, Mega Tower, EDSA, Mandaluyong City
57. METRO POINT MALL - 3F Metro Point Mall, EDSA cor. Taft Ave., Pasay City
58. METROWALK - ATM 1 Bldg C, G/F Metrowalk Commercial Complex, Meralco Ave., Pasig City
59. MONDE MY SAN CAINTA - Gracia St., Marick Subdivision, Cainta, Rizal
60. MULTINATIONAL CLUBHOUSE - Clubhouse, Nazareth cor. Judea St., Multinational Village, Parañaque City
61. NEWPORT MALL 4F - 4F Newport Mall, Resorts World, Newport City, Pasay City
62. NOTREDAME OF GREATER MANILA KALOOKAN - 12th Avenue, Grace Park, Caloocan City
63. NOVA SQUARE - G/F Nova Square, Quirino Highway, Brgy. San Bartolome, Novaliches, Quezon City
64. ONE E - COM CENTER - G/F One E-Com Center, Palm Coast Ave., SM MOA Complex, Pasay City
65. ONE MALL VALENZUELA - Gen. T. De Leon, Valenzuela City
66. PROMENADE GREENHILLS - Missouri Entrance, Promenade Mall, Greenhills Shopping Center, San Juan City
67. PUREGOLD - BLUMENTRITT - 286 Blumentritt St., Sta Cruz, Manila
68. PUREGOLD - E. RODRIGUEZ - ATM #1 Puregold E. Rodriguez, Cosco Bldg., E. Rodriguez Ave. cor. G. Araneta Ave., Quezon City
69. PUREGOLD - LANGARAY CALOOCAN - Langaray St. Cor. Pampano St., Dagat-Dagatan, Caloocan City
70. PUREGOLD - PASO DE BLAS - LGF Puregold Paso de Blas, Paso de Blas cor. Gen. Luis St., Malinta Exit, Valenzuela City
71. PUREGOLD JR. - PANDACAN - Puregold Jr. Pandacan, West J. Zamora St., Pandacan, Manila
72. PUREGOLD MAYPAJO KALOOKAN - Puregold Maypajo, J.P. Rizal St., Brgy. Maypajo, Caloocan City
73. QUICKLEAN MAYBUNGA - 369 Dr. Sixto Antonio Avenue, Maybunga, Pasig City
74. REGALIA PARK TOWER - 150 P. Tuazon Blvd., Cubao, Quezon City
75. RESORTS WORLD GAMING AREA - G/F Casino Gaming Area, Resorts World, Pasay City
76. ROBINSONS GALLERIA - Robinsons Galleria, EDSA cor. Ortigas Ave., Pasig City
77. ROBINSONS GALLERIA 2 - Robinsons Galleria, EDSA cor. Ortigas Ave., Pasig City
78. ROBINSONS GALLERIA 3 - West Wing, Robinsons Galleria, EDSA cor. Ortigas Ave., Pasig City
79. ROBINSONS PLACE - MANILA - G/F Padre Faura Entrance, Robinsons Place Manila, Pedro Gil cor. Adriatico St., Ermita, Manila
80. ROCKWELL BUSINESS CENTER - Rockwell Business Center, Ortigas Ave., Pasig City
81. ROCKWELL POWER PLANT - Stall No. 060 Ground Level, Power Plant Mall, Makati City
82. SHOP N RIDE - 248 Gen. Luis St., Brgy. Nova Proper, Novaliches, Quezon City
83. SHOP N RIDE 2 - ATM 2, 248 Gen. Luis St., Brgy. Nova Proper, Novaliches, Quezon City
84. SHOP N RIDE STA. MONICA - Shop & Ride Sta. Monica, 1004 Quirino Highway, Dumalay Street, Brgy. Sta. Monica, Novaliches, QC
85. SHOPWISE - ANTIPOLLO - Shopwise Bldg., M.L. Quezon St. cor. Circumferential Road, San Roque, Antipolo City
86. SHOPWISE - COMMONWEALTH - Shopwise, Blk 17, Commonwealth Ave., Quezon City
87. SHOPWISE MARKETPLACE EAST BAY - Marketplace East Bay, East Service Road, Muntinlupa City
88. SHOPWISE METLIVE PASAY - Blue Wave Mall, Diosdado Macapagal cor. EDSA, Metropolitan Park Bay City, Pasay
89. SHOPWISE SU CAT - Shopwise Sucat, Dr. A. Santos Avenue corner Soreena Avenue, Paranaque City
90. SM CENTER LAS PIÑAS - G/F SM Center Las Piñas, Alabang - Zapote Road, Las Piñas City
91. SM CITY GRAND CENTRAL 3F - 3/F SM City Grand Central, Rizal Ave. Extension Corner Bustamante St., Kalookan City
92. SM CITY THE BLOCK - GF Hypermarket - The Block, SM City North EDSA, North Avenue corner EDSA, Quezon City
93. SM MANILA - UGF SM Manila Main Entrance, Natividad A. Lopez cor. Antonio Villegas St., Ermita, Manila
94. SM MEGAMALL BLDG. B - Level 2 Bldg. B, SM Megamall, EDSA cor. Julia Vargas St., Mandaluyong City
95. SM MOA SEASIDE FERRY TERMINAL - SM MOA Seaside Blvd. near Esplanade, Pasay City
96. SM MUNTINLUPA - ATM 2 G/F (beside Rear Entrance) SM Muntinlupa, National Road, Brgy. Tunasan, Muntinlupa City
97. SM TAYTAY OFF-BRANCH - 2F Bldg. A, SM Taytay, Manila East Road, Brgy. San Juan, Taytay, Rizal
98. SOLAIRE MANILA 2 - Entertainment City, Aseana Ave., Tambo, Parañaque City
99. SOLAIRE RESORT & CASINO - Entertainment City, Aseana Ave., Tambo, Parañaque City
100. SOUTHGATE MALL - Alphaland Southgate Mall, EDSA cor. Chino Roces Ave., Makati City
101. ST. JUDE COLLEGE - Dimasalang St. cor. Don Quijote St., Sampaloc, Manila
102. ST. LUKE'S - THE FORT - Basement, St. Luke's Medical Center, 5th Ave., Fort Bonifacio Global City, Taguig City
103. ST. LUKE'S - THE FORT 2 - Basement, St. Luke's Medical Center, 5th Ave., Fort Bonifacio Global City, Taguig City
104. STI - DELOS SANTOS MEDICAL CENTER - 201 E. Rodriguez Sr. Blvd., Quezon City
105. TIENDESITAS - Tiendesitas, Ortigas Ave. cor. E. Rodriguez Ave., Pasig City
106. TRINOMA OFF-BRANCH 1 - Level 1 Trinoma, North Ave. cor. EDSA, Quezon City
107. TRINOMA OFF-BRANCH 2 - Level 1 Trinoma, North Ave. cor. EDSA, Quezon City

108. TWO SHOPPING CENTER - Two Shopping Center, Taft Ave. Ext., 026 Zone 10, Pasay City
109. UNIMART GREENHILLS - B1 Unimart Greenhills Shopping Center, Ortigas Ave., San Juan City
110. UP TOWN CENTER - 2F UP Town Center, Katipunan Ave., Brgy. UP Campus Diliman, Quezon City
111. UPM - PGH - Faculty Medical Arts Bldg., PGH Compound, Taft Ave., Ermita, Manila
112. URDANETA VILLAGE - Urdaneta Village Clubhouse, Urdaneta Ave., Makati City
113. UST - DOCTOR'S CLINIC - University of Sto. Tomas Hospital, Vestibule and New Doctor's Clinic, A.H. Lacson Ave., Sampaloc, Manila
114. UST HOSPITAL - University of Sto. Tomas Hospital, A.H. Lacson Ave., Sampaloc, Manila
115. UST HOSPITAL 3 - G/F Clinical Division, University of Sto. Tomas Hospital, A.H. Lacson Ave., Sampaloc, Manila
116. VICTORY CENTRAL MALL - ATM 2 G/F Victory Central Mall, #717 Old Victory Compound, Rizal Ave., Monumento, Caloocan City
117. VICTORY PASAY MALL - Victory Pasay Mall, Antonio S. Arnaiz Ave, Pasay City
118. WACK GOLF & COUNTRY CLUB - Main Lobby Clubhouse, Wack Wack Golf & Country Club, Shaw Blvd., Mandaluyong City
119. WALTER MART - ANTIPOLO - L. Sumulong Memorial Circle, Antipolo City
120. WALTER MART - MAKATI - G/F Waltermart Makati, 790 Chino Roces Ave. cor. Antonio Arnaiz, Makati City
121. WALTER MART - NORTH EDSA - Walter Mart Bldg., EDSA, Quezon City
122. WALTER MART - SUCAT - Walter Mart Sucat, Dr. A. Santos Ave., Brgy. San Isidro, Sucat, Parañaque City
123. WHITE PLAINS CLUBHOUSE - 10 Natabo Rd., White Plains Clubhouse Area, Quezon City
124. WORLD CITI MEDICAL ANONAS - Lobby Entrance, 960 Aurora Blvd. corner Anonas St., Quezon City
125. ZABARTE TOWN CENTER - Basement Zabarte Town Center, 588 Camarin Road corner Zabarte Road, Caloocan City

China Bank - Off Branch ATM Directory *Provincial*

1. 2 MANGO AVENUE - 2 Mango Ave. - Solara Bldg., General Maxilom Ave, Cebu City
2. 7-11 CHDG LA TRINIDAD - MB 73 Puguis, La Trinidad, Benguet
3. A. BONIFACIO - MCDONALD'S BAGUIO - Villanueva Bldg., Lower Bonifacio St., Baguio City
4. ABREEZA MALL - Abreeza Mall, J.P. Laurel Ave., Bajada, Davao City, Davao del Sur
5. ACC HYPERMART SAN ANDRES - San Andres, Catanduanes
6. ACIENDA DESIGNER OUTLET SILANG - G/F Acienda Designer Outlet, E. Aguinaldo Highway, Silang, Cavite
7. ADVENTIST UNIVERSITY OF THE PHILIPPINES - Adventist University of the Philippines, Sta. Rosa - Tagaytay Road, Puting Kahoy, Silang, Cavite
8. AG&P - Atlantic, Gulf & Pacific Company of Manila Inc., Brgy. San Roque, Bauan, Batangas
9. AKLAN MISSION HOSPITAL - Aklan Mission Hospital, Roxas Ave. Ext., Andagao, Kalibo, Aklan
10. ALFAMART - LUMINA - Alfamart Lumina, Aguinaldo Highway cor. Nueno Ave., Imus, Cavite
11. ALFAMART - TRECE MARTIRES - CPC Bldg., Governor's Drive cor. Hugo Perez, Trece Martires, Cavite
12. ALFAMART FILINVEST TANZA - Alfamart Filinvest Tanza, Filinvest Ave., Westwood Place Subd. Ph. 2, Brgy. Paradahan, Tanza, Cavite
13. ALFAMART FORTUNA FLORIDABLANCA 2 - Brgy. Fortuna, Floridablanca, Pampanga
14. ALFAMART GOLDEN CITY - Molino-Paliparan Road, Salawag, Dasmariñas City, Cavite
15. ALFAMART IBAYO SILANGAN NAIC - L1464, F-6, Antero Soriano Highway, Ibayo Silangan, Naic, Cavite
16. ALFAMART ILANG-ILANG TANZA - Alfamart Ilang-Ilang Tanza, Ilang-ilang St., De Roman Subd., Daang Amaya 1, Tanza, Cavite
17. ALFAMART LANCASTER - Alfamart Lancaster, MCS Bldg., Advincula Ave., Alapan II-A, Imus, Cavite
18. ALFAMART L'PASEO ARCADE INDANG - LGF L'Paseo Building, Indang-Trece Martires Road, Indang, Cavite
19. ALFAMART PACITA COMPLEX - Alfamart, Block 3 Phase 3A Pacita Complex, San Pedro, Laguna
20. ALFAMART POBLACION 4 CALACA - #149 Marasigan St., Poblacion 4, Calaca, Batangas
21. ALFAMART POBLACION ROSARIO - Alfamart Poblacion Rosario, 153 Gen. Trias Drive, Brgy. Poblacion, Rosario, Cavite
22. ALFAMART SAN ROQUE DAU LUBAO - San Roque Dau, Lubao, Pampanga
23. ALFAMART SONGCO FLORIDABLANCA - Songco St., Poblacion, Floridablanca, Pampanga
24. ALFAMART TABANG PLARIDEL - 2586 F. Ignacio St., Santa Ines, Tabang, Plaridel, Bulacan
25. ALFAMART VILLA CATALINA DASMARIÑAS - Lot 6123 Don Placido Campos Avenue, San Agustin, Dasmariñas City, Cavite
26. ALFAMART YAKAL SILANG CAVITE - G/F Alfamart Yakal Silang Cavite, 137 Pedro Montoya St. cor. Yakal, Silang, Cavite
27. ALLEN AVENUE CATBALOGAN - Centro Mall, Allen Ave., Brgy. 04, Catbalogan City, Samar
28. ALWANA BUSINESS PARK - National Highway, Brgy. Cugman, Cagayan de Oro City, Misamis Oriental
29. ANGELES UNIVERSITY FOUNDATION MEDICAL CENTER - Basement, Angeles University Foundation Medical Center, McArthur Highway cor. Diego Silang St., Angeles City, Pampanga
30. ARAULLO UNIVERSITY - Araullo University, Maharlika Highway, Brgy. Bitas, Cabanatuan City, Nueva Ecija
31. ATENEO DE DAVAO UNIVERSITY - Ateneo de Davao University, Roxas Ave, Poblacion Dist., Davao City, Davao del Sur
32. AVENUE HOTEL BACOLOD - Avenue Suites Hotel and Spa, 12th St. cor Lacson St., Bacolod City, Negros Occidental

33. AYALA CENTER CEBU - Level 3 ATM 1 Ayala Center Cebu, Cebu Business Park, Cebu City
34. BELMONT ONE MINGLANILLA - Belmont One Complex, Upper Calajoan, Minglanilla, Cebu
35. BENECO – Benguet Electric Cooperative, #4 South Drive, Baguio City
36. BICOL INTERNATIONAL AIRPORT - Airport Road, Daraga, Albay
37. BRENT INTERNATIONAL SCHOOL MANILA - Brentville Subdivision, Mamlasan, Biñan, Laguna
38. CALTEX - SLEX 1 - South Luzon Expressway - Northbound, Brgy. San Antonio, San Pedro, Laguna
39. CAPITOL HILL HOTEL ANGELES - Sierra Madre St., Angeles City, Pampanga
40. CB MALL URDANETA - CB Mall, McArthur Highway, Brgy. Nancayasan, Urdaneta City, Pangasinan
41. CDO MEDICAL CENTER - CDO Medical Center Bldg. 2, Tiano Brothers cor. Nacalaban St., Cagayan de Oro City, Misamis Oriental
42. CEBU DOCTORS' HOSPITAL - Cebu Doctors' University Hospital, Osmeña Blvd., Cebu City, Cebu
43. CEBU DOCTORS' UNIVERSITY - Cebu Doctors' University Hospital, #1 Potenciano Larrazabal Ave., North Reclamation Area, Mandaue City, Cebu
44. CELEBES COCONUT BUTUAN - Km. 9, Brgy. Taguibo, Butuan City, Agusan Del Norte
45. CENTRIO MALL - G/F Centrio Mall, CM Recto cor. Corrales St., Cagayan de Oro, Misamis Oriental
46. CLARK GATEWAY - Clark Gateway Commercial Complex, Gil Puyat Ave., Brgy. San Francisco, Mabalacat, Pampanga
47. COLEGIO SAN AGUSTIN BIÑAN - Southwoods Ecocentrum Ave., Biñan, Laguna
48. CORPUS CHRISTI - Corpus Christi School, Tomas Saco St., Macasandig, Cagayan de Oro City, Misamis Oriental
49. DAGUPAN - NEPO MALL - G/F Nepo Mall Dagupan, Arellano St., Dagupan City, Pangasinan
50. DAVAO ADVENTIST HOSPITAL - Davao Adventist Hospital, Km. 7 McArthur Highway, Bangkal, Davao City, Davao del Sur
51. DAVAO MEDICAL SCHOOL – Davao Medical School Foundation, Medical School Dr., Poblacion District, Davao City
52. DAVAO METRO SHUTTLE - Pereyras Terminal 1, Magugpo West, Tagum City, Davao del Norte
53. DIPOLOG CENTER MALL - Dipolog Center Mall, 138 Rizal Ave., Dipolog City, Zamboanga del Norte
54. DIPSSCOR - Davao Integrated Port and Stevedoring Services Corporation Bldg., International Port of Davao, Sasa Wharf, Davao City, Davao del Sur
55. DLSU - DASMARIÑAS - College of Engineering, DLSU Dasmariñas, Dasmariñas City, Cavite
56. DLSU - HEALTH SCIENCE CAMPUS - De La Salle University Health Science Campus Inc., Congressional Road, Dasmariñas City, Cavite
57. DLSU MAC - G/F Medical Arts Centre Bldg., DLSU Medical Center Compound, Congressional Road, Dasmariñas City, Cavite
58. DUSIT THANI D2 DAVAO - Stella Hizon Reyes Drive, Bo. Pampanga, Davao City, Davao del Sur
59. EAGLE RIDGE COUNTRY CLUB - Clubhouse, Eagle Ridge and Country Club, Brgy. Javalera, Gen. Trias, Cavite
60. ECCO BUILDING - G/F ECCO Bldg. (beside unit A), Fil-Am Friendship Highway, Brgy. Anunas, Angeles City, Pampanga
61. ECDI STA. ROSA – L4-5 B2 Meridian Industrial Complex, Brgy. Balibago, Sta. Rosa, Laguna
62. FAMILY MART SKYTECH MABALACAT - Skytech IT Park Bldg., McArthur Highway, Camachiles, Mabalacat, Pampanga
63. FCC SUPERMARKET CONCEPCION TARLAC – Juan Luna St., Rosepark, Concepcion, Tarlac
64. FESTIVE WALK - ANNEX BLDG. - Annex Bldg., Iloilo Festive Walk, Megaworld Blvd., Iloilo Business Park, Mandurriao, Iloilo City
65. FESTIVE WALK - FOOD HALL - Food Hall, Iloilo Festive Walk, Megaworld Blvd., Iloilo Business Park, Mandurriao, Iloilo City
66. FESTIVE WALK - OUTDOOR - Outdoor Area, Iloilo Festive Walk, Megaworld Blvd., Iloilo Business Park, Mandurriao, Iloilo City
67. FESTIVE WALK - WILCON - Wilcon Area, Iloilo Festive Walk, Megaworld Blvd., Iloilo Business Park, Mandurriao, Iloilo City
68. FRIENDSHIP SUPERMARKET MUÑOZ NE - D. Delos Santos St., Science City of Muñoz, Nueva Ecija
69. GAISANO - BULUA - Gaisano Bulua Mall, Bulua St., Cagayan de Oro City, Misamis Oriental
70. GAISANO - ILIGAN - G/F Gaisano Citi Super Mall, Iligan City, Lanao del Norte
71. GAISANO - LAPU-LAPU CITY - Gaisano Mactan Island Mall, Pusok, Lapu-Lapu City, Cebu
72. GAISANO - MASBATE - Gaisano Capital Masbate, Quezon St., Crossing, Masbate City, Masbate
73. GAISANO - PUERTO - Unit #1 ATM - 2nd Level Gaisano Puerto, Sayre Highway, Puerto, Cagayan de Oro City, Misamis Oriental
74. GAISANO MALL - BAJADA DAVAO - Gaisano Mall of Davao, J.P. Laurel Ave., Bajada, Davao City, Davao del Sur
75. GAISANO MALL - CAGAYAN DE ORO - Unit #3 Level 2 Atrium Gaisano Mall, Corrales Extension cor. CM Recto Ave., Cagayan de Oro City, Misamis Oriental
76. GOLDEN PRINCE HOTEL - Golden Prince Hotel & Suites, Acacia St. cor. Archbishop Reyes Ave., Cebu City, Cebu
77. GOOD SAMARITAN HOSPITAL - Good Samaritan Compound, Burgos Ave., Cabanatuan City, Nueva Ecija
78. GREEN CITY MEDICAL CENTER DOLORES - Gapan Olongapo Road, San Fernando, Pampanga
79. GROSVENOR SQUARE - Grosvenor Square, Josefa St., Angeles City, Pampanga
80. HANN CASINO CLARK - Rewards Section, L Rivera Street, Clark Freeport Zone, Pampanga
81. HOLY ANGEL UNIVERSITY 2 - G/F Holy Angel University Student's Center, Sto. Rosario St., Angeles City, Pampanga
82. ILIGAN LIGHT AND POWER - Iligan Light and Power, Main Office Bldg. Bro. Jeffrey Road, Pala-o, Iligan City
83. JENRA JUMBO DOLORES - Olongapo-Gapan Road, Dolores, San Fernando, Pampanga
84. JENRA MALL - JENRA Grand Mall, Sto. Rosario St., Angeles City, Pampanga
85. JOLLIBEE - MABALACAT - ATM 2 ATM Center (beside Jollibee), McArthur Highway, Brgy. San Francisco, Mabalacat City, Pampanga
86. JOLLIBEE FLORIDABLANCA - Macabulos St., Floridablanca, Pampanga

87. JOLLIBEE FLORIDABLANCA 2 - Macabulos St., Floridablanca, Pampanga
88. JOLLIBEE GUAGUA - Jollibee Compound, Jose Abad Santos Avenue, Guagua, Pampanga
89. JOLLIBEE MONCADA - McArthur Highway, Poblacion 1, Moncada, Tarlac
90. JOLLIBEE SAN LEONARDO – Pan-Philippine Highway, Diversion Road, San Leonardo, Nueva Ecija
91. KCC MALL - GENSAN - G/F KCC Mall GenSan, J. Catolico Sr. Ave., Gen. Santos City, South Cotabato
92. KCC MALL DE ZAMBOANGA - KCC Mall de Zamboanga, Gov. Camins Rd., Camino Nuevo, Zamboanga City, Zamboanga del Sur
93. KMSCI - Kidapawan Medical Specialist Center Inc., Sudapin, Kidapawan City, North Cotabato
94. LA NUEVA MINGLANILLA - La Nueva Supermart Inc., Poblacion, Minglanilla, Cebu
95. LA NUEVA SUPERMART - La Nueva Supermart Inc., G.Y. Dela Serna St., Lapu-Lapu, Cebu City, Cebu
96. LAKEVIEW BINANGONAN - Manila East Road, Tagpos, Binangonan, Rizal
97. LCC PEÑARANDA - LCC Supermarket, Peñaranda cor. Rizal St., Legazpi City, Albay
98. LCC SUPERMARKET AYALA LEGAZPI - Liberty Center, Quezon Ave., Capantawan, Legazpi City, Albay
99. LEE HYPERMARKET - G/F Lee Plaza Hypermart, Jose E. Romero Sr. Ave., Bagacay, Dumaguete City, Negros Oriental
100. LEE SUPER PLAZA - G/F Lee Super Plaza, M. Perdices cor. San Jose St., Dumaguete City, Negros Oriental
101. LIM KET KAI MALL - M4-193B LIMKETKAI Mall, Lim Ket Kai Drive, Cagayan de Oro City, Misamis Oriental
102. LITE PORT TAGBILARAN - Celestino Gallares St., Poblacion 2, Tagbilaran City, Bohol
103. LOPUE'S EAST CENTRE - Lopue's East Centre, Burgos St. cor. Carlos Hilado National Highway, Bacolod City, Negros Occidental
104. LORMA HOSPITAL - Lorma Medical Center, San Fernando, La Union
105. LOTRIM DAVAO CITY - GF LCI Building 2, 100 Roxas Avenue, Barangay 32-D Poblacion, Davao City, Davao del Sur
106. LOTUS CENTRAL MALL - G/F Lotus Central Mall, Nueno Ave., Imus, Cavite
107. LVGH VALENCIA - La Viña General Hospital, ML Quezon St., Poblacion, Valencia City, Bukidnon
108. MAAP - Maritime Academy of Asia and the Pacific, Kamaya Point Road, Mariveles, Bataan
109. MACTAN MARINA MALL - G/F Mactan Marina Mall, MEPZ 1, Lapu-Lapu City, Cebu
110. MAGIC MALL - G/F Magic Mall, Alexander St., Poblacion, Urdaneta City, Pangasinan
111. MAGIC STARMALL - UGF Magic Star Mall, Romulo Blvd., Brgy. Cut-Cut 1, Tarlac City, Tarlac
112. MALOLOS OFF-BRANCH - G/F Graceland Mall, Bulacan State University Grounds, McArthur Highway, Guinhawa, Malolos City, Bulacan
113. MALTA HOSPITAL TORIL - Malta Hospital Toril, McArthur Highway, Toril, Davao City, Davao del Sur
114. MARIA AURORA MUNICIPAL - G/F Maria Aurora Municipal Hall, Aurora
115. MARIA REYNA HOSPITAL - Beside Hospital Entrance/Exit, Maria Reyna Hospital, T.J. Hayes St., Cagayan De Oro City, Misamis Oriental
116. MARITON GROCERY DON DOMINGO - Mariton Grocery, Don Domingo, Tuguegarao City, Cagayan
117. MARKET CITY - Market City Bldg., Bus Terminal, Agora, Cagayan De Oro, Misamis Oriental
118. MARQUEE MALL 1 - G/F Activity Center, Marquee Mall, Aniceto Gueco St., Angeles City, Pampanga
119. MCIA T2 DEPARTURE LEVEL - Terminal 2, International Departure Level, Mactan Cebu International Airport, Lapu-Lapu Airport Road, Lapu-Lapu City, Cebu
120. MCIA - DOMESTIC DEPARTURE HALL - Mactan Cebu International Airport, Lapu-Lapu Airport Road, Lapu-Lapu City, Cebu
121. MCIA DEPARTURE CHECK-IN SOUTHWING - Mactan Cebu International Airport, Lapu-Lapu Airport Road, Lapu City, Cebu
122. MERCY HOSPITAL ILIGAN - Sister of Mercy Road, Iligan City, Lanao del Norte
123. MHAM CEBU - Entrance Matias H. Aznar, Memorial College, R. Duterte St., Cebu City, Cebu
124. MIDORI CASINO CLARK - Casino Lobby, Recto St., Clark Freeport, Angeles, Pampanga
125. MINDANAO SANITARIUM AND HOSPITAL - Mindanao Sanitarium and Hospital, Tibanga Highway, Iligan City, Lanao del Norte
126. MJS HOSPITAL - Manuel J. Santos Hospital, 554 Montilla Blvd., Butuan City, Agusan del Norte
127. MONDE MY SAN CALAMBA - Carmelray II, Ridge Ave., Calamba, Laguna
128. MOTHER TERESA HOSPITAL - Mother Teresa of Calcutta Medical Center, McArthur Highway, Brgy. Maimpis, City of San Fernando, Pampanga
129. MUZON UPTOWN - G/F Muzon Uptown, Brgy. Muzon, San Jose Del Monte, Bulacan
130. NAGA PAROCHIAL SCHOOL - Corner Bagumabayan Sur and Ateneo Avenue, Naga City, Camarines Sur
131. NAGALAND E-MALL - P. Diaz cor. Elias Angeles St., San Francisco, Naga City, Cebu
132. NAKASHIN DAVAO INTERNATIONAL - Malagamot Road, Kilometer 14, Panacan, Davao City
133. NDMC MIDSAYAP – Notre Dame of Midsayap College, Quezon Ave., Pob. 5, Midsayap, Cotabato
134. NEPO MALL - ANGELES - Nepo Mall Angeles, Doña Teresa Ave. cor. St. Joseph St., Nepo Mart Complex, Angeles, Pampanga
135. NEWPOINT ANGELES - GF ATM Center Newpoint Mall, Plaridel St., Sto. Rosario, Angeles City, Pampanga
136. NORTHSIDE DOCTORS HOSPITAL - Northside Doctors Hospital, Guimod, Bantay, Vigan City, Ilocos Sur
137. NOTRE DAME DE CHARTRES HOSPITAL - Notre Dame De Chartres Hospital, #25 Gen. Luna Road, Baguio City, Benguet
138. NUEVA ECIJA DOCTORS HOSPITAL - Nueva Ecija Doctors Hospital, Maharlika Highway, Cabanatuan City, Nueva Ecija
139. NUVALI SOLENAD 2 - G/F Solenad 2 Nuvali, Sta. Rosa-Tagaytay Road, Don Jose, Sta. Rosa, Laguna
140. NUVALI SOLENAD 3 BLDG. B - G/F Bldg. B Solenad 3 Nuvali, Sta. Rosa-Tagaytay Road, Don Jose, Sta. Rosa, Laguna

141. NUVALI SOLENAD BLDG. E - Bldg. E, Solenad 3 Nuvali, Sta. Rosa-Tagaytay Road, Don Jose, Sta. Rosa, Laguna
142. ORCHARD GOLF AND COUNTRY CLUB – Club House Near Golf Accessories Store, The Orchard Golf and Country Club Inc., Dasmariñas, Cavite
143. OSPA - FARMERS' MEDICAL CENTER - Ormoc Sugarcane Planters Association - Farmers Medical Center, Carlota Hills, Brgy. Can-Adieng, Ormoc City, Leyte
144. OUR LADY OF THE PILLAR - G/F Our Lady of the Pillar Medical Center (near Emergency Room), Tamsui Ave., Bayan Luma II, Imus, Cavite
145. PANGASINAN MEDICAL CENTER - Pangasinan Medical Center, Nable St., Dagupan City, Pangasinan
146. PAVILION MALL - G/F Bldg. A, Pavilion Mall, KM. 35 Brgy. San Antonio, Biñan, Laguna
147. PELCO 1 MEXICO - Jose Abad Santos Ave., Mexico, Pampanga
148. PELCO III APALIT - PELCO III, Mc Arthur Highway, Sampaloc, Apalit, Pampanga
149. PLAZA FINA MAGALANG - Plaza Fina, Don Andres Luciano St., Magalang, Pampanga
150. PLG ECOZONE HERMOSA BATAAN - PLG Prime Global, FTI Group Bldg., GF Ecozone Industrial Park, Hermosa, Bataan
151. PORTA VAGA MALL - Porta Vaga Mall, Along Session Road, Baguio City, Benguet
152. PPL MCDONALD'S ORMOC - G/F IAL Building, Burgos St. cor. Rizal St., Ormoc City, Leyte
153. Primeway Plaza Cebu - F. Ramos St., Sta. Cruz, Cebu City, Cebu
154. PRINCE HYPERMART BAGO - Rizal St., Bago City, Negros Occidental
155. PRINCE HYPERMART DAANBANTAYAN - Prince Hypermart, Poblacion, Daanbantayan, Cebu
156. PRINCE HYPERMART HIMAMAYLAN - Brgy. Poblacion, Himamaylan City, Negros Occidental
157. PRINCE HYPERMART MANOLO FORTICH - Prince Hypermart, Sayre Highway, Manolo Fortich, Bukidnon
158. PRINCE HYPERMART TALISAY – Bonifacio St., Talisay City, Negros Occidental
159. PRINCE MALL OF BAYBAY - Prince Town Baybay, Andres Bonifacio & Manuel L. Quezon St., Baybay, Leyte
160. PUREGOLD - DAU - Lot 9 Blk 19 Cosco Building, McArthur Highway, Dau, Mabalacat, Pampanga
161. PUREGOLD OBANDO - Puregold Obando, P. Sevilla St., Brgy. Catanghalan, Obando, Bulacan
162. PUREMART BAUTISTA DASMARIÑAS – Blk. 23 L 46-49, Phase 1, Brgy. Bautista, Bagong Bayan, Dasmariñas, Cavite
163. PUREMART MARAGONDON - Poblacion 1-A, Maragondon, Cavite
164. PUREMART MARY CRIS GEN. TRIAS – Phase 2, Blk. 11 L4-6, Marycris Complex, Brgy. Pasong Camachile 2, Gen. Trisa, Cavite
165. QUICKMART DARAGA - Quickmart Bldg., Rizal St., Daraga, Albay
166. RIVERA HOSPITAL PANABO - Rivera Medical Center, National Highway, 7302 Brgy. San Francisco, Panabo City, Davao Del Norte
167. ROBINSONS CALASIAO - Robinsons Place Pangasinan, Brgy. San Miguel, Calasiao, Pangasinan
168. ROBINSONS GENSAN - G/F Robinsons Gensan, Jose Catolico Sr. Ave., Brgy. Lagao, General Santos City, South Cotabato
169. ROBINSONS TAGUM - National Highway, Tagum, Davao del Norte
170. ROYCE CASINO 1 - Casino Lobby near Cashier area, New Royce Casino, M. Roxas Highway, Clark Freeport, Angeles, Pampanga
171. ROYCE CASINO 2 - Casino ATM Area 7-87, New Royce Casino, M. Roxas Highway, Clark Freeport, Angeles, Pampanga
172. ROYCE CASINO 3 - ATM Area 5-6, near escalator, New Royce Casino, M. Roxas Highway, Clark Freeport, Angeles, Pampanga
173. ROYCE CASINO 4 - ATM Area 4 near Mall Entrance, New Royce Casino, M. Roxas Highway, Clark Freeport, Angeles, Pampanga
174. ROYCE CASINO 5 - Employees Area, New Royce Casino, M. Roxas Highway, Clark Freeport, Angeles, Pampanga
175. RPGMC TUGUEGARAO - Ronald P. Guzman Medical Center, Enrile Blvd., Carig, Tuguegarao City, Cagayan
176. SAMULCO - Sta. Ana Multi-Purpose Cooperative, Bldg. 1, Monteverde St., Davao City, Davao del Sur
177. SAN FERNANDINO HOSPITAL - San Fernandino Hospital, McArthur Highway, Bo. Dolores, San Fernando, Pampanga
178. SAVEWISE - POZORRUBIO - Savewise Bldg., Caballero St., Brgy. Cablong, Pozorrubio, Pangasinan
179. SHOP N RIDE GROTTTO - Santa Maria Tungkong Mangga Road, San Jose Del Monte, Bulacan
180. SHOPWISE - CEBU - Shopwise Bldg., N. Bacalso Ave., Basak, San Nicolas, Cebu City, Cebu
181. SHOPWISE - SAN PEDRO - Shopwise, National Highway, Brgy. Landayan, San Pedro, Laguna
182. SHOPWISE BUHAY NA TUBIG IMUS - Brgy. Buhay na Tubig, Imus, Cavite
183. SHOPWISE GRAND TERMINAL BATANGAS - Diversion Road, Brgy. Alangilan, Batangas City, Batangas
184. SHOPWISE LANCASTER IMUS - G/F Shopwise Lancaster City, Advincula Avenue, Imus City, Cavite
185. SIBALOM MUNICIPAL ANTIQUE - G/F Sibalom Municipal Hall, Sibalom, Antique
186. SKYRISE REALTY - G/F Skyrise IT Bldg., Gorordo Ave. cor. N. Escario St., Cebu City, Cebu
187. SM BAGUIO - SM Baguio, Luneta Hill, Upper Session Road, Baguio City, Benguet
188. SM CENTER ANGONO - SM Center Angono, Quezon Ave. Angono, Rizal
189. SM CENTER DAGUPAN - 2F SM Center Dagupan, M.H. del Pilar, Dagupan City
190. SM CENTER IMUS - N.I.A Road, Barangay Bucandala III, Imus, Cavite
191. SM CENTER TUGUEGARAO - 2F SM Center Tuguegarao Downtown, Luna St. cor Mabinit St., Tuguegarao City, Cagayan
192. SM CITY BACOLOD - G/F Bldg. A, ATM #3 SM City Bacolod, Reclamation Area, Bacolod City, Negros Occidental
193. SM CITY BALIWAG - G/F SM City Baliwag, Doña Remedios Trinidad Highway, Brgy. Pagala, Baliwag, Bulacan
194. SM CITY BATANGAS - SM City Batangas, M. Pastor Ave., Pastor Village, Brgy. Pallocan Kanluran, Batangas City, Batangas

195. SM CITY BATANGAS 2 - SM City Batangas, M. Pastor Ave, Pastor Village, Brgy. Pallocan Kanluran, Batangas City, Batangas
196. SM CITY CABANATUAN - ATM Center, SM City Cabanatuan, Maharlika Highway, Brgy. H. Concepcion, Cabanatuan City, Nueva Ecija
197. SM CITY CAGAYAN DE ORO - ATM Center 2, Main Entrance, SM City Cagayan de Oro, Masterson Ave., Cagayan De Oro, Misamis Oriental
198. SM CITY CALAMBA - G/F SM City Calamba, National Road, Brgy. Real, Calamba City, Laguna
199. SM CITY CALAMBA 2 - 2F SM City Calamba, National Road, Brgy. Real, Calamba City, Laguna
200. SM CITY CALAMBA 3 - SM City Calamba, National Road, Brgy. Real, Calamba City, Laguna
201. SM CITY CAUAYAN - Maharlika Highway, Brgy. District II, Cauayan City, Isabela
202. SM CITY CLARK OFF-BRANCH - ATM #1 SM City Clark (in-front of transport terminal), M. Roxas Highway, CSEZ, Angeles City, Pampanga
203. SM CITY DAET - 2/F SM City Daet, Vinzons Avenue, Brgy. Lag-on, Daet, Camarines Norte
204. SM CITY DASMARIÑAS 2 - G/F SM City Dasmariñas, Governor's Drive cor. Aguinaldo Hiway, Brgy. Sampaloc 1, Dasmariñas, Cavite
205. SM CITY GENERAL SANTOS - SM City Gen Santos, Santiago Blvd. cor. San Miguel St., Brgy. Lagao, Gen. Santos City, South Cotabato
206. SM CITY ILOILO - GF SM City Iloilo, Old Iloilo-Capiz Road, Iloilo City
207. SM CITY LIPA OFF-BRANCH - ATM 2, SM City Lipa, Ayala Highway, Brgy. Maraouy, Lipa City, Batangas
208. SM CITY OLONGAPO CENTRAL 2F - 2F East Tapinac, Olongapo City, Zambales
209. SM CITY ROSALES - SM City Rosales, MacArthur Highway, Carmen East, Rosales, Pangasinan
210. SM CITY TANZA TERMINAL - Terminal Area, SM City Tanza, Brgy. Daang Amaya II, Tanza, Cavite
211. SM CITY TARLAC - G/F SM City Tarlac, McArthur Highway, Brgy. San Roque, Tarlac City, Tarlac
212. SM CITY URDANETA - McArthur Highway, Urdaneta, Pangasinan
213. SM DAVAO - ATM Center 1, SM City Davao, Quimpo Blvd. cor. Tulip Drive, Ecoland Subd., Brgy. Matina, Davao City, Davao del Sur
214. SM LANANG PREMIER OFF-BRANCH - UGF SM Lanang Premier, J.P. Laurel Ave., Brgy. San Antonio, Davao City, Davao del Sur
215. SM LEMERY - SM Center Lemery, Ilustre Avenue, Lemery, Batangas
216. SM MARILAO OFF-BRANCH - G/F SM City Marilao, MacArthur Highway, Marilao, Bulacan
217. SM MARKET MALL - ATM 3 SM Market Mall Dasmariñas, Congressional Ave., Dasmariñas Bagong Bayan, Dasmariñas, Cavite
218. SM MINDPRO ZAMBOANGA - G/F La Purisima St., Brgy. Zone III Poblacion, Zamboanga City
219. SM SUPERCENTER MOLINO - G/F SM Supercenter Molino, Molino Road, Brgy. Molino 4, Bacoar, Cavite
220. SOCSARGEN COUNTY HOSPITAL - Socsargen County Hospital, Arradaza St., General Santos City, South Cotabato
221. SOUTH TOWN CENTRE TALISAY - South Gate Mall, Tabunok, Talisay, Cebu
222. SOUTHWAY MALL - The Southway Square Mall, Gov. Lim Ave. cor. La Purisima St., Zamboanga City, Zamboanga del Sur
223. ST. ELIZABETH HOSPITAL - L. Santiago Blvd. corner National Highway, General Santos City
224. ST. ELIZABETH HOSPITAL 2 - Lobby Out Patient, L. Santiago Blvd. corner National Highway, General Santos City
225. STA. ROSA HOSPITAL - Sta. Rosa Hospital and Medical Center, San Lorenzo Road, Brgy. Balibago, Sta. Rosa, Laguna
226. STARSHOP BALITI PAMPANGA - McArthur Hiway cor. Baliti Road, San Fernando, Pampanga
227. SUPER METRO CARCAR - Natalio B. Bacalso National Highway, Carcar City, Cebu
228. SUPERL PHILS BACOLOR - Angeles Industrial Park, PEZA, Brgy. Calibutbut, Bacolor, Pampanga
229. SWISSOTEL CLARK - Hotel Lobby, L. Rivera Street, Clark Freeport Zone, Pampanga
230. TARGET MALL 1 - G/F Target Mall, Sta. Rosa Commercial Complex, Brgy. Balibago, Sta. Rosa, Laguna
231. TARGET MALL 2 - ATM 4 Canopy Area, Target Mall, Sta. Rosa Commercial Complex, Brgy. Balibago, Sta. Rosa, Laguna
232. THE DISTRICT - DASMARIÑAS - G/F The District - Dasmariñas, Molino-Paliparan Road, Dasmariñas City, Cavite
233. THE DISTRICT - IMUS - The District Imus, Aguinaldo Highway cor. Daang Hari Road, Brgy. Anabu II-D, Imus, Cavite
234. THREADNETICS PULILAN - San Bernardino St., Dampot II-B, Pulilan, Bulacan
235. TOYOTA SAN NICOLAS - Brgy.16 San Marcos, San Nicolas, Ilocos Norte
236. UNION CHRISTIAN COLLEGE - Union Christian College, Widdoes St., Brgy. II, San Fernando, La Union
237. UNIVERSITY OF BAGUIO - University of Baguio, Assumption Road, Baguio City, Benguet
238. UNIVERSITY OF BOHOL - University of Bohol, Ma. Clara St., Tagbilaran City, Bohol
239. UNIVERSITY OF ILOILO - University of Iloilo Campus, Rizal St., Iloilo City
240. UNIVERSITY OF PERPETUAL HELP - BIÑAN - Dr. Jose Tamayo Medical Bldg., University of Perpetual Help System Laguna, Brgy. Sto. Niño, Biñan, Laguna
241. UNIVERSITY OF SAN CARLOS - University of San Carlos Main University Bldg., Pantaleon del Rosario St., Cebu City, Cebu
242. USC - TALAMBAN - USC Talamban Campus, Gov. M. Cuenco Ave., Brgy. Nasipit, Talamban, Cebu City, Cebu
243. VIRAC TOWN CENTER - Virac Town Center, Catanduanes Circumferential Road, Virac, Catanduanes
244. VISION FEEDMILLS ROSARIO - Rosario - San Juan - Candelaria Road, Rosario, Batangas
245. WALTER MART - CABANATUAN - Maharlika Highway, Brgy. Dicarma, Cabanatuan City, Nueva Ecija
246. WALTER MART - CARMONA - G/F Walter Mart Carmona, Macaria Business Center, Governor's Drive, Carmona, Cavite
247. WALTER MART - CANDELARIA QUEZON - KM 0108 Daang Maharlika Highway, Brgy. Malabanan Norte, Candelaria
248. WALTER MART - CAPAS - Walter Mart Shopping Center Capas, KM 107.5 McArthur Highway, Brgy. Sto. Domingo I, Capas, Tarlac
249. WALTER MART - DASMARIÑAS - G/F Walter Mart Dasmariñas, Barrio Burol Aguinaldo Highway, Dasmariñas City, Cavite

250. WALTER MART - GEN. TRIAS - G/F Waltermart General Trias, Governors Drive, Barrio Mangahan, General Trias, Cavite
251. WALTER MART - MALOLOS - Walter Mart Shopping Center Malolos, KM 45 McArthur Highway, Brgy. Longo, Malolos, Bulacan
252. WALTER MART - MOLINO BACOR - Molino Blvd., Bacoor, Cavite
253. WALTER MART - SAN FERNANDO - Walter Mart San Fernando, McArthur Highway, Brgy. San Agustin, San Fernando, Pampanga
254. WALTER MART - STA. ROSA 1 - UGF Waltermart Sta. Rosa, San Lorenzo Village, Balibago Road, Brgy. Balibago, Sta. Rosa, Laguna
255. WALTER MART - STA. ROSA 2 - UGF Waltermart Sta. Rosa, San Lorenzo Village, Balibago Road, Brgy. Balibago, Sta. Rosa, Laguna
256. WALTER MART - STA. ROSA BEL-AIR - Walter Mart Bel-Air, Sta. Rosa Tagaytay Road, Pulong Sta. Cruz, Sta. Rosa, Laguna
257. WALTER MART - TAGAYTAY - G/F Ayala Mall Serin, Tagaytay-Nasugbu Highway, Silang Junction South, Tagaytay City, Cavite
258. WALTER MART - TANAUAN - Walter Mart Tanauan, J. P. Laurel National Highway, Brgy. Darasa, Tanauan, Batangas
259. WELLCOME MINIMART BASISTA - National highway, Basista, Pangasinan
260. WESLEYAN UNIVERSITY - Wesleyan University of the Philippines, Mabini St. Extension, Cabanatuan City, Nueva Ecija
261. WNU STI UNIVERSITY - STI West Negros University, Burgos cor. Hilado St., Bacolod City, Negros Occidental
262. XAVIER UNIVERSITY - G/F Library Annex, Xavier University, Corrales Ave., Cagayan De Oro City, Misamis Oriental
263. YASHANO MALL LEGAZPI - Yashano Mall, F. Imperial St. cor. Terminal Rd. 1, Legazpi Port District, Legazpi City, Albay
264. YUBENGCO STARMALL - Yubengco Starmall, Maria Clara Lorenzo Lobregat Highway, Putik, Zamboanga City, Zamboanga del Sur
265. YU-YU CAFE & DESSERT SHOPPE TAGUM - National Highway cor. Quirante II St., Magugpo Poblacion, Tagum City, Davao del Norte
266. ZAMBOANGA PENINSULA MEDICAL CENTER- Zamboanga Peninsula Medical Center, Maria Clara Lobregat Highway, Putik, Zamboanga City, Zamboanga del Sur

China Bank Savings – Off Branch ATM Directory

1. CALAMBA DOCTORS HOSPITAL – KM. 49 National Highway, Parian, Calamba City, Laguna
2. RIS – RIS DEVELOPMENT CORPORATION – 168 Mercado St Tabe, Guiguinto, Bulacan 03015
3. ZAMECO – ZAMECO II Head Office Compound, National Road, Brgy. Magsaysay, Castillejos, Zambales
4. SAINT LOUIS COLLEGE LA UNION – St. Louis College Carlatan San Fernando City, La Union
5. RACAL BUILDERS BLACAN – 200 Quirino Hwy, San Jose Del Monte City, Bulacan
6. DIVI MALL TAMBO – Quirino Avenue Tambo, Parañaque City
7. C.P. REYES HOSPITAL – C.P. Reyes Hospital, Mabini Avenue, Tanauan, Batangas
8. APD PUERTO PRINCESA – Rizal Avenue corner Roxas St., Brgy. Tagumpay, Puerto Princesa City, Palawan

(f) Status of Publicly Announced New Products and Services

<i>Product</i>	<i>Status</i>
Deposit Products	
OKS Savings Account (PHP) (via China Bank START App)	Fully operational
ATM Savings Account (PHP) (via China Bank START App)	Fully operational

(g) Competition

As of December 2022, there are 45 universal and commercial banks in the Philippines – 16 private domestic banks, 24 foreign bank branches, three government banks, and two foreign bank subsidiaries. The BSP also granted six digital bank licenses to GoTyme Bank Corporation, Maya Bank, Inc., Overseas Filipino Bank, Inc., Tonik Digital Bank, Inc., Union Digital Bank and UNObank, Inc. – all of which are already in operation as of year-end 2022.

The combined assets of the universal & commercial banking (UK/B) and thrift banking (TB) industries as of December 2022 expanded by 11% or P2.2 trillion year-on-year to P22.7 trillion. China Bank's assets jumped 20% to P1.3 trillion, recording one of the fastest growth rates among the top 10 banks and well above the industry's growth rate.

Industry deposits went up 9% or P1.5 trillion to P17.5 trillion, while gross loans grew 12% or P1.2 trillion to P11.7 trillion. Gross non-performing loans (NPL) contracted by 12% to P379 billion, resulting in lower gross NPL ratio of 3.2% from 4.1% as of December 31, 2021. NPL cover, on the other hand, improved to 108% from 89%.

Combined equity of the UK/B & TB industries went up by 5% or P120 billion to P2.6 trillion. UK/B industry Capital Adequacy Ratio (CAR) as of September 2022 went down versus December 2021 to 15.57% on a solo basis and 16.24% on a consolidated basis.

Among private universal banks, China Bank is now the fourth largest in terms of assets, ahead of mid-tier banks RCB and PNB with resources both around P1.2 trillion. The bank advanced as the fourth largest lender (from fifth last year) and fourth largest deposit-taker (from fifth last year) and with sixth largest equity.

(h) Transactions with and/or dependence on related parties

In the ordinary course of business, the Bank has loans and other transactions with its subsidiaries and affiliates, and with certain directors, officers, stockholders, and their related interest (DOSRI). These loans and other transactions are in accordance with the Bank's policy and should be reviewed by the Related Party Transaction Committee to ensure that they are conducted at arm's length basis at fair market prices and upon terms not less favorable to Bank than those offered to others and in compliance with all regulatory requirements. Related party transactions are presented to the stockholders during the annual stockholders' meeting for ratification.

(i) Trademarks, Licenses, Franchises, etc.

China Bank is operating under a universal banking license obtained in 1991. Over the years, China Bank has registered its corporate brand, slogan, and product trademarks with the Intellectual Property Office (IPO) of the Philippines – Bureau of Trademarks, as follows:

- | | |
|---|--|
| • China Bank – Your Success is Our Business, More Than Your Banker, the Right Partner | • ChinaBank Cash Management |
| • China Bank Treasury Investments | • ChinaBank WritePlus |
| • ChinaBank GS Fund | • ChinaBank Check Depot |
| • ChinaBank Online | • ChinaBank Sure Sweep |
| • ChinaBank Diamond Savings Account | • ChinaBank Sure Collect |
| • ChinaBank Dollar Fund | • ChinaBank Bills Pay Plus |
| • ChinaBank ChinaCheck Plus | • ChinaBank ACA Auto-Credit Arrangement |
| • ChinaBank HomePlus | • ChinaBank ADA Auto-Debit Arrangement |
| • ChinaBank AutoPlus | • ChinaBank EGOV |
| • ChinaBank Platinum | • ChinaBank Corporate Bills Payment |
| • ChinaBank Prime | • ChinaBank Escrow Agency Services POEA |
| • ChinaBank World | • ChinaBank Partnership Banking |
| • ChinaBank Premium Savings Account | • ChinaBank Direct Debit Arrangement |
| • ChinaBank Wealth Management | • ChinaBank Trust and Asset Management Group |
| | • China Bank Online Kababayan Services (OKS) |

All the Bank's trademark registrations are valid for 10 years with expiration years varying from 2020 to 2030.

The Bank closely monitors the expiry and renewal dates of these trademark names to protect the Bank's brand equity.

(j) Sources and Availability of raw materials and the names of principal suppliers.

Not applicable.

(k) Disclose how dependent the business is upon a single customer or a few customers.

Not applicable.

(l) Need for any government approval of principal products or services.

The Bank secures regulatory approval of all its products and services, as required.

(m) Effect of existing or probable governmental regulations on the business.

The Bank strictly complied with the Bangko Sentral ng Pilipinas (BSP) requirements in terms of reserves, liquidity position, capital adequacy, limits on loan exposure, cap on foreign exchange holdings, provision for losses, anti- money laundering provisions and other reportorial requirements

(n) Amount spent on research and development activities

(In Thousand Pesos)	2022	2021	2020
Education & Training	39,974	23,691	27,325
Advertising Expenses	59,744	50,064	87,179
Technology	1,373,292	1,350,448	1,159,747

(o) Cost and effect of compliance with environmental laws.

Not applicable.

(p) Total number of employees

The Bank highly values its human resources. It expects each employee to do his share in achieving the Bank's set goals; in return, the Bank has in place policies and programs for the protection and growth of employees.

Below is the breakdown of the manpower complement in 2022 as well as the projected headcount for 2023:

	2023			2022		
	Officers	Staff	Total	Officers	Staff	Total
Marketing	1,951	411	2,362	1,886	397	2,283
Operations	994	4,925	5,919	961	4,761	5,722
Support	870	996	1,866	841	963	1,804
Technical	266	176	442	258	170	428
TOTAL	4,081	6,508	10,589	3,946	6,291	10,237

(q) Risk Management

Risks are part of doing business. Effective risk management rather than outright risk avoidance has been a guiding principle at China Bank, enabling us to maintain highly profitable and stable operations while undertaking only well-calculated risks for commensurate returns. Risk oversight is a primary Board responsibility, setting the tone for a sound risk culture. Management handles the implementation of the Enterprise Risk Management Framework and day-to-day risk management, ensuring the Bank operates within the established risk appetite and limits. Effective risk management is reinforced as a discipline group-wide through trainings and communication.

Risk governance system

At China Bank, managing risks is everyone's business. Our framework ensures that the Board direction on strategy and risks are well articulated in the risk policies and that risk appetites, limits, and measures are identified and monitored. We subscribe to a Three Lines of Defense approach to effectively manage group-wide risks. The first line of defense is risk management by the business lines, wherein business unit engages in risk-taking within the established range of risk appetite, and promptly implements risk control at the on-site level when a risk arises. The second line of defense is Compliance and Risk Management. Compliance Division is in charge of the compliance risk management system to identify and mitigate risk that may erode the franchise value of the Bank, while the Risk Management Group (RMG) acts as a restraint function for the risk taking of the first line of defense, and supervises and provides guidance regarding the risk governance system. RMG reports on the status of risk management to the Board of Directors through the Risk Oversight Committee. The third line of defense is the Audit Division which validates the effectiveness and appropriateness of the group-wide risk governance system and processes from an independent standpoint.

Risk Management Group

The Risk Management Group (RMG), headed by the Chief Risk Officer (CRO), performs overall risk management, identifies and evaluates group-wide risks, creates a risk management process, formulates recovery strategies, and sets risk limits in accordance with the Board-approved risk management policies. RMG applies the principles of sound governance to the identification, assessment, monitoring, and mitigation of risks. Risk identification and assessment are embedded in our work processes and critical business systems to ensure that decision-making is based on valid data. RMG distinguishes the different types of risk and takes an integrated approach, guided by supporting frameworks and policies which are regularly reviewed and enhanced, to effectively manage the Bank's financial, nonfinancial, and emerging risks.

Credit risk

During the normal course of lending and credit underwriting, the Bank is exposed to credit risk which is the risk of financial loss where a customer or counterparty fails to meet their financial obligations to China Bank. The policies for managing credit risk are determined at the business level with specific procedures for different risk environments and business goals. Risk limits and thresholds have been established to monitor and manage credit risk from individual counterparties and/or group of counterparties, countries, and industry sectors. Periodic assessments are also conducted to review the creditworthiness of our counterparties.

Credit risk for large corporates and medium-sized entities is measured through the Internal Credit Risk Rating System (ICRRS). For smaller businesses, retail and individual loan accounts, the credit scoring system used is the Borrower Credit Score (BCS). There is a separate application scorecard for auto loans and housing loans, while Transunion Bureau score is used for credit cards in conjunction with other credit acceptance criteria. The Bank also has a rating system for Philippine universal, commercial, thrift, rural, and cooperative banks. In addition, the Bank has a Sovereign Risk Rating Model used to assess the strength of the country rated with reference to its economic fundamentals, fiscal policy, institutional strength, and vulnerability to extreme events.

The Bank regularly monitors the performance of its rating models and scorecards. Over the years, it has partnered with third party consultants such as Moody's Analytics and Teradata for model validation, model recalibration, and knowledge transfer projects. Internally, it also conducts periodic review of the performance of the models by running statistical metrics. This is to ensure that they continue to be a reliable tool in the Bank's credit evaluation process.

The ICRRS validation and recalibration engagement with Moody's Analytics and the parallel run of candidate models culminated in the approval of the recalibrated ICRRS model by the Board in 2019. For the past 2 years, focus of model-related activities was on the review of the housing and auto loan scorecards. This is in addition to the development and approval for implementation of the scorecard for

Contract to Sell (CTS) without recourse loans. For 2023, the Bank's activities will focus on the remodeling of the Housing Loans scorecard and the recalibration of the Borrower Credit Score to improve its performance.

Market and liquidity risk

Operating in a market that is dynamic and often unpredictable, China Bank is exposed to market risk—the risk of changes in market factors, such as foreign exchange, interest rates and equity prices negatively impacting earnings. This includes interest rate risk in the banking book which is the risk to interest income from a mismatch between the duration of assets and liabilities. The Bank is also exposed to liquidity risk, which is the current and future risk arising from a company's inability to meet its financial obligations when they come due. The objective of our market risk policies is to obtain the best balance of risk and return while meeting our stakeholders' requirements. On the other hand, our liquidity risk policies center on maintaining adequate liquidity at all times to be in a position to meet all obligations as they fall due. Market risk, interest rate risk, and liquidity risk exposures are managed through a risk management framework comprising of limits, triggers, monitoring, and reporting process that are in accordance with the risk appetite of the Board. Market risk exposures are measured and monitored through reports from our Market Risk Management System. We use Historical Simulation Value-at-Risk (VaR) approach for all treasury traded instruments, including fixed income bonds, foreign exchange swaps and forwards, interest rate swaps, and equity securities. Meanwhile, liquidity and interest rate risk exposures are measured and monitored through the Maximum Cumulative Outflow (MCO) and Earnings-at-Risk (EaR) reports from our Asset and Liability Management (ALM) system. Based on the latest annual validation of Internal Audit, our internal risk measurement models –VaR, EaR, and MCO – remain appropriate and adequate.

Operational risk

China Bank looks to be an admired and innovative financial services institution that partners with customers, employees and shareholders in wealth and value creation. The bank recognizes that operating soundly and innovating nimbly are keys to sustaining the faith and credit its stakeholders. Our Operational Risk Management Framework provides guidelines that operational workflows sustain the Bank's growth and profit objectives. Our framework advocates a culture of risk recognition, risk control and risk management. It includes policies, processes, procedures, and various tools, which includes Risk Assessment, Control Self-Assessment, Loss Incident Reporting System and reporting of Key Risk Indicators to manage operational risks.

Business continuity management (BCM)

China Bank recognizes infrastructure availability to be critical in minimizing the effects of potentially disruptive events. We strengthen the ability of our operations to recover from significant business disruptions that may include natural calamities, pandemics, and disasters through developing, reviewing and testing our resilience plans.

Information technology (IT) risk

China Bank recognizes the horizons that open with the use of Information Technology to deliver products and services or to increase the efficiency of service fulfillment and product delivery. The Bank's information technology risk infrastructure centers on ensuring: the soundness of IT Operations, the effectivity of IT Security in the face of increasing cyber threat landscape, the orderliness of implementation of IT Projects particularly as the Bank prepares to embark on a digitization effort. The Board of the Parent Bank delegates to the IT Steering Committee (ITSC) the responsibility for implementing our IT strategies and cohesively monitor IT performance. Our ITSC includes the participation of three directors who oversee the institution's IT function as well as members of management that oversee business execution and business support functions. Governance functions participate in ITSC meetings in advisory capacity. The ITSC aggregates IT concerns from all over the enterprise to ensure concerted implementation of the Group's IT Strategy. The allied subsidiary and affiliate enterprises ensure their respective Boards', Senior Managements and Risk functions remain aware of all businesses they raise before the ITSC.

Trust risk

With the extensive development of the financial market, the Bank continues to place great importance on managing all the risks specific to our Trust business, including legal, strategic, and reputational risks. Trust risk is managed in accordance with the Guidelines in Strengthening Corporate Governance and Risk Management Practices on Trust, Other Fiduciary Business, and Investment Management Activities (BSP Circular 766), as well as the Bank's internal Trust Risk Management Guidelines.

Integrated stress test

RMG has an Integrated Stress Testing (IST) framework to evaluate the Bank's overall vulnerabilities on specific events or crisis and gauge the ability to withstand stress events, in addition to the silo stress tests. The IST covers all the major risk areas of the Bank and complements the Pillar I Plus Approach which is the basis for the Internal Capital Adequacy Assessment Process (ICAAP) capital charge under normal condition.

(r) Additional requirements as to certain issues or issuers.

Not Applicable

- (i) Debt Issues
- (ii) Investment Company Securities

Item 2. Properties

(a) Principal Properties Owned

The Bank conducts its business in its Makati headquarters situated on a 2,977 square meter lot (2 parcels) with a multi storey building appraised at P1.8 billion, with business address at 8745 Paseo de Roxas cor. Villar St., Makati City. Its Binondo Business Center is located at a 1,233 sq. m. lot at the corner of Dasmariñas and Juan Luna streets (4 parcels of land with two multi-storey commercial buildings). China Bank Savings Head Office is situated on a 2,400 square meter lot (2 parcels) with a multi storey building with business address at CBS Building 314 Sen. Gil J. Puyat Avenue, Makati City. The average lease period of branches is 10 years and the average annual rental fee is The average lease period of branches is 10 years and the average annual rental fee is around P1.6 million.

China Bank Parent

(i) Bank-owned Properties - Metro Manila & Provincial Branches

	BRANCH	ADDRESS
1	Angeles City	CBC-Building, 949 Henson St., Angeles City
2	Araneta Ave	Philippine Whithasco Bldg. 420 Araneta Avenue, cor. Bayani St., Quezon City
3	Asuncion	Units G6 & G7 Chinatown Steel Towers, Asuncion St., San Nicolas, Manila
4	Bacolod – Araneta	CBC-Building, Araneta corner San Sebastian Streets, Bacolod City
5	Banawe	CBC Building, 680 Banawe Avenue, Sta. Mesa Hts. District I, Quezon City
6	Binondo Business Center	CBC Bldg., Dasmariñas cor. Juan Luna Sts. Binondo, Manila
7	Butuan	CBC-Building J.C. Aquino Ave. Butuan City
8	Cabanatuan - Maharlika	CBC-Building, Maharlika Highway Cabanatuan City
9	Cagayan De Oro - Lapasan	CBC Building, Claro M. Recto Avenue, Lapasan, Cagayan de Oro City
10	Cainta	CBC Bldg (Beside Sta. Lucia East Mall) Felix Ave. (Imelda Ave.), Cainta, Rizal
11	Catbalogan	CBC-Building Del Rosario St. cor. Taft Ave., Catbalogan City
12	Cavite - Dasmariñas	CBC-Building, Gen. E. Aguinaldo Highway, Dasmariñas, Cavite
13	Cavite – Imus	CBC-Building, Nueno Avenue Tanzang Luma, Imus, Cavite
14	Cavite – Rosario	CBC-Building, Gen Trias Drive, Rosario, Cavite
15	Cebu – Banilad	CBC-Building AS Fortuna St. Banilad Cebu City
16	Cebu – Guadalupe	CBC Building, M. Velez Street, cor. V. Rama Ave., Guadalupe, Cebu City
17	Cebu – Magallanes	CBC-Building, Magallanes corner Jakosalem Sts., Cebu City
18	Cebu – Talisay	CBC-Building., 1055 Cebu South National Road Bulacao, Talisay City, Cebu
19	Cebu Business Center	CBC-Building, Samar Loop corner Panay Road, Cebu Business Park, Cebu City
20	Cubao Aurora	911 Aurora Blvd Ext. corner Miami Street, QC
21	Davao – Recto	CBC-Building, C.M. Recto Ave. cor. J. Rizal St. Davao City
22	Dipolog City	CBC Building, Gen Luna corner Gonzales Streets, Dipolog City
23	Divisoria Sta. Elena	Unit G22 New Divisoria Condominium Ctr, Sta. Elena St. near cor Tabora St., Binondo, MM
24	Dumaguete City	CBC-Building Real St., Dumaguete City
25	E. Rodriguez Sr. Blvd	CBC Bldg., #286 E. Rodriguez Sr. Blvd., Brgy. Damayang Lagi, Quezon City
26	Gen. Santos City	CBC-Building, I. Santiago Blvd., Gen. Santos City, South Cotabato
27	Gil Puyat - Elizabeth Place	G/F Elizabeth Place, Gil Puyat Ave., Makati City
28	Iloilo – Rizal	CBC-Building Rizal cor. Gomez Sts., Brgy. Ortiz, Iloilo City
29	Kalookan	CBC Bldg., 167 Rizal Avenue Extension Grace Park, Kalookan City
30	Katipunan-St. Ignatius Branch	CBC Bldg., No. 121 Katipunan Ave. Bgy. St. Ignatius, Quezon City

	BRANCH	ADDRESS
31	Las Piñas	CBC- Bldg., Alabang-Zapote Road cor. Aries St., Pamplona Park Subd., Las Piñas City
32	Legaspi Village - AIM	G/F Cacho-Gonzales Building,101 Aguirre cor. Trasierra Sts, Legaspi Vill., Makati City
33	Legaspi Village - Salcedo	G/F Fedman Suites, 199 Salcedo Street Legaspi Village, Makati City
34	Makati Main	CBC Building 8745 Paseo de Roxas corner Villar Streets, Makati City
35	Malabon - Gov. Pascual Ave.	CBC Building, Gov. Pascual Ave., Malabon City
36	Malabon - Potrero	CBC Bldg., McArthur Highway, Potrero, Malabon
37	Mandaluyong - Pioneer	UG-05 Globe Telecom Plaza Tower I Pioneer Street, Mandaluyong City
38	Ormoc City	CBC-Building, Real cor. L. Jaena Sts., Ormoc City
39	Ortigas - ADB Ave.	LGF City & Land Mega Plaza ADB Ave. cor. Garnet Rd. Ortigas Ctr. Pasig City
40	Ortigas - Jade Drive	Unit G-03, Antel Global Corporate Center Jade Drive, Ortigas Center, Pasig
41	Pasay - Roxas Blvd.	GF Unit G-01 Antel Seaview Towers 2626 Roxas Blvd., Pasay City
42	Pasay -Libertad	CBC-Building, 184 Antonio Arnaiz Avenue (Formerly Libertad), Pasay City
43	Pasong Tamo - Cityland	Units UG29-UG32 Cityland Pasong Tamo Tower 2210 Pasong Tamo St., Makati City
44	Quiapo	216-220 Villalobos St., Quiapo, Manila
45	Roosevelt	CBC Bldg., #293 Roosevelt Ave., San Francisco Del Monte, Quezon City
46	Salcedo Village - LP Leviste	Unit 1-B G/F The Athenaeum San Agustin – LP Leviste St, Salcedo Village, Makati City
47	Salcedo Village - Tordesillas	G/F Prince Tower Condominium 14 Tordesillas St, Salcedo Village, Makati City
48	Salcedo Village - Valero	Valero Tower, 122 Valero Street Salcedo Village, Makati City
49	San Fernando	CBC-Building, V. Tionico Street San Fernando, Pampanga
50	San Fernando - Dolores	CBC-Building, McArthur Highway, Dolores, City of San Fernando, Pampanga
51	San Juan	17 (new) F. Blumentritt St, San Juan, M. M.
52	Shaw - Haig	G/F First of Shaw Bldg, Shaw Blvd. corner Haig St., Mandaluyong City
53	Shaw- Summit One	Unit 102 Summit One Office Tower 530 Shaw Boulevard Mandaluyong City
54	Sorsogon	CBC Building, Ramon Magsaysay Avenue Sorsogon City, Sorsogon
55	Tarlac	CBC Building, Panganiban near corner F. Tanedo Street, Tarlac City, Tarlac
56	Timog Avenue	G/F Prince Jun Condo., 42 Timog Ave., Q.C.
57	Valenzuela	CBC-Bldg., McArthur Highway cor. V. Cordero St., Marulas, Valenzuela City
58	Visayas Ave.	CBC-Building, Visayas Avenue corner Congressional Ave. Ext, Quezon City
59	West Ave.	82 West Avenue, Quezon City
60	Zamboanga City	CBC-Building, Gov. Lim Avenue corner Nunez Street, Zamboanga City
61	BEL-AIR JUPITER	Buendia Car Exchange, Jupiter Street, Makati City
62	BF Resort Village	BF Resort Drive cor. Gloria Diaz St, BF Resort Village Talon Dos, Las Piñas City
63	Cagayan De Oro - Divisoria	RN Abejuela St, South Divisoria, Cagayan de Oro City
64	Gen. Santos City - Dadiangas	M. Roxas Ave. corner Lapu-Lapu Street, Brgy. Dadiangas East, Gen. Santos City, South Cotabato
65	Las Piñas - Manuela	Alabang-Zapote Road cor Philamlife Ave., Pamplona Dos, Las Piñas City
66	Ortigas Complex	G/F Padilla Building, F. Ortigas Jr. Road (formerly Emerald Avenue), Ortigas Center, Pasig City.
67	Philam	#8 East Lawin Drive, Philam Homes, QC

(ii) Leased Properties – Metro Manila & Provincial Branches

	BRANCH	ADDRESS	LEASE COMMENCEMENT	LEASE EXPIRATION	MONTHLY RENT
1	999 Mall (formerly Tutuban Center)	Unit 3D-5; 3D-7 999 Shopping Mall Bldg. 2 Recto-Soler Sts. Binondo, Manila	November 27, 2022	November 26, 2027	167,587.06
2	A. Bonifacio - Mauban	G/F Urban Oasis Residences, 423-431, A. Bonifacio Ave., Brgy. San Jose, Quezon City	April 1, 2016	March 31, 2026	129,329.86
3	Alabang Hills	G/F RBC-MDC Corporate Center, Don Jesus Blvd., Alabang Hills Village, Muntinlupa City	May 1, 2016	April 30, 2026	151,091.32
4	Albay	Rizal St. cor. Gov. Reynold Street, Old Albay District, Legazpi City	December 1, 2017	November 30, 2037	91,271.04
5	Alvarado	Alvarado St. Binondo, Manila	August 1, 2017	July 31, 2027	121,479.92
6	Angeles City- Marquee Mall	G/F Marquee Mall, Angeles City, Pampanga	October 1, 2021	September 30, 2026	197,261.03
7	Angeles City- Balibago	Diamond Square, Service Road McArthur Highway cor. Charlotte St. Balibago, Angeles City, Pampanga	August 10, 2021	August 9, 2023	173,748.79
8	Angeles- Sto. Rosario	Angeles Business Center Bldg., Teresa Avenue, Nepo Mart Complex, Angeles City, Pampanga	May 1, 2022	April 30, 2027	96,058.05
9	Angeles-McArthur Highway	CBC Bldg. San Pablo St. corner McArthur Highway, Angeles City	September 1, 2009	August 31, 2024	124,511.59
10	Anonas	Anonas corner Marang Streets, Brgy. Quirino, Project 2, Quezon City	August 01, 2018	July 31, 2028	305,613.00
11	Antipolo City	G/F Budget Lane Arcade, No. 6, Provincial Road, Brgy. San Jose, Antipolo City, Rizal	January 1, 2015	December 31, 2024	160,747.15
12	Antipolo City - Taktak	Sumulong Highway corner Taktak Road, Brgy. Dela Paz, Antipolo City, Rizal	January 1, 2017	December 31, 2026	162,002.68
13	Antipolo- Sumulong Highway	No. 219 Sumulong Highway, Brgy. Mambungan, Antipolo City, Rizal	July 16, 2014	July 15, 2024	82,737.50
14	Antique- San Jose	Felrosa Building, Gen. Fullon St. corner Cerdena St., San Jose, Antique	June 1, 2020	May 31, 2030	46,333.00
15	Apalit	CBC Building, McArthur Highway, San Vicente, Apalit, Pampanga	January 1, 2011	December 31, 2030	48,696.93
16	Arnaiz Ave.	United Life Assurance Building, A. Arnaiz Ave. (Pasay Road), Makati City	February 01, 2018	January 31, 2023	75,847.59
17	Arraquee	Don Felipe Building, 675 Tomas Mapua St., Sta. Cruz, Manila	August 1, 2019	July 31, 2024	300,000.00
18	Aurora Blvd. - New Manila	Aurora Blvd., Brgy. Valencia, Quezon City	November 1, 2016	October 31, 2026	225,136.07
19	Ayala Ave. - Amoroso	G/F Teleperformance Bldg, Ayala Ave., Makati City	May 1, 2022	April 30, 2025	389,136.45
20	Ayala Malls Manila Bay	Level 2 Ayala Malls Manila Bay, D. Macapagal Ave., Parañaque City	December 27, 2019	September 30, 2024	289,211.00
21	Ayala-Alabang	G/F, CBC-Building Acacia Ave., Madrigal Business Park, Ayala Alabang, Muntinlupa City	January 1, 2015	December 31, 2024	346,710.67
22	Ayala-Columns	G/F The Columns Tower 3, Ayala Avenue, Makati City	January 1, 2022	March 31, 2023	114,226.62
23	Baclaran- F.B. Harrison	BAGPI Main Bldg., 2935 F.B. Harrison cor. Ortigas St, Pasay City	January 1, 2018	December 31, 2027	181,361.25
24	Bacolod- Lacson	Soliman Bldg., Lacson corner Luzurriaga Sts. Bacolod City, Negros Occidental	October 1, 2017	December 31, 2027	100,272.38
25	Bacolod- Libertad	Libertad Street, Bacolod City, Negros Occidental	July 1, 2022	June 30, 2032	59,098.22
26	Bacolod-Mandalagan	COFA Bldg., Lacson Street, Mandalagan, Bacolod City, Negros Occidental	December 16, 2019	March 15, 2030	55,500.00
27	Bacolod-North Drive	Anesa Bldg., B.S. Aquino Drive, Bacolod City	June 1, 2020	March 31, 2030	82,737.50
28	Baguio City	G/F Juniper Bldg., A. Bonifacio Rd., Baguio City	January 1, 2022	December 31, 2024	261,534.68
29	Baguio City-Kisad (former Baguio Abanao)	G/F Paladin Hotel, No. 136 Kisad Road corner corner Cariño St., Baguio City	November 1, 2021	October 31, 2031	141,120.00
30	Balanga City	Servicio Filipino Bldg., Paterno St, Poblacion, Balanga City, Bataan	December 27, 2021	December 26, 2031	127,847.78
31	Baler	Provincial Road, Barrio Suklayain, Baler, Aurora	December 1, 2013	November 30, 2023	61,359.52
32	Balintawak-Bonifacio	657 A. Bonifacio Avenue, Balintawak, Quezon City	May 1, 2022	April 30, 2032	88,700.94
33	Baliwag	Km. 51, Doña Remedios Trinidad (DRT) Highway, Baliwag, Bulacan	January 1, 2018	December 31, 2027	90,511.15
34	Balut	North Bay Shopping Center, Honorio Lopez Boulevard, Balut, Tondo, Manila	August 1, 2018	July 31, 2028	209,350.00
35	Banawe Calamba (formerly Banawe Ma. Clara)	119 Banawe St. corner Calamba St. Quezon City	October 1, 2017	September 30, 2027	251,852.16
36	Bataan - Dinalupihan	GNI Building, San Ramon Highway corner Doña Rosa Street and Mabini Ext., Dinalupihan, Bataan	March 16, 2018	March 15, 2028	95,388.30
37	Batangas - San Juan	Rizal St. near corner Gen. Luna St, Poblacion, San Juan, Batangas	December 01, 2018	November 30, 2033	65,000.00
38	Batangas- Balayan	CBC Building, Barrio Ermita, Balayan, Batangas	September 1, 2017	August 31, 2037	78,750.00
39	Batangas- Bauan	62 Kapitan Ponso St., Bauan, Batangas	December 16, 2022	December 15, 2032	97,733.67
40	Batangas City	P. Burgos Street, Batangas City	November 1, 2022	October 31, 2032	103,723.20
41	Batangas City- Kumintang Ilaya	CBC Building, Brgy. Kumintang Ilaya, Batangas City, Batangas	April 16, 2018	April 15, 2033	47,600.00
42	Batangas- Lemery	Miranda Building, Ilustre Avenue, Lemery, Batangas	May 1, 2013	April 30, 2023	94,557.15
43	Batangas- Rosario	Dr. Gualberto Ave., Brgy. Namunga, Rosario, Batangas	December 1, 2014	November 30, 2024	80,868.38
44	Batangas- Tanauan	J.P. Laurel Highway, Tanauan City, Batangas	October 1, 2014	September 30, 2024	74,875.92
45	Baybay	Magsaysay Avenue, Baybay, Leyte	July 16, 2021	7/15/2022*	52,745.16
46	Bel-Air	2/F Saville Bldg., Gil Puyat Ave. cor. Paseo de Roxas St., Makati City	January 1, 2022	December 31, 2023	98,436.24
47	Better Living Subdivision	128 Doña Soledad Ave., Parañaque City	March 1, 2019	April 30, 2029	138,454.48
48	Bf Homes	Aguirre cor. El Grande Aves., United BF Homes, Parañaque City	March 1, 2015	February 25, 2025	157,595.24
49	BF Homes Aguirre	Margarita Centre, Aguirre Ave. corner Elsie Gaches Street, BF Homes, Parañaque City	February 1, 2019	January 31, 2029	211,192.70
50	Bgc - Icon Plaza	G/F Icon Plaza Bldg., 25 th cor 5 th Sts. Bonifacio South, Fort Bonifacio Global City, Taguig City	July 1, 2016	June 30, 2026	432,180.00
51	Bgc - W Tower	G/F W Tower 39 th St. North Bonifacio Triangle BGC, Taguig City, 1634	January 16, 2017	January 15, 2025	360,417.83
52	BGC- One World Place	G/F One World Place, 32nd Avenue, Fort Bonifacio Global City, Taguig City	July 16, 2020	July 15, 2030	23,483.52
53	Bgc- World Plaza	G/F (Unit 5) World Plaza, L4B5 E-Square Information Technology Park, Crescent Park West, 5th Avenue, Bonifacio Global City, Taguig City	September 15, 2022	September 14, 2023	733,299.74
54	Binangonan	National Highway, Bo. Tagpos, Binangonan, Rizal	April 1, 2015	March 31, 2025	105,063.49
55	Blumentritt	1777-1781 Cavite corner Leonor Rivera St., Blumentritt, Sta. Cruz, Manila	March 6, 2021	March 5, 2031	90,140.40
56	Bo. Kapitolyo	G/F P&E Building, 12 United corner First Sts. Bo. Kapitolyo, Pasig City	August 1, 2022	July 30, 2032	169,959.44
57	Bonny Serrano	G/F Greenhills Garden Square, 297, Col. Bonny Serrano Ave., Quezon City	July 5, 2016	July 4, 2026	123,864.38
58	Borongan	Balud II, Poblacion, Borongan, Eastern Samar	February 1, 2019	January 31, 2029	58,534.80
59	Bulacan- Balagtas	MacArthur Highway, Brgy. San Juan, Balagtas, Bulacan	January 1, 2015	December 31, 2024	30,371.33
60	Bulacan- Guigumb	CBC Building, Cagayan Valley Road, Brgy. Sta. Rita, Guigumb, Bulacan	July 01, 2018	June 30, 2043	50,000.00
61	Bulacan- Plaridel	CBC Building, Cagayan Valley Road, Plaridel, Bulacan	May 1, 2015	April 30, 2035	46,246.20
62	Bulacan- Sta. Maria	J.P. Rizal corner C. de Guzman St., Poblacion, Sta. Maria	September 1, 2022	August 31, 2032	99,595.27
63	Cabanatuan City	Paco Roman St. Brgy. Dimasalang, Cabanatuan City	September 1, 2021	August 31, 2031	103,000.00
64	Cagayan de Oro- Puerto	Luis A.S. Yap Building, Zone 6, Brgy. Puerto, Cagayan de Oro City, Misamis Oriental	April 1, 2015	March 31, 2025	116,122.81
65	Cagayan De Oro-Carmen	G/F GT Realty Building, Max Suniel St. corner Yakal St., Carmen, Cagayan de Oro City	December 1, 2017	November 30, 2027	103,668.99
66	Cainta- Poblacion	A. Bonifacio Ave., Poblacion, Cainta, Rizal	December 1, 2017	November 30, 2027	149,101.34
67	Calapan City	J.P. Rizal St., San Vicente, Calapan City, Oriental Mindoro	April 17, 2016	April 16, 2026	126,076.19
68	Calbayog City	Cajurao cor. Gomez Sts., Balud, Calbayog Dist., Calbayog City, Samar	June 1, 2017	May 31, 2027	52,223.71
69	Camalanigan	CBC Building, National Highway, Camalanigan, Cagayan	July 1, 2017	June 30, 2037	44,688.00
70	Candon City	CBC Building, National Road, Poblacion, Candon City, Ilocos Sur	December 1, 2013	November 30, 2033	45,140.07

	BRANCH	ADDRESS	LEASE COMMENCEMENT	LEASE EXPIRATION	MONTHLY RENT
71	Capitol Hills	G/F 88 Design Pro Building Capitol Hills, Old Balara, Quezon City	November 1, 2018	October 31, 2023	155,876.53
72	Carmona	CBC Building, Paseo de Carmona Brgy. Madya, Carmona, Cavite	March 20, 2018	March 19, 2028	91,400.53
73	Cataman	Cor. Rizal & Quirino Sts., Jose P. Rizal St. Cataman, Northern, Samar	October 3, 2022	October 2, 2027	81,599.75
74	Cauayan City	G/F Prince Christopher Bldg, Maharlika Highway, Cauayan City, Isabela	August 1, 2021	July 31, 2024	111,154.05
75	Cavite - Gen. Trias	Lot 12 Brookside Lane 5 Arnaldo Highway, Brgy. San Francisco, Gen. Trias City, Cavite	September 1, 2018	August 31, 2028	112,000.00
76	Cavite- Molino	Pato Jacinto, Molino Road, Molino 3, Bacoor, Cavite	August 16, 2012	August 12, 2024	88,253.35
77	Cavite- Silang	CBC Building, J.P. Rizal St. Poblacion, Silang, Cavite	May 1, 2015	April 30, 2035	60,459.12
78	Cavite- SM City Bacoor	LGF SM City Bacoor, Tirona Highway corner Aguinaldo Highway, Bacoor, Cavite	August 1, 2022	July 31, 2027	318,703.84
79	CDO- Gaisano City Mall	G/F Gaisano City Mall, C. M. Recto corner Corrales Extension, Cagayan de Oro City	November 15, 2012	11/14/2022*	116,421.99
80	Cebu - Mandaue Nra	G/F Bai Hotel Cebu Ouano Ave. cor. Seno Blvd, North Reclamation Area, Mandaue City, Cebu	February 1, 2017	January 31, 2027	149,893.45
81	Cebu - Ayala	Unit 101 G/F Insular Life Cebu Business Center, Mindanao Ave. cor. Biliran Road, Cebu Business Park, Cebu City	February 1, 2021	January 31, 2026	405,247.25
82	Cebu- Banawa	G/F The J Block, Dulerte St., Banawa, Guadalupe, Cebu City, Cebu	June 16, 2015	June 15, 2025	73,705.25
83	Cebu- Basaco San Nicolas	G/F Bai Center, N. Bacalso Ave. Basak San Nicolas, Cebu City, Cebu	July 1, 2015	June 30, 2025	83,349.00
84	Cebu- Bogo	Sim Building, P. Rodriguez Street, Bogo City, Cebu	February 1, 2014	January 31, 2024	30,387.66
85	Cebu- Carcar	Dr. Jose Rizal St., Poblacion I, Carcar, Cebu	September 1, 2017	August 31, 2027	89,339.71
86	Cebu- Consolacion	G/F SM City Consolacion, Brgy. Lamac, Consolacion, Cebu	May 1, 2022	April 30, 2027	339,255.84
87	Cebu- Escario	Units 3 & 5 Escario Central, Escario Road, Cebu City	May 11, 2022	May 10, 2026	132,380.01
88	Cebu- Gorordo	No 424. Gorordo Ave., Bo. Campulhaw, Lahug District, Cebu City, Cebu	October 1, 2013	September 30, 2023	93,824.33
89	Cebu- IT Park	G/F The Link, Cebu IT Park, Apas, Cebu City, Cebu	September 1, 2018	August 31, 2023	175,082.99
90	Cebu- Lapu Lapu Centro	G.Y. dela Serna St., Opon, Poblacion, Lapu Lapu City, Cebu	May 1, 2015	April 30, 2025	108,149.74
91	Cebu- Naga	Leah's Square, National South Highway, East Poblacion, Naga City, Cebu	September 20, 2013	September 19, 2023	80,817.99
92	Cebu- SM Seaside City	LGF SM Seaside City Cebu, South Road Properties, 6000, Cebu City, Cebu	November 1, 2020	10/31/2022*	368,368.00
93	Cebu- Talamban	Unit UG-7 Gaisano Grand Mall, Brgy. Talamban, Cebu City	December 1, 2017	12/31/2022*	102,475.53
94	Cebu-F. Ramos	F. Ramos Street, Cebu City	August 1, 2022	July 31, 2023	140,288.31
95	Cebu-Lahug	JY Square Mall, No. 1 Salinas Dr., Lahug, Cebu City	March 29, 2013	March 28, 2023	149,076.44
96	Cebu-Lapu Lapu Pusok	G/F Goldberry Suites, President Quezon National Highway, Pusok, Lapu-Lapu City	May 15, 2020	May 14, 2025	172,375.26
97	Cebu-Mandaue	SV Cahahug Building 155-B SB Cahahug Street, Brgy. Centro, Mandaue City, Cebu	December 1, 2015	November 30, 2025	180,108.86
98	Cebu-Mandaue Cabancalan	M.L. Quezon St., Cabancalan, Mandaue City, Cebu	November 1, 2019	October 31, 2029	111,630.43
99	Cebu-Mandaue J Centre Mall	LGF J Centre Mall, A.S Fortuna Ave., Mandaue City, Cebu	September 30, 2021	September 29, 2031	153,372.80
100	Cebu-Mandaue North Road	G/F Units G1-G3, Basak Commercial Building (Ket-2) Basak, Mandaue City	February 1, 2016	January 31, 2026	172,604.32
101	Cebu-Minglanilla	Unit 9, Plaza Margarita Lipata, Minglanilla, Cebu	May 1, 2021	April 30, 2031	80,311.77
102	Cebu-SM City	Upper G/F, SM City Cebu, Juan Luna cor. A. Soriano Avenue, Cebu City	May 1, 2022	April 30, 2023	524,628.16
103	Cebu-Subangdaku	G/F A.D. Gothong I.T. Center, Subangdaku, Mandaue City, Cebu	June 1, 2017	May 31, 2027	151,554.86
104	Century City - Knightsbridge	Unit 17 & 18 Knightsbridge Residences, Century City, Kalayaan Ave. Makati City	December 26, 2016	December 25, 2026	244,760.26
105	Circuit Makati	Level 3, Ayala Mall, Circuit Makati, Hippodromo St., Brgy. Carmona, Makati City	July 27, 2018	September 30, 2023	120,074.42
106	Clark Freeport Zone	Stotsenberg Lifestyle Center, Quirino Sr. cor. N. Aquino Streets, Clark Freeport Zone, Angeles City, Pampanga	December 16, 2016	December 15, 2031	150,996.79
107	Commonwealth Ave	LGF Ever Goleoso Mall, Commonwealth Center, Commonwealth Avenue corner, Don Antonio Road, Quezon City	December 1, 2022	November 30, 2027	174,178.86
108	Commonwealth Ave. Ext. - Casa Milan	ALX Center Building, Commonwealth Ave. Ext. North Fairview, Quezon City	January 1, 2018	December 31, 2027	213,929.11
109	Congressional Ave	G/F Unit C The Arete Square, Congressional Ave., Project 8, Quezon City	January 1, 2020	December 31, 2029	81,939.58
110	Congressional Ave. - Project 8	159 Congressional Ave., Brgy. Bahay Toro, Project 8, Quezon City	January 01, 2020	December 31, 2029	217,056.00
111	Congressional Ave. Extension - Mira Nila	CBC Building Congressional Ave. Ext., Quezon City	December 1, 2017	November 30, 2032	144,693.86
112	Corinthian Hills	G/F The Clubhouse, Corinthian Hills, Temple Drive Brgy. Ugong Norte, Quezon City	May 1, 2022	April 30, 2024	243,844.85
113	Cotabato City	No. 76 S.K. Pendatun Avenue, Cotabato City, Maguindanao	April 1, 2022	March 31, 2024	85,979.86
114	Cubao - P. Tuazon	No. 287 P. Tuazon Ave. near corner 18 th Avenue, Brgy. San Roque, Cubao, Quezon City	March 1, 2015	April 30, 2025	90,054.43
115	Cubao-Araneta	Shopwise Arcade Building, Times Square St., Araneta Shopping Center, Cubao, Quezon City	August 1, 2018	September 30, 2034	147,341.04
116	Culiat- Tandang Sora	G/F Royal Midway Plaza, No. 419, Tandang Sora Ave. Brgy. Culiat, 1128 Quezon City	June 1, 2014	May 31, 2024	85,766.12
117	D. Tuazon	148 D. Tuazon St., Brgy. Lourdes, Sta. Mesa Heights, Quezon City	February 1, 2017	January 31, 2027	117,622.11
118	Daet	Vinzons Avenue, Daet, Camarines Norte	October 1, 2013	September 30, 2023	95,295.69
119	Dagupan- Perez	Siapno Building, Perez Boulevard, Dagupan City	May 1, 2017	April 30, 2027	200,679.82
120	Dagupan-M.H. Del Pilar	Carried Realty Bldg., No. 28 M.H. del Pilar Street Dagupan City	September 1, 2019	August 31, 2029	117,600.00
121	Damar Village	Clubhouse, Damar Village, Quezon City	August 1, 2019	July 31, 2026	77,058.00
122	Dasmarias Village	2283 Pasong Tamo Ext. corner Lumbang Street, Makati City	May 16, 2013	May 15, 2023	135,061.92
123	Davao - Calinan	Davao- Bukidnon National Highway - Riverside, Calinan Proper, Davao City	November 1, 2016	October 31, 2026	64,421.28
124	Davao - Monte Verde	Doors 1 & 2, Sunbrite Bldg., Monte Verde Ave., Brgy. 27-C, Poblacion District, Davao City	August 16, 2017	August 15, 2027	105,019.49
125	Davao- Buhangin	VG Building, Km. 5, Buhangin Davao City	July 25, 2022	July 24, 2032	101,886.40
126	Davao- Insular Village (formerly Davao - Lanang)	Insular Village I, Km. 8, Lanang, Davao City	September 1, 2017	August 31, 2027	268,743.09
127	Davao- MacArthur Highway	G/F Lapeña Building, Mac Arthur Highway, Matina, Davao City	December 1, 2014	November 30, 2024	70,986.42
128	Davao- Panabo	Grajeda Bldg (Major Building), Quezon St., Brgy. New Pandan, Davao del Norte	February 16, 2020	February 15, 2030	61,800.00
129	Davao- SM Lanang	G/F SM Lanang Premier, J. P. Laurel Avenue, Davao City	November 1, 2022	October 31, 2027	170,308.04
130	Davao-Bajada	B.I. Zone Building, J.P. Laurel Ave., Bajada, Davao City	July 1, 2015	June 30, 2025	132,680.18
131	Davao-Matina	Km. 4 MacArthur Highway, Matina, Davao City	November 16, 2017	November 15, 2027	140,778.27
132	Davao-Sta. Ana	R. Magsaysay Avenue corner F. Bangoy Street, Sta. Ana District, Davao City	October 1, 2021	September 30, 2031	279,593.68
133	Davao-Tagum	Davao Central Warehouse Club, Inc. Building, Magugpo East, Lower Apokon, Tagum City, Davao del Norte	February 1, 2022	January 31, 2031	97,408.08
134	Davao-Toril	MacArthur Highway corner St. Peter Street Crossing Bayabas, Toril, Davao City	March 1, 2011	February 28, 2026	67,213.35
135	Del Monte - Matutum	No. 202 Del Monte Avenue near corner Matutum St. Brgy. St. Peter, Quezon City	March 16, 2017	March 15, 2027	170,965.52
136	Del Monte Ave	No. 497 Del Monte Ave. Brgy. Manresa, QC	March 1, 2013	February 28, 2023	187,548.85
137	Diliman - Matalino	J&L Building, #23 Matalino Street, Diliman, Quezon City	March 16, 2018	March 15, 2028	259,308.00
138	Don Antonio	G/F Royale Place, Don Antonio Ave., Brgy. Old Balara, Quezon City	October 5, 2020	October 4, 2025	108,596.10
139	E. Rodriguez- Acropolis	G/F Suncrest Building, E. Rodriguez Jr. Ave., Quezon City	July 1, 2014	June 30, 2024	189,114.24
140	E. Rodriguez- Cordillera	No. 291 (G/F Units 285 & 287) E. Rodriguez Sr. Blvd., Brgy. Doña Josefa, Quezon City	June 16, 2014	June 15, 2024	137,276.19
141	E. Rodriguez- Hillcrest	No. 402 E. Rodriguez Sr. Blvd., Cubao, Quezon City	December 1, 2020	November 30, 2029	73,360.00
142	Eastwood City	Unit D, Techno Plaza One, Eastwood City Cyberpark, E. Rodriguez Jr. Ave., (C-5) Bagumbayan, Quezon City	February 1, 2021	12/31/2021*	346,411.30
143	Eastwood City Felina Corporate Plaza	G/F Felina Corporate Plaza, #5 Eastwood Ave., Eastwood City, Quezon City	August 01, 2019	July 31, 2029	173,365.92
144	EDSA - Philam	917 EDSA, Brgy. Philam, Quezon City	September 1, 2017	August 31, 2027	226,803.67
145	EDSA- Kalookan	G/F HGL Building, 554 EDSA, Kalookan City	October 16, 2020	October 15, 2030	105,840.00
146	EDSA-Timog (former Tomas Morato)	G/F Richwell Corporate Center, 102 Timog Ave., Brgy. Sacred Heart, Quezon City	February 15, 2021	February 14, 2031	235,200.00
147	Elcano	G/F Elcano Tower, Elcano Street, San Nicolas, Manila	May 1, 2014	April 30, 2024	64,038.82
148	Ermia	Ground Floor A, Ma. Natividad Bldg., #470 T. M. Kalaw cor. Cortada Sts., Ermia, Manila	April 16, 2018	April 15, 2023	217,568.49
149	Escolta	Burke Building, Escolta cor. Burke Streets, Binondo, Manila	December 1, 2019	November 30, 2029	94,080.00
150	España	España cor. Valencia Sts., Sampaloc, Manila	January 4, 2021	March 31, 2026	157,885.88

	BRANCH	ADDRESS	LEASE COMMENCEMENT	LEASE EXPIRATION	MONTHLY RENT
151	Evangelista	Evangelista corner Gen. Estrella Sts., Bangkal Makati City	December 1, 2016	November 30, 2026	179,106.80
152	Examiner	No. 1525 Quezon Ave. cor. Examiner St., West Triangle, Quezon City	August 16, 2019	September 15, 2025	147,882.22
153	Fairview	G/F Angelenix House, Fairview Ave. corner Camaro St., Quezon City	November 16, 2021	June 15, 2023	170,170.87
154	Fairview Terraces	LGF Fairview Terraces, Quirino Highway corner Maligaya Drive, Brgy. Pasong Putik, Novaliches, Quezon City	July 1, 2019	June 30, 2024	265,441.98
155	Filinvest Corp. City - Commercenter	G/F Commercenter Alabang, Commerce Ave. cor. Filinvest Ave., Filinvest Corporate City, Alabang, Muntinlupa City	February 1, 2016	1/31/2021*	117,171.66
156	Filinvest Corp. City - Northgate	G/F Aeon Centre Building, Northgate Cyberzone, Filinvest Corporate City, Alabang, Muntinlupa City	December 1, 2020	November 30, 2025	252,369.60
157	Filinvest Corporate City	G/F Wilcon Depot, Alabang- Zapote road cor. Bridgeway Ave., Filinvest Corporate City, Alabang, Muntinlupa	August 1, 2020	July 31, 2025	219,733.52
158	Five E-Com Center	G/F Five E-com Center, Harbor Drive, MOA Complex, Pasay City	November 1, 2021	October 31, 2024	230,805.12
159	Fort Bonifacio Global City	G/F Marajo Tower, 26th Street cor. 4th Avenue, Fort Bonifacio Global City, Taguig City	July 16, 2016	July 15, 2024	493,155.60
160	Gapan	G/F Waltermart Center - Gapan, Maharlika Highway, Brgy. Bayanihan, Gapan, Nueva Ecija	May 1, 2021	April 30, 2024	108,246.04
161	Gen. Luis - Kalipunan	CBC Building, Gen. Luis St. corner Kalipunan SB Road, Brgy. Nagkaisang Nayon, Novaliches, Quezon City	August 1, 2016	July 31, 2031	102,919.34
162	Gil Puyat Ave. - Reposo	No. 331 Gil Puyat Ave., Makati City	July 15, 2022	July 14, 2025	387,592.80
163	Gil Puyat Avenue	Mitsu Bldg., No. 65 Sen. Gil Puyat Ave., Brgy. Palanan, Makati City	July 1, 2022	June 30, 2024	336,000.00
164	Greenbelt 1	G/F Greenbelt 1, Legaspi Street near corner Paseo de Roxas, Makati City	January 1, 2022	December 31, 2022	343,779.12
165	Greenhills	G/F Gift Gate Bldg, Greenhills Shopping Center, San Juan, Metro Manila	January 1, 2022	December 31, 2023	832,720.00
166	Greenhills- Annapolis	Mercedes 1 Condominium, Annapolis St., Greenhills, San Juan City	May 15, 2018	May 14, 2028	247,355.53
167	Greenhills- Connecticut	G/F Missouri Square Bldg., Missouri cor. Connecticut St. Northeast Greenhills, San Juan City	April 1, 2015	March 31, 2025	149,338.83
168	Greenhills-Ortigas	CBC-Building, 14 Ortigas Avenue, Greenhills, San Juan, Metro Manila	April 1, 2013	March 31, 2023	521,246.24
169	Guagua	Yabut Building, Plaza Burgos, Guagua, Pampanga	January 1, 2014	December 31, 2024	89,600.00
170	Heroes Hills	Quezon Ave. corner J. Abad Santos Street, Heroes Hills, Quezon City	January 1, 2021	December 31, 2025	287,616.00
171	Holy Spirit Drive	CBC Building Lot 18 Block 6 Holy Spirit Drive, Don Antonio Heights, Brgy. Holy Spirit, Quezon City	April 1, 2015	March 31, 2030	141,835.72
172	Ilaya	#947 APL-YSL Bldg., Ilaya, Tondo, Manila	March 15, 2018	March 14, 2023	163,979.20
173	Iligan City	Lai Building, Quezon Avenue Extension, Pala-o, Iligan City	July 1, 2020	June 30, 2025	83,999.91
174	Iligan City- Solana District	Andres Bonifacio Hi-way, Brgy. San Miguel, Iligan City, Lanao del Norte	October 1, 2017	September 30, 2027	71,662.55
175	Ilocos Norte- San Nicolas	National Highway, Brgy. 2 San Baltazar, San Nicolas, Ilocos Norte	September 1, 2015	August 31, 2025	77,791.93
176	Iloilo- Jaro	CBC Building, E. Lopez St. Jaro, Iloilo City, Iloilo	September 1, 2013	August 31, 2033	25,351.99
177	Iloilo-Iznart	G/F John A. Tan Bldg., Iznart St., Iloilo City	January 1, 2020	December 31, 2029	134,400.00
178	Iloilo-Mabini	A. Mabini Street, Iloilo City	June 1, 2009	May 31, 2025	69,983.67
179	Iloilo-Mandurriao	Benigno Aquino Ave., Brgy. San Rafael, Mandurriao, Iloilo City, Iloilo	December 1, 2019	November 30, 2029	145,665.52
180	Intramuros	No. 409 A. Soriano Avenue, Intramuros, Manila	October 1, 2021	September 30, 2026	138,292.00
181	Iriga City	Highway 1, JP Rizal St., San Roque, Iriga City, Camarines Sur	December 1, 2015	February 28, 2026	109,395.56
182	Isabela- Ilagan	JHU Golden Grains Center Bldg., Maharlika Highway, Brgy. Baligatan, Ilagan, Isabela	May 16, 2022	May 15, 2032	64,842.11
183	Isabela- Roxas	National Road, Brgy. Bantug, Roxas, Isabela	January 16, 2014	January 15, 2024	87,092.11
184	J. Abad Santos Ave.- Quiricada	J. Abad Santos Ave. near corner Quiricada Street, Manila	August 1, 2017	July 31, 2027	142,619.40
185	J. Abad Santos Avenue	2159 J. Abad Santos Ave., cor. Batangas St., Tondo, Manila	October 1, 2019	September 30, 2025	147,767.28
186	Juan Luna	G/F Adem Building, 501 Juan Luna St., Binondo, Manila	December 16, 2022	December 15, 2027	276,501.36
187	Kalayaan Ave.	G/F PPS Building, Kalayaan Avenue, Quezon City	August 1, 2022	July 31, 2027	92,400.00
188	Kalibo	Waldoff Garcia Building, Osmeña Avenue, Kalibo, Aklan	June 16, 2017	June 15, 2032	55,454.43
189	Kalookan - 10th Ave.	No. 275 10th Ave. corner 3rd Street, Grace Park, Kalookan City	December 1, 2016	November 30, 2026	153,153.78
190	Kalookan- 8th Ave.	No. 279 Rizal Avenue corner 8th Ave., Grace Park, Kalookan City	July 1, 2014	June 30, 2024	147,745.54
191	Kalookan- Camarin	L8B4 La Forteza Subd., Brgy. 175, Camarin, Kalookan City	July 1, 2018	June 30, 2028	90,757.80
192	Kalookan-Monumento	779 McArthur Highway, Kalookan City	March 1, 2022	February 28, 2027	194,620.97
193	Kamias	G/F CRM Building II, 116 Kamias Road corner Kasing-Kasing Street, Quezon City	January 1, 2016	December 31, 2025	159,197.72
194	Kamuning	#47 SKY47 Bldg., Kamuning Road, Quezon City	January 1, 2017	December 31, 2026	129,654.68
195	Kanlaon	Kanlaon near corner N. Roxas Streets, Quezon City	December 01, 2019	November 30, 2029	146,059.20
196	Karuhatan	No. 248 McArthur Highway, Karuhatan, Valenzuela City	August 1, 2018	October 31, 2028	86,436.00
197	Kalipunan Ave. - Loyola Heights	Elizabeth Hall, Kalipunan Ave., Loyola Heights, Quezon City	March 3, 2017	March 2, 2027	230,539.33
198	Kidapawan City	Datu Ingal St., Brgy. Poblacion, Kidapawan City	Feb. 16, 2020	Feb. 15, 2030	94,080.00
199	Koronadal City	Gen. Santos Drive corner Aquino St., Koronadal City, South Cotabato	August 1, 2019	September 30, 2029	112,047.01
200	La Trinidad	G/F SJV Bulasao Building, Km. 4, La Trinidad, Benguet	August 19, 2022	August 18, 2027	73,920.00
201	La Union - San Fernando	Roger Pua Phee Building, National Highway, Brgy. 3, San Fernando, La Union	October 1, 2014	September 30, 2024	115,869.60
202	La Union- Agoo	National Highway, San Jose Norte, Agoo, La Union	January 1, 2015	December 31, 2024	48,620.25
203	Lagro	CBC Building, Lot 32 Blk 125, Quirino Highway, Greater Lagro, Quezon City	October 1, 2016	September 30, 2036	91,162.97
204	Laguna - Calamba	CBC-Building, National Highway, Crossing, Calamba, Laguna	July 1, 2020	June 30, 2030	218,403.47
205	Laguna - Los Baños	National Road, San Antonio, Los Baños, Laguna	September 1, 2017	August 31, 2027	104,447.37
206	Laguna - San Pedro	No. 365 Brgy. Nueva, National Highway, San Pedro City, Laguna	March 1, 2017	February 28, 2027	92,610.00
207	Laguna- Biñan	G/F Raja Cordelle Bldg, National Highway, Brgy. San Vicente, Biñan, Laguna	July 16, 2015	July 15, 2025	91,211.59
208	Laguna- Cabuyao	G/F Centro Mail, Cabuyao City, Laguna	July 1, 2015	June 30, 2025	80,865.20
209	Laguna-Sta Cruz	CBC Building, P. Guevarra Avenue, Poblacion, Sta. Cruz, Laguna	January 1, 2023	December 31, 2042	80,000.00
210	Laoag City	Liberato Abadilla Street, Brgy 17 San Francisco Laoag City	December 1, 2016	November 30, 2026	148,120.00
211	Las Piñas - Marcos Alvarez Ave.	Metro Towne Center, 2020 Marcos Alvarez Ave., Talon V, Moonwalk, Las Piñas City	November 1, 2017	October 31, 2027	146,608.00
212	Las Piñas - Naga Road	Lot 3, Naga Road, Pulanglupa2, Las Piñas City	July 16, 2017	July 15, 2027	184,627.30
213	Lavezares	No. 412 Lavezares Street, San Nicolas, Manila	January 1, 2015	December 31, 2024	111,502.44
214	Legaspi Vill. -C. Palanca	Suite A, Basic Petroleum Building, 104 C. Palanca Jr. Street, Legaspi Village, Makati City	October 1, 2020	September 30, 2030	369,895.68
215	Legaspi Village - Esteban	G/F PPI Bldg., No. 109 Esteban St., Legaspi Village, Makati City	June 16, 2016	June 15, 2026	268,019.81
216	Legaspi Village- Amoroso	G/F CAP Bldg. Herrera cor. Amoroso Sts. Legaspi Village, Makati City	February 1, 2015	January 31, 2023	187,863.88
217	Legaspi Village-Perea	G/F Greenbelt Mansion, 106 Perea St., Legaspi Village, Makati City	January 16, 2016	January 15, 2026	276,081.90
218	Legaspi City	G/F Emma Chan Bldg., F. Imperial St., Legaspi City	January 1, 2016	December 31, 2026	126,528.30
219	Lipa City - Tambo	Tambo, Lipa City, Batangas	May 1, 2017	April 30, 2027	246,960.00
220	Lucena City	233 Quezon Avenue, Lucena City	January 16, 2022	January 15, 2032	123,200.00
221	M. Dela Fuente-Trabajo Market	#771 M. dela Fuente St. (Trabajo Market area), Sampaloc, Manila	November 16, 2018	November 15, 2028	92,610.00
222	Maasin City	G/F SJC Bldg., Tomas Oppus St., Brgy. Tunga-Tunga, Maasin City, Southern Leyte	June 1, 2021	May 31, 2031	56,734.29
223	Mabalacat- Dau	R.D. Policarpio Bldg., McArthur Highway, Dau, Mabalacat, Pampanga	December 1, 2020	November 30, 2030	133,280.00
224	Macapagal Ave. - Aseana Square	Aseana Square (Callex Area), D. Macapagal Ave., Aseana City, Parahaque City	July 1, 2017	June 30, 2027	230,550.45
225	Macapagal Ave. - Biopolis	G/F The Biopolis, Central Business Park 1-A 076/01, Diosdado Macapagal Avenue, Pasay City	April 1, 2017	March 31, 2027	356,622.67
226	Macapagal Ave. - Doubledragon	DD Meridian Park Plaza, Macapagal Ave. cor. EDSA Ext., Pasay City	December 1, 2017	November 30, 2022	319,219.73
227	Magallanes Village	G/F DHI Bldg., No. 2 Lapu-Lapu Ave. corner EDSA, Magallanes Village, Makati City	December 1, 2016	November 30, 2024	108,559.38
228	Makati - Comembo	No. 46 JP Rizal Ext., Brgy. Comembo, Makati City	December 1, 2015	November 30, 2025	125,245.12
229	Makati - Kalayaan Ave.	Kalayaan Avenue, Makati City	December 1, 2017	November 30, 2027	297,166.97
230	Makati - Yakal	173 Yakal St. near corner Ayala Ave. Ext., Makati City	November 16, 2019	November 15, 2029	203,840.00

	BRANCH	ADDRESS	LEASE COMMENCEMENT	LEASE EXPIRATION	MONTHLY RENT
231	Makati Avenue	G/F CBC Building, Makati Ave. cor. Hercules St., Makati City	December 1, 2017	November 30, 2025	324,361.74
232	Makati- JP Rizal	JP Rizal corner Honradez Streets, Makati City	June 16, 2015	June 15, 2025	187,613.40
233	Malabon-Concepcion	Gen. Luna corner Paez Streets, Concepcion, Malabon	February 16, 2014	February 14, 2024	127,543.18
234	Malanday	CBC Bldg. McArthur Highway, Malanday, Valenzuela City	December 1, 2011	November 30, 2031	62,053.13
235	Malaybalay City	Behelda Building, Sayre Highway, Malaybalay City, Bukidnon	June 1, 2022	May 31, 2023	89,600.00
236	Malolos City	G/F Graceland Mall, BSU Grounds, McArthur Highway, Guinhawa, Malolos City, Bulacan	July 15, 2021	July 14, 2023	84,441.91
237	Mandaluyong - Boni Ave.	G/F VOS Bldg. Boni Avenue corner San Rafael Street Mandaluyong City	January 1, 2016	December 31, 2025	111,133.15
238	Mandaluyong - D. Guevara	G/F 19 Libertad Plaza, Domingo Guevara St., Mandaluyong City	May 1, 2016	April 30, 2026	286,673.26
239	Mandaluyong - The Podium	3/F The Podium, ADB Avenue, Ortigas Center, Mandaluyong City	December 29, 2020	December 31, 2025	194,143.49
240	Mandaluyong- Boni San Roque	#768 Bonifacio Ave. cor. San Roque St. Brgy. Barangka Ilaya, Mandaluyong City	July 01, 2018	June 30, 2028	136,321.92
241	Manila- Maceda	Dagupan Bldg., Maceda St., Sampaloc Manila	June 16, 2015	June 15, 2025	118,196.43
242	Marikina - Fairlane	G/F E & L. Patricio Building, No. 809 J.P. Rizal Ave., Concepcion Uno, Marikina City	October 1, 2016	September 30, 2026	142,942.46
243	Marikina - Gil Fernando	Block 9, Lot 14 Gil Fernando Ave., Marikina City	January 1, 2022	December 31, 2032	99,284.64
244	Marikina- Sta. Elena	250 J.P. Rizal Street, Sta. Elena, Marikina City	January 1, 2013	May 31, 2023	182,436.20
245	Marikina-SSS Village	Lilac St., Rancho Estate IV, Concepcion Dos, Marikina City	June 1, 2017	May 31, 2027	136,136.71
246	Marilao	G/F, SM City Marilao, Km. 21 Brgy. Ibayo, Marilao, Bulacan	July 15, 2021	July 14, 2024	274,926.96
247	Mariveles - FAB	Tamayo's Building, Avenue of the Philippines Brgy. Malaya, Freeport Area of Bataan (FAB), Mariveles, Bataan	April 01, 2018	March 31, 2028	94,080.00
248	Masangkay	959-961 G. Masangkay Street, Binondo, Manila	January 1, 2017	December 31, 2026	406,465.90
249	Masangkay-Mayhaligue (formerly Masangkay)	No. 1417-1473 G. Masangkay St., Sta. Cruz, Manila	June 1, 2019	May 31, 2029	135,828.00
250	Masbate	Espinosa Bldg., Zurbito St., Masbate City, Masbate	April 9, 2013	April 8, 2023	67,082.40
251	Mayon	480 Mayon St. Maharlika Sta. Mesa Heights, Quezon City	June 1, 2016	May 31, 2026	121,502.00
252	Mayon-Robinda	G/F One Mayon Place, #68 Mayon St., Brgy. Sta. Teresita, Quezon City	February 01, 2020	January 31, 2030	139,579.44
253	Medical Center Parañaque	G/F Medical Center Parañaque, Dr. Arcadio Santos Ave., San Antonio, Parañaque City	December 01, 2020	November 30, 2030	100,000.00
254	Meycauayan	CBC Building, Malhacan Road, Meycauayan, Bulacan	July 1, 2014	June 30, 2034	84,621.20
255	Midsayap	CBC Building, Quezon Ave., Poblacion 2, Midsayap, Cotabato	April 1, 2015	March 31, 2030	37,029.92
256	Mindanao Ave.	30 Mindanao Avenue, near Tandang Sora Ave., Brgy. Tandang Sora, Quezon City	September 16, 2019	September 15, 2029	97,611.68
257	Muntinlupa - Putatan	G/F Teknikos Bldg., National Highway, Brgy. Putatan, Muntinlupa City	September 1, 2022	August 31, 2032	73,790.64
258	N. Domingo	G/F The Main Place, No. 1 Pinaglabanan cor. N. Domingo Sts., San Juan City	September 1, 2017	August 31, 2025	173,578.16
259	Naga City	Centro- Peñafrancia Street, Naga City	July 1, 2014	June 30, 2024	156,917.89
260	Navotas	No. 500 M. Naval St. near corner Lacson St. Brgy. North Bay Boulevard North (NBBN), Navotas City	December 1, 2021	November 30, 2031	172,872.00
261	Negros Occ. - Kabankalan	CBC Building, National Highway, Brgy. 1, Kabankalan, Negros Occidental	January 1, 2015	December 31, 2034	47,432.00
262	Negros Occidental- San Carlos	Rizal corner Carmona Streets, San Carlos, Negros Occidental	July 1, 2013	June 30, 2023	67,710.09
263	Novaliches - Sta. Monica	G/F E & V Bldg. Quirino Highway corner Dumalay St., Novaliches, Quezon City	April 1, 2017	May 31, 2027	191,442.23
264	Novaliches- Sangandaan	CBC Building, Quirino Highway corner Tandang Sora Ave., Brgy. Sangandaan, Novaliches, Quezon City	October 16, 2009	October 15, 2024	148,036.96
265	Novaliches- Zabarte	G/F C.I. Bldg 1151 Quirino Highway corner Zabarte Road, Brgy. Kaligayahan, Novaliches, Quezon City	September 7, 2019	September 6, 2029	142,619.40
266	Novaliches-Bagbag	No. 658 Quirino Highway, Bagbag, Novaliches, Quezon City	July 1, 2019	June 30, 2029	125,074.53
267	Novaliches-Gulod (formerly Novaliches)	954 Quirino Highway, Novaliches Proper, Novaliches, Quezon City	December 16, 2018	December 15, 2028	142,619.40
268	Novaliches-Talipapa	528 Copengco Bldg., Quirino Highway, Talipapa, Novaliches, Quezon City	March 15, 2018	March 14, 2028	320,637.65
269	Nueva	Unit Nos. 557 & 559 G/F Ayson Building, Yuchengco St., Binondo, Manila	August 16, 2022	August 15, 2028	181,155.73
270	Nueva Ecija- Sta. Rosa	CBC Building, Maharlika Highway, Poblacion, Sta. Rosa, Nueva Ecija	November 16, 2013	November 15, 2033	71,309.69
271	Occ. Mindoro- San Jose	Liboro corner Rizal Street, San Jose, Occidental Mindoro	September 16, 2014	September 15, 2024	99,960.00
272	Olongapo - Downtown	No. 2 corner 20th St., East Bajac-Bajac, Olongapo City	January 16, 2018	January 15, 2028	155,584.80
273	Ongpin	G/F Se Jo Tong Building, 808 Ongpin Street, Sta. Cruz, Manila	September 1, 2022	August 31, 2027	478,999.64
274	Oroquieta	1225-1227, Oroquieta St., Sta. Cruz, Manila	January 1, 2016	December 31, 2026	63,000.00
275	Ortigas - Tektile	Unit EC-06B PSE Center (Tektile) Ortigas Center, Pasig City	April 01, 2017	March 31, 2027	216,321.21
276	Ortigas Ave. Ext. - Riverside	Unit 2-3 Riverside Arcade Ortigas Avenue Extension corner Riverside Drive, Brgy. Sta. Lucia, Pasig City	April 21, 2021	April 20, 2026	139,607.47
277	Ortigas Center	Unit 105 Parc Chateau Condominium, Garnet Street, Ortigas Center, Pasig City	June 1, 2021	May 31, 2031	140,000.00
278	Ozamiz City	Gomez corner Kaamino Streets, Ozamiz City	March 1, 2016	February 25, 2031	82,687.50
279	Paco	Gen. Luna corner Escoda Street, Paco, Manila	July 16, 2020	July 15, 2030	140,767.20
280	Paco - Angel Linao	Unit 1636 & 1638 Angel Linao St. Paco, Manila	January 1, 2016	December 31, 2025	91,162.97
281	Paco-Ofis	G/F Union Motor Corp Bldg., 1760 Dra. Paz Guazon St., Paco, Manila	February 17, 2017	February 15, 2027	163,364.04
282	Padre Faura	G/F Regal Shopping Center, A. Mabini cor. P. Faura Sts., Ermita, Manila	May 1, 2021	April 30, 2026	262,248.00
283	Padre Rada	G/F Gosiupo Building, Padre Rada corner Elcano Sts., Tondo, Manila	January 16, 2020	January 15, 2035	134,400.00
284	Pagadian City	Marasigan Building, F.S. Pajares Avenue, Pagadian City	December 1, 2013	November 30, 2023	243,009.04
285	Pangasinan- Bayambang	CBC Building, No. 91, Poblacion Sur, Bayambang, Pangasinan	October 1, 2014	September 30, 2034	19,800.00
286	Pangasinan- Rosales	CBC Building, Calle Dewey, Rosales, Pangasinan	October 1, 2015	September 30, 2035	60,984.00
287	Pangasinan-Alaminos City	Marcos Avenue, Brgy. Palamis, Alaminos City, Pangasinan	June 1, 2018	May 31, 2028	80,000.00
288	Pangasinan-Urdaneta	EF Square Bldg., Mc Arthur Highway, Poblacion Urdaneta City, Pangasinan	April 1, 2020	March 31, 2030	153,630.49
289	Parañaque - Bacaran	Quirino Avenue cor. Aragon St., Bacaran, Parañaque City	August 1, 2017	July 31, 2027	162,068.48
290	Parañaque - Naia	Ninoy Aquino Ave., Brgy. San Dionisio, Parañaque City	December 1, 2017	November 30, 2027	233,377.54
291	Parañaque- Moonwalk	Milky Way St. cor. Armstrong Avenue, Moonwalk, Parañaque City	March 1, 2015	February 28, 2025	94,557.19
292	Parañaque-San Antonio Valley	San Antonio Shopping Center, San Antonio Road, Brgy. San Antonio Valley 1, Parañaque City	October 1, 2016	September 30, 2026	201,600.00
293	Parañaque-Sucut	No. 8260 (between AMA Computer School and PLDT), Dr. A. Santos Avenue, Brgy. Sansidiro, Parañaque City	November 1, 2021	October 31, 2024	173,600.00
294	Paseo De Sta. Rosa	Unit 3, Paseo de Sta. Rosa, Sta. Rosa City, Laguna	October 1, 2018	September 30, 2023	241,658.51
295	Pasig - A. Mabini	A. Mabini Street, Brgy. Kapasigan, Pasig City	March 1, 2017	February 28, 2027	194,481.00
296	Pasig - Dela Paz	Amang Rodriguez Avenue, Brgy. Dela Paz, Pasig City	February 1, 2018	December 31, 2028	129,654.00
297	Pasig - Rosario	1864 Ortigas Ave. Ext., Rosario, Pasig City	June 16, 2019	June 15, 2034	127,308.00
298	Pasig - SM Supercenter	G/F SM Supercenter Pasig, Frontera Drive, C-5, Ortigas, Pasig City	May 1, 2019	April 30, 2024	171,361.12
299	Pasig - Valle Verde	G/F Reliance IT Center, E. Rodriguez Jr. Ave., Ugong, Pasig City	November 16, 2015	November 15, 2025	92,286.59
300	Pasig- C. Raymundo	G/F MicMar Apartments No. 6353 C. Raymundo Avenue, Brgy. Rosario, Pasig City	August 1, 2017	July 31, 2027	54,455.07
301	Pasig- Caruncho	No. 7 Caruncho Ave., Pasig City	March 01, 2020	April 30, 2029	187,998.31
302	Pasig- Estancia	LGF Estancia (Expansion) Capitol Commons, Meralco Ave., Pasig City	November 8, 2019	November 7, 2025	205,816.46
303	Pasig- San Joaquin	No. 43 M. Concepcion Ave., San Joaquin, Pasig City	March 1, 2015	February 28, 2025	149,750.37
304	Pasig-Mercedes	Commercial Motors Corp. Compound Mercedes Ave., Pasig City	January 1, 2017	December 31, 2026	124,905.45
305	Pasig-Sanblan	G/F Felmarc Business Center, Amang Rodriguez Avenue, Sanblan, Pasig City	March 1, 2020	February 28, 2030	198,700.61
306	Paso De Blas	(GMP Building) 63 Paso de Blas, Valenzuela City	December 16, 2019	December 15, 2029	145,530.00
307	Pasong Tamo - Bagtikan	G/F Trans-Phil House 1177 Chino Roces Ave. cor. Bagtikan St., Makati City	January 1, 2022	December 31, 2027	101,616.33
308	Pasong Tamo - La Fuerza	La Fuerza Plaza 1, Chino Roces Ave., Makati City	September 1, 2022	August 31, 2025	302,400.00
309	Patros	G/F Adela Building, M. Almeda St., Brgy. San Roque, Patros	September 1, 2014	August 31, 2024	79,860.00
310	Project 8 - Shorthorn	Shorthorn Street, Project 8, Quezon City	November 1, 2016	October 31, 2031	184,941.70

	BRANCH	ADDRESS	LEASE COMMENCEMENT	LEASE EXPIRATION	MONTHLY RENT
311	Puerto Princesa City	Malvar Street near corner Valencia Street, Puerto Princesa City, Palawan	November 16, 2018	November 15, 2026	129,360.00
312	Pureza	G/F Solicarel Building Ramon Magsaysay Blvd. near corner Pureza St. Sta. Mesa, Manila	June 25, 2022	June 24, 2032	95,200.00
313	Quezon - Candelaria	Pan Philippine Highway cor. Del Valle Street, Poblacion, Candelaria, Quezon	September 1, 2017	August 31, 2027	96,744.38
314	Quezon Ave.	No. 18 G & D Bldg., Quezon Ave. cor. D. Tuazon St., Q.C.	January 21, 2022	January 20, 2027	252,000.00
315	Regalado Ave.	CBC Building, Regalado Ave., North Fairview, Quezon City	July 1, 2015	June 30, 2030	105,063.49
316	Regalado Ave. - West Fairview	CBC Building, Regalado Ave. corner Bulova St., Quezon City	February 01, 2018	January 31, 2038	125,894.04
317	Rizal - Angono	Lot 3 Bldg. 4 M.L. Quezob Ave. Richmond Subd. Angono, Rizal	January 1, 2017	December 31, 2026	135,828.00
318	Rizal- San Mateo	#63 Gen. Luna corner Simon St., Banaba, San Mateo, Rizal	October 1, 2015	September 30, 2025	100,060.26
319	Rockwell - Ortigas	G/F Tower 1 Rockwell Business Center, Ortigas Avenue, Pasig City	April 28, 2022	April 27, 2023	137,659.20
320	Roosevelt Ave. - Frisco	G/F Norla Bldg. #51 H. Francisco St. corner Roosevelt Ave. Brgy. Paraiso, Quezon City	June 1, 2016	May 31, 2026	127,628.16
321	Roxas City	1063 Roxas Ave. cor. Bayot Drive, Roxas City, Capiz	April 1, 2015	March 31, 2025	57,177.41
322	Sales-Raon	611 Sales St., Quiapo, Manila	January 1, 2020	December 31, 2029	144,301.70
323	San Antonio Village - Kamegong	Kamegong near corner St. Paul Streets, San Antonio Village, Makati City	November 1, 2017	October 31, 2027	184,805.63
324	San Antonio Village- P. Ocampo	JM Macalino Auto Center, P. Ocampo Street cor. Dungon St., San Antonio Village, Makati	December 1, 2014	November 30, 2024	120,072.96
325	San Fernando - Sindalan	Jumbo Jenra Sindalan, Brgy. Sindalan, San Fernando City, Pampanga	January 1, 2022	December 31, 2031	89,356.96
326	San Jose City	Maharlika Highway, Brgy. Malasin, San Jose City	December 1, 2011	11/30/2021*	80,083.01
327	San Juan- J. Abad Santos	Unit 3 Citilace Bldg., 8001 Jose Abad Santos Street, Little Baguio, San Juan City	December 1, 2014	November 30, 2024	91,846.81
328	San Pablo City	M. Paulino Street, San Pablo City	November 16, 2019	November 15, 2029	112,000.00
329	Santago City	Navarro Bldg., Maharlika Highway near corner Bayaya St., Santiago City, Isabela	November 15, 2013	November 14, 2023	119,800.32
330	Sct. Borromeo	G/F The Forum Building, 71- A Sct. Borromeo St., Dilman, Quezon City	May 1, 2017	April 30, 2027	151,593.75
331	Sct. Chuabco	Estuar Building, No.880 Quezon Ave., Brgy. Paligahan, Quezon City	June 01, 2018	May 31, 2028	213,929.11
332	Shaw- Gomezville	Gomezville Street cor. Shaw Blvd., Mandaluyong City	September 1, 2019	August 31, 2029	121,501.86
333	Shaw-Pasig	G/F RCC Center, No. 104 Shaw Boulevard, Pasig City	December 1, 2022	November 30, 2032	224,224.00
334	Silay City	Rizal St., Silay City, Negros Occidental	September 1, 2020	August 31, 2030	48,756.03
335	SM Fairview	LGF, SM City Fairview, Quirino Avenue corner Regalado Avenue, Fairview, Quezon City	November 1, 2018	October 31, 2023	350,852.54
336	SM Southmall	UGF SM Southmall Alabang-Zapote Road, Talon 1, Almazan Las Pñas City	February 1, 2021	January 31, 2025	632,979.20
337	SM Aura Premier	L/G SM Aura Premier, McKinley Parkway, Fort Bonifacio Global City, Taguig City	May 1, 2019	April 30, 2024	312,761.40
338	SM CDO Downtown Premier (formerly CDO)	G/F SM CDO Downtown Premier, Cagayan de Oro City	May 1, 2022	April 30, 2027	207,038.27
339	SM City BF Parañaque	G/F SM City BF Parañaque, Dr. A. Santos Ave. corner President's Avenue, Parañaque City	December 16, 2019	January 31, 2024	560,805.00
340	SM City Bicutan	LGF, Bldg. B, SM City Bicutan, Doña Soledad Ave. cor. West Service Rd., Parañaque City	November 1, 2018	October 31, 2023	271,684.00
341	SM City Cabanatuan	UGF SM City Cabanatuan, Maharlika Highway Brgy. H. Concepcion, Cabanatuan City, Nueva Ecija	March 14, 2018	February 28, 2023	202,917.79
342	SM City CDO Uptown	G/F SM City CDO Uptown, North Wing Bldg., Las Ramblas St., Masterson Ave., Pueblo De Oro Business Park, Cagayan De Oro City, Misamis Oriental	June 30, 2022	July 31, 2027	109,278.40
343	SM City Clark	G/F (Units 172-173) SM City Clark, M. Roxas St., CSEZ, Angeles City, Pampanga	November 1, 2019	October 31, 2024	303,428.16
344	SM City Dasmariñas	LGF SM City Dasmariñas, Governor's Drive, Pala-pala, Dasmariñas, Cavite	February 1, 2022	January 31, 2027	248,033.52
345	SM City Grand Central	LGF SM City Grand Central, Rizal Ave Ext. corner Bustamante St., Kalookan City	October 01, 2021	October 31, 2026	173,475.68
346	SM City Lipa	G/F (Units 1111-1113) SM City Lipa, Ayala Highway, Brgy. Maraouy, Lipa City, Batangas	November 1, 2022	October 31, 2027	250,034.74
347	SM City Marikina	G/F SM City Marikina, Marcos Highway, Brgy. Calumpang, Marikina City	November 1, 2019	October 31, 2024	234,630.82
348	SM City Masinag	SM City Masinag, Marcos Highway, Brgy. Mayamot, Antipolo City	August 1, 2021	July 31, 2026	223,590.36
349	SM City Naga	SM City Naga, CBD II, Brgy. Triangulo, Naga City	February 1, 2019	January 31, 2024	131,462.80
350	SM City Olongapo Central (former SM City Olongapo)	SM City Olongapo Central, East Tapinac, Olongapo City, Zambales	September 13, 2019	October 31, 2024	165,314.80
351	SM City Pampanga	Unit AX3 102, Building 4, SM City Pampanga, Mexico, Pampanga	November 1, 2022	October 31, 2024	208,404.00
352	SM City San Jose Del Monte	UGF SM City San Jose Del Monte, San Jose Del Monte City, Bulacan	July 1, 2021	July 31, 2026	165,471.94
353	SM City San Lazaro	UGF (Units 164-166) SM City San Lazaro, Felix Huertas Street corner A.H. Lacson Extension, Sta. Cruz, Manila	November 1, 2018	October 31, 2023	360,614.02
354	SM City San Pablo	G/F SM City San Pablo National Highway, Brgy. San Rafael, San Pablo City, Laguna	November 1, 2020	October 31, 2025	273,586.88
355	SM City Sta. Rosa	Unit EXP 1154-1156 G/F SM City Sta. Rosa, Bo. Tagapo, Sta. Rosa, Laguna	March 1, 2022	April 30, 2027	244,528.48
356	SM City Taytay	Unit 147 Bldg. B, SM City Taytay, Manila East Road, Brgy. Dolores, Taytay, Rizal	November 1, 2018	October 31, 2023	168,168.00
357	SM City Tanza	G/F SM City Tanza, Brgy. Daang Amaya, Tanza, Cavite	October 14, 2022	October 31, 2027	120,484.00
358	SM City Telabastagan	SM City Telabastagan, San Fernando City, Pampanga	July 01, 2018	April 30, 2023	185,848.49
359	SM Mall Of Asia	3F SM Main Mall Building, Mall of Asia, Bay Blvd., Pasay City	February 15, 2022	January 31, 2027	404,580.96
360	SM Megamall	LGF Building A, SM Megamall, E. delos Santos Avenue corner J. Vargas St., Mandaluyong City	November 1, 2017	10/31/2022*	674,756.88
361	SM North EDSA	Cyberzone Carpark Bldg., SM City North Avenue corner EDSA, Quezon City	February 01, 2020	January 31, 2025	437,811.36
362	SM North Towers	SM City North EDSA North Towers, SM City North EDSA Complex, Quezon City	December 07, 2018	November 30, 2030	154,390.99
363	Solano	National Highway Brgy. Quirino, Solano, Nueva Vizcaya	August 17, 2020	August 16, 2030	134,400.00
364	Solemare	G-11 Solemare Park Suites, 5A Braddock Avenue, Aseana Business Park, Parañaque City	January 1, 2015	December 31, 2024	177,029.92
365	Soler-168	G/F R & S Bldg., Soler St., Manila	January 1, 2020	December 31, 2024	137,267.03
366	Soler-Arranque	#715 T. Alonzo St. near corner CM Recto Ave., Sta. Cruz, Manila	November 01, 2018	October 31, 2028	237,641.60
367	South Triangle	G/F Sunshine Blvd. Plaza, Quezon Ave. cor. Sct. Santiago and Panay Ave., Brgy. South Triangle, Quezon City	January 16, 2015	January 15, 2025	215,755.40
368	Sta. Mesa (formerly Mezza Residences)	1-B G. Aranela Avenue, Brgy. Doña Imelda, Quezon City	December 1, 2016	November 30, 2026	156,556.60
369	Sto. Cristo	622-39 Sto. Cristo St. Binondo, Manila	June 1, 2016	May 31, 2026	161,250.00
370	Sto. Cristo-CM Recto	858 Sto. Cristo Street, Manila	October 01, 2017	September 30, 2027	129,654.00
371	Sto. Domingo Ave.	Sto. Domingo Ave., Quezon City	April 16, 2017	April 15, 2027	119,119.62
372	Subic Bay Freeport Zone	CBC Building., Subic Bay Gateway Park, Rizal Highway, Subic Bay Freeport Zone	June 25, 2008	June 24, 2058	1,507.65
373	Surigao City	CBC Building, Amat St., Barrio Washington, Surigao City, Surigao del Norte	September 1, 2011	August 31, 2031	45,029.38
374	T. Alonzo	Abeleda Business Center, 908 T. Alonzo corner Espeleta Streets, Sta. Cruz, Manila	June 1, 2021	May 31, 2031	159,173.43
375	Tabaco City	Ziga Ave. corner Berces Street, Tabaco City, Albay	March 1, 2015	February 28, 2025	92,927.59
376	Tadoban City	Uytlingkoc Building, Avenida Veteranos, Tadoban City, Leyte	July 1, 2020	June 30, 2030	136,074.77
377	Taft Ave. - Nakpil	G Square Taft Ave. corner Nakpil St., Malate, Manila	July 01, 2018	June 30, 2028	204,205.05
378	Taft Ave. - Quirino	2178 Taft Avenue near corner Quirino Avenue, Malate, Manila	May 1, 2017	April 30, 2025	195,447.97
379	Tagaytay City	Foggy Heights Subdivision, E. Aguinaldo Highway, Tagaytay City, Cavite	September 1, 2016	August 31, 2026	132,247.08
380	Tagbilaran City	G/F Melrose Bldg. Carlos P. Garcia Avenue, Tagbilaran City, Bohol	August 16, 2022	August 30, 2027	217,534.08
381	Talavera	CBC Building, Marcos District, Talavera, Nueva Ecija	July 20, 2012	July 19, 2032	30,018.14
382	Tandang Sora - Visayas Ave.	#250 Tandang Sora Ave., Quezon City	February 1, 2017	March 31, 2027	204,205.05
383	Tarlac - Bamban	National Road, Brgy. Anupul, Bamban, Tarlac	December 1, 2016	November 30, 2026	29,400.00
384	Tarlac - San Rafael	CBC Building, Brgy. San Rafael, Tarlac City, Tarlac	November 1, 2017	October 31, 2032	28,000.00
385	Tarlac- Camiling	Savewise Super Market, Poblacion, Camiling, Tarlac	February 1, 2014	January 31, 2024	78,047.42
386	Tarlac- Concepcion	G/F Descanzo Bldg., F. Timbol St. San Nicolas Poblacion, Concepcion, Tarlac	October 1, 2014	September 30, 2024	74,536.00
387	Tarlac- Paniqui	Cedasco Building, M. H del Pilar St., Poblacion, Paniqui, Tarlac	October 1, 2014	September 30, 2024	67,420.08
388	Taytay - Ortigas Extension	Ortigas Ave. Ext., Taytay, Rizal	February 01, 2018	January 31, 2028	162,586.12
389	Taytay-San Juan	Velasquez St., Sitio Banglad, Brgy. San Juan, Taytay, Rizal	August 1, 2016	October 31, 2026	108,909.96
390	The District Imus	G/F The District Imus, Anabu II, Imus, Cavite	January 1, 2023	December 31, 2023	139,689.01

	BRANCH	ADDRESS	LEASE COMMENCEMENT	LEASE EXPIRATION	MONTHLY RENT
391	The Medical City	2/F Medical Arts Building, The Medical City, Origas Ave., Pasig City	December 1, 2019	November 30, 2029	102,748.80
392	Tomas Mapua - Laguna	CBC Building, Tomas Mapua St. Sta. Cruz, Manila	September 1, 2016	August 31, 2031	114,354.83
393	Tomas Morab - E. Rodriguez	1427 Tomas Morab Ave., Quezon City	April 1, 2017	June 30, 2032	221,818.80
394	Tomas Morab Extension	QY Bldg. Tomas Morab Ave., Quezon City	December 1, 2016	November 30, 2026	183,784.54
395	Trece Martires	G/F Waltermart, Governor's Drive corner City Hall Road, Brgy. San Agustin, Trece Martires City, Cavite	November 19, 2017	10/31/2022*	81,834.48
396	Trinoma	Unit P002, Level P1, Triangle North of Manila, North Avenue corner EDSA, Quezon City	September 1, 2017	8/31/2022*	418,370.53
397	Tuguegarao- Balzain	Balzain Highway, Tuguegarao City, Cagayan	August 1, 2015	July 30, 2025	113,451.28
398	Tuguegarao City	A. Bonifacio Street, Tuguegarao, Cagayan	March 16, 2016	March 15, 2026	130,000.00
399	Tulubang Prime Block	Rivera Shophouse, Podium Area, Tulubang Center Prime Block, C.M. Recto Ave. corner Rivera Street, Manila	August 21, 2016		Leasehold Rights
400	UP Techno Hub	UP AyalaLand Techno Hub, Commonwealth Ave., Quezon City	September 1, 2017	August 31, 2025	175,304.56
401	Up Village - Maginhawa	LTR Bldg. No. 46 Maginhawa St. UP Village, Quezon City	January 1, 2017	December 31, 2026	133,803.89
402	V. Luna	G/F AGGCT Bldg. No. 32 V. Luna cor Malapat Sts., Brgy. Pinyahan, Quezon City	November 1, 2016	October 31, 2026	224,352.13
403	Valencia	A. Mabini Street, Valencia, Bukidnon	May 1, 2016	January 31, 2029	94,388.11
404	Valenzuela - Gen. Luis	AGT Building, 425 Gen. Luis Street, Paso de Blas, Valenzuela City	July 1, 2021	June 30, 2031	67,200.00
405	Valenzuela - Malinta	MacArthur Highway, Brgy. Malinta, Valenzuela City	January 1, 2017	December 31, 2026	104,958.00
406	Vigan City	Burgos Street near corner Rizal Street, Vigan City, Ilocos Sur	February 1, 2019	January 31, 2024	132,380.00
407	Virac	Gogon, Virac, Catanduanes	February 1, 2017	January 31, 2027	104,958.00
408	Xavierville	65 Xavierville Ave., Loyola Heights, Quezon City	June 1, 2020	May 31, 2032	190,113.28
409	Zambales - Boblan	National Highway, Brgy. Batonlapoc, Boblan, Zambales	February 1, 2017	January 31, 2027	42,336.00
410	Zamboanga- San Jose Gusu	Yubenco Supermarket, San Jose Gusu, Zamboanga City, Zamboanga del Sur	December 1, 2014	November 30, 2024	75,627.95
411	Zamboanga-Guiwan	G/F Yang's Tower, M.C. Lobergat National Highway, Guiwan, Zamboanga City	March 7, 2017	March 6, 2027	82,958.92
412	Zobel - Roxas	1247 Zobel Roxas Ave. corner Taal Street, Malate, Manila	July 1, 2019	June 30, 2029	166,698.00

China Bank Savings

(iii) Bank-owned Properties – Metro Manila & Provincial Branches

	BRANCHES	ADDRESS
1	ANGELES - RIZAL	639 Rizal Street, Angeles City
2	AYALA AVENUE	6772 Ayala Avenue, Makati City
3	BATANGAS - P. BURGOS	4 Burgos Street, Batangas City
4	BIÑAN	San Vicente Binan Laguna
5	BUENDIA MAIN	314 Buendia Avenue, Makati City
6	DAU	MacArthur Highway, Dau, Mabalacat, Pampanga
7	LA UNION with Business Center	A.G. Zambrano Building Quezon Avenue San Fernando City, La Union
8	ORANI	Brgy. Balut, Orani, Bataan
9	STA. ROSA - BALIBAGO	Old National Hiway cor Roque Lazaga St., Sta Rosa, Laguna

(iv) Leased Properties – Metro Manila & Provincial Branches

	BRANCHES	ADDRESS	LEASE COMMENCEMENT	LEASE EXPIRATION	MONTHLY RENT
1	ACACIA ESTATES - SAVEMORE	Acacia Taguig Town Center, Acacia Estates, Ususan, Taguig City	December 1, 2021	November 30, 2023	62,053.95
2	ALABANG HILLS	G/F Alabang Comm'l Ctr Arcade, Don Jesus Blvd. Alabang, Muntinlupa City	August 16, 2022	August 15, 2027	116,029.41
3	AMANG RODRIGUEZ - SAVEMORE	Savemore Market G/F GBU Bldg. Amang Rodriguez Avenue corner Evangelista St., Sanitlan, Pasig City	April 1, 2022	March 31, 2024	76,580.00
4	ANGONO	Manila East Road cor Don Benito St. Brgy. San Roque, Angono, Rizal	June 1, 2016	May 31, 2023	67,138.79
5	ANTIPOLO	E.M.S. Bldg., Ground Floor L1, M. L. Quezon corner F. Dimenlig Sts., Antipolo City	May 1, 2015	April 30, 2025	119,998.80
6	ARANETA CENTER COD - SAVEMORE	Gen. Romulo St., Araneta Center, Cubao, Quezon City	December 1, 2022	November 30, 2023	46,541.00
7	ARAYAT	Caotud Arayat, Pampanga	November 16, 2022	November 15, 2023	45,961.83
8	BACLARAN	3751 Quirino Avenue Corner Sta. Rita St., Bacaran, Parañaque City	April 5, 2016	April 4, 2023	109,887.84
9	BACOLOD	Fordland Building I Annex, 12th Lacson Street, Brgy. 4, Bacolod City	October 16, 2021	October 15, 2031	253,023.00
10	BACOR - TALABA	UNIT 103 Bacoar Town Center - E. Aguinaldo Highway Talaba VII, Bacoar City, Cavite	February 1, 2017	January 31, 2027	113,598.71
11	BAGUIO	B 108 Lopez Bldg., Session Road corner Assumption Road, Baguio City	June 17, 2021	June 16, 2026	165,844.93
12	BALAGTAS	Ultra Mega Supermarket, McArthur Highway, Burol 1st, Balagtas, Bulacan	March 6, 2022	March 5, 2027	36,465.18
13	BALANGA	D.M. Banzon Ave. corner Sto. Domingo St., Balanga, Bataan	October 15, 2022	October 14, 2027	125,209.52
14	BALIBAGO	Mac Arthur Highway, Balibago, Angeles City	January 1, 2022	December 31, 2027	127,628.16
15	BALIUG	Plaza Naring, Baliug, Bulacan	September 11, 2019	September 10, 2026	165,375.00
16	BANAWA	Nos. 247-249 Banawe St., Sta. Mesa Heights, Barangay Lourdes, Quezon City	November 22, 2022	October 21, 2023	148,333.57
17	BANGKAL	1661 Evangelista St. Bangkal, Makati City	June 21, 2022	June 21, 2027	163,977.05
18	BF HOMES	284 Aguirre Avenue, B.F. Homes, Paranaque	July 1, 2013	June 30, 2023	88,647.33
19	BINONDO - JUAN LUNA	694-696 Juan Luna St., Binondo, Manila	September 16, 2013	September 15, 2023	255,562.86
20	BLUMENTRITT	Blumentritt St. near Oroquieta St., Sta. Cruz Manila	March 28, 2017	March 27, 2027	133,705.69
21	BONI AVENUE	Raymond Tower Boni, 615 Boni Avenue, Plainview, Mandaluyong City	September 1, 2017	August 31, 2027	80,223.41
22	BUTUAN	JMC Building, J.C. Aquino Avenue, Brgy. Lapu Lapu, Butuan City, Agusan del Norte	May 1, 2021	April 30, 2028	138,494.75
23	CABANATUAN - BAYAN	Burgos Avenue, Cabanatuan City	March 1, 2022	February 28, 2029	117,346.62
24	CAGAYAN DE ORO	Sergio Osmeña St., Cogon District, Cagayan de Oro City	November 1, 2022	October 31, 2032	128,275.45
25	CAINTA	Lower Ground Floor 04 & 05, OK Square Mall, Origas Ave. Ext., Brgy. San Juan, Cainta, Rizal	September 1, 2022	August 31, 2027	51,940.00
26	CALAMBA	HK Bldg II, National Highway, Brgy. Halang, Calamba, Laguna	November 1, 2022	October 31, 2027	135,503.77
27	CAVITE CITY	485 P. Burgos St., Barangay 34, Candad, Cavite City	October 31, 2021	October 30, 2026	55,000.00
28	CEBU - LAHUG	G/F Skyrise IT Bldg., Bgy. Apas, Lahug, Cebu City	June 1, 2017	May 31, 2025	248,664.91
29	CEBU - MANGO with Business Center	JSP Mango Realty Building corner General Maximom Avenue and Echavez Sts. Cebu City	January 1, 2017	December 31, 2022	344,696.40
30	CEBU MANDAUE - BASAK	Cebu North Road, Basak, Mandaue City	August 1, 2018	July 31, 2023	58,635.73

	BRANCHES	ADDRESS	LEASE COMMENCEMENT	LEASE EXPIRATION	MONTHLY RENT
31	COMMONWEALTH AVE.	Unit 101, JOCFER Building, Commonwealth Avenue, Brgy. Holy Spirit, Quezon City	April 16, 2016	April 15, 2023	72,365.78
32	CUBAO	Fernandina 88 Condominium, 222 P. Tuazon Ave., Araneta Center, Cubao, Quezon City	July 1, 2022	June 30, 2029	93,079.70
33	DAGUPAN	GF Lyceum-Northwestern University, Tapuac District, Dagupan City	November 2, 2020	November 1, 2030	146,600.52
34	DARAGA	Rizal St., Brgy. San Roque, Daraga, Albay, Bicol	June 15, 2021	June 14, 2026	88,200.00
35	DASMARINAS	Veluz Plaza Building, Zone 1, E. Aguinaldo Highway, Dasmarinas, Cavite	April 1, 2016	March 31, 2026	86,821.87
36	DAVAO - RECTO	C.Villa Abrille Building, C.M. Recto Avenue, Davao	August 1, 2018	July 31, 2023	92,610.00
37	DAVAO with Business Center	GF 8990 Corporate Center, Quirino Ave., Davao City	January 1, 2021	October 31, 2023	98,694.02
38	DEL MONTE	392 Del Monte Avenue, Barangay Sienna, Quezon City	April 1, 2018	March 31, 2028	193,725.00
39	DOLORES	STCI Bldg., Mac Arthur Highway, Brgy. San Agustin, San Fernando, Pampanga	July 1, 2015	June 30, 2025	78,820.14
40	E. RODRIGUEZ SR. AVENUE	Hemady Square, E. Rodriguez Avenue corner Dona Hemady St., Quezon City	September 1, 2021	August 31, 2028	155,911.52
41	ESPAÑA - SUN MALL	Ground Floor Sun Mall, Espana Boulevard corner Mayon St., Brgy. Sta. Teresita, Quezon City	November 1, 2022	October 31, 2027	133,251.75
42	FELIX HUERTAS - JT CENTRALE	Unit 103, Ground Floor, JT Centrale Mall, No. 1686 V. Fugoso St. corner Felix Huertas St., Sta. Cruz, Manila	December 16, 2016	December 15, 2023	100,207.68
43	FILINVEST CORPORATE CITY	BC Group Bldg., East Asia Drive, near corner Commerce Ave., Filinvest Corporate City, Alabang, Muntinlupa City	August 1, 2022	July 31, 2027	177,294.64
44	FTI HYPERMARKET TAGUIG	DBP Avenue, Food Terminal Inc., Western Bicutan, Taguig	May 2, 2019	May 1, 2024	75,071.62
45	GARANETA	195 G. Araneta Avenue, Quezon City	March 15, 2017	March 14, 2024	71,859.57
46	GENERAL SANTOS	Santiago Boulevard, General Santos City	April 1, 2020	March 31, 2027	87,106.22
47	GENERAL TRIAS	GF VCentral Gentrif, Governor's Drive, New Brgy. Manggahan, General Trias, Cavite	April 1, 2022	March 31, 2029	90,966.00
48	GIL PUYAT-BAUTISTA	Lot 25 Bk 74 Bautista Street corner Buendia Avenue, Makati City	July 1, 2017	June 30, 2024	166,281.25
49	GREENHILLS - ORTIGAS AVE.	Ground Floor, VAG Building, Ortigas Avenue, Greenhills, San Juan	December 1, 2020	November 30, 2025	105,070.00
50	GUAGUA	Plaza Burgos, Guagua, Pampanga	January 1, 2013	December 31, 2023	107,558.63
51	GUIQUINTO-RIS	RIS-5 Industrial Complex, 68 Mercado St., Tabe, Guigumb, Bulacan	September 25, 2017	September 24, 2027	36,465.19
52	ILOILO - IZNART	Golden Commercial Building, Iznart, Iloilo City	February 1, 2018	January 31, 2028	182,650.00
53	ILOILO - JARO	Lopez Jaena corner EL 98 Streets, Jaro, Iloilo	May 1, 2013	April 30, 2023	105,490.32
54	IMUS	Tanzang Luma, Gen. Emilio Aguinaldo Highway, Imus, Cavite	November 26, 2020	November 25, 2027	105,000.00
55	KALIBO	F. Quimpo Street connecting Mabini and Toting Reyes Streets, Kalibo, Aklan	May 1, 2021	April 30, 2031	100,000.00
56	KALOOKAN	Augusto Bldg., Rizal Ave., Gracepark, Kalookan City	August 16, 2017	August 15, 2025	177,345.00
57	KALOOKAN MABINI	AJ Building, 353 A. Mabini St, Kalookan City	January 1, 2017	December 31, 2023	128,129.92
58	KATIPUNAN AVE.	One Burgundy Condominium, Katipunan Avenue, Quezon City	February 16, 2016	February 15, 2023	167,512.75
59	LAGRO	Ground Floor Bonanza Building, Quirino Highway, Greater Lagro, Novaliches, Quezon City	September 9, 2016	September 8, 2023	92,666.16
60	LAGUNA - STA. CRUZ	E & E Building, Pedro Guevarra Avenue, Sta. Cruz, Laguna	November 8, 2021	November 7, 2026	58,000.00
61	LAOAG CITY	GF LC Square Building, J.P. Rizal corner M.V. Farinas Sts., Laoag City, Ilocos Norte	July 1, 2022	June 30, 2027	112,151.36
62	LAS PINAS - ALMANZA UNO	Alabang Zapote Road, Almanza Uno, Las Pinas City	September 1, 2022	August 31, 2027	125,766.42
63	LEGAZPI	F. Imperial Street, Barangay Bitano, Legazpi City	March 1, 2018	February 28, 2028	194,040.00
64	LINGAYEN	Unit 5-6, The Hub - Lingayen Building, National Road, Poblacion, Lingayen, Pangasinan	July 1, 2018	June 30, 2028	136,500.00
65	LIPA	C.M. Recto Avenue, Lipa City	March 1, 2022	February 28, 2027	187,792.36
66	LOS BAÑOS - CROSSING	Batong Malake, Los Baños Laguna	January 1, 2021	December 31, 2023	101,926.12
67	LUCENA	Merchant corner Evangelista Sts., Lucena City	September 16, 2018	September 15, 2023	87,672.89
68	MACABEBE	Poblacion, Macabebe, Pampanga	June 16, 2017	June 15, 2027	60,144.00
69	MAKATI - CHINO ROCES	2176 Chino Roces Avenue, Makati City	October 1, 2013	September 30, 2023	149,604.00
70	MAKATI - J.P. RIZAL	882 J.P. Rizal St., Makati City	September 1, 2013	August 31, 2023	153,153.78
71	MALABON-FRANCIS MARKET-SAVEMORE	Francis Market, Governor Pascual corner M.H. Del Pilar Sts., Malabon	August 1, 2022	July 31, 2023	42,254.25
72	MALOLOS	Canlapan Street, Sto. Rosario, Malolos City, Bulacan	July 1, 2022	June 30, 2027	84,425.60
73	MALOLOS - CATMON	Paseo Del Congreso, Catmon, Malolos City, Bulacan	April 6, 2020	April 5, 2030	85,600.00
74	MANDALUYONG	New Panaderos Ext., Mandaluyong City	June 1, 2022	May 31, 2027	161,832.50
75	MANDALUYONG - SHAW	Ground Floor, 500 Shaw Tower, 500 Shaw Boulevard, Mandaluyong City	December 1, 2018	November 30, 2023	171,627.42
76	MANDAUE	A. Del Rosario Ave., Mantuyong, Mandaue City, Cebu	August 1, 2022	July 31, 2023	105,000.00
77	MARIKINA	33 Bayan-Bayanan Ave., Bgy. Concepcion 1 Marikina City	May 24, 2020	May 23, 2030	220,000.00
78	MARIKINA - GIL FERNANDO AVENUE	CTP Building, Gil Fernando Ave., Marikina City	January 1, 2018	December 31, 2022	102,620.38
79	MEYCAUAYAN	MANCON Building, Calvario, Meycauayan, Bulacan	November 1, 2016	October 31, 2023	78,949.50
80	MOLINO	Avon Building, 817 Molino Road, Molino III, Bacoor, Cavite	October 1, 2021	September 30, 2026	110,000.00
81	MOUNT CARMEL	KM 78 Mac Arthur Highway, Brgy. Saguin, San Fernando City, Pampanga	July 20, 2015	July 19, 2025	134,009.57
82	MUNOZ - JACKMAN	Jackman Plaza, GF, UG14 to UG18 EDSA Muñoz Brgy. R. Magsaysay, Quezon City	June 1, 2017	May 31, 2024	105,755.24
83	NAGA	RL Building, Panganiban St., Lerma, Naga City	July 16, 2022	July 15, 2032	104,672.90
84	NEPA - Q MART - SAVEMORE	Rose Building, 770 St. EDSA and K-G St., West Kamias, Quezon City	December 1, 2022	November 30, 2023	46,541.00
85	NINOY AQUINO AVE.	GF Skyfreight Building, Ninoy Aquino Ave. corner Pascor Drive, Paranaque City	June 1, 2022	May 31, 2027	165,916.60
86	N.S. AMORANTO AVE.	Unit 101 R Place Building, 255 N.S. Amoranto Sr. Avenue, Quezon City	November 15, 2021	November 14, 2026	75,000.00
87	OLONGAPO	Ground Floor, City View Hotel, 25 Magsaysay Drive, New Asinan, Olongapo City	October 25, 2022	October 24, 2023	130,638.51
88	ONGPIN	Unit 576-578, Ground Floor Ramada Manila Central Hotel, Quintrín Paredes Road corner Onpin Street, Brgy. 289, Binondo, Manila	July 1, 2022	June 30, 2027	167,922.00
89	ORTIGAS CENTER	Ground Floor, Hanston Square, San Miguel Avenue, Ortigas Center, Pasig City	March 1, 2021	February 28, 2026	142,387.88
90	PARANAQUE - BETTER LIVING	90 Dona Soledad Avenue, Better Living Subd, Bicutan, Paranaque	October 1, 2018	September 30, 2023	102,766.20
91	PARANAQUE - JAKA PLAZA	JAKA Plaza Center, Dr. A. Santos, Ave., Sucat Paranaque	April 19, 2016	April 18, 2023	102,069.10
92	PARANAQUE - LA HUERTA	Quirino Avenue, La Huerta, Paranaque City	October 1, 2013	September 30, 2028	132,971.37
93	PARANAQUE - MOONWALK	Kassel Residence Building, E. Rodriguez Avenue, Moonwalk, Paranaque City	April 17, 2022	April 16, 2023	105,398.52
94	PASAY - LIBERTAD	533 Cemenlina St. Libertad, Pasay City	February 20, 2017	February 19, 2024	105,293.23
95	PASIG - CANIOGAN	Unit A, KSN Building, C. Raymundo Avenue, Canioagan, Pasig City	June 15, 2016	June 14, 2023	89,339.71
96	PASIG - MUTYA	Richcrest Building, Caruncho Corner Market Avenue, San Nicolas, Pasig City	July 16, 2017	July 15, 2027	108,900.00
97	PASIG - PADRE BURGOS	114 Padre Burgos St., Kapasigan, Pasig City	June 16, 2018	June 15, 2023	115,631.11
98	PASO DE BLAS	Andoks Bldg., 629 Gen. Luis St., Paso De Blas, Valenzuela City	February 1, 2021	January 31, 2026	72,277.62
99	PATEROS	Unit CC1, GF East Mansion Townhomes, Elisco Road, Sto. Rosario, Pateros, Metro Manila	October 1, 2020	September 30, 2025	72,450.00
100	PATEROS - ALMEDA	120 M. Almeda Street, Pateros	August 30, 2022	August 30, 2027	103,425.50
101	PEDRO GIL	Like Bldg., Pedro Gil corner Pasaje, Rosario St. Paco, Manila	September 1, 2018	August 31, 2025	127,141.25
102	PLARIDEL	Banga, Plaridel, Bulacan	September 1, 2022	August 31, 2027	177,294.65
103	PLAZA STA. CRUZ	MBI Building, Unit 103, Plaza Sta. Cruz, Sta. Cruz, Manila	April 1, 2016	March 31, 2026	121,000.00
104	PORAC	Cangatba, Porac, Pampanga	December 14, 2020	December 13, 2025	62,460.97
105	QUEZON AVENUE - PALIGSAHAN	1184-A BEN-LOR Bldg., Brgy. Paligsaahan, Quezon City	April 16, 2021	April 15, 2026	109,350.00
106	QUEZON AVENUE	GF GJ Bldg., 385 Quezon Ave., Quezon City	November 1, 2018	October 31, 2028	181,384.07
107	QUIAPO - ECHAGUE	C. Palanca St. cor P. Gomez St., Quiapo, Manila	August 1, 2018	July 31, 2028	165,375.00
108	RADA	104 Rada St. Levaspi Village, Makati	June 16, 2021	June 15, 2023	151,073.33
109	ROOSEVELT	342 Roosevelt Avenue, Quezon City	June 15, 2017	May 31, 2024	85,085.43
110	ROXAS AVE. CAPIZ - CITYMALL BRANCH	CityMall - Roxas Ave, Brgy VI, Roxas City, Capiz	November 14, 2018	November 13, 2023	81,071.22
111	SAN FERNANDO	KHY Trading Bldg., San Fernando-Gapan Rd., San Fernando City, Pampanga	July 16, 2020	July 15, 2027	170,646.10

	BRANCHES	ADDRESS	LEASE COMMENCEMENT	LEASE EXPIRATION	MONTHLY RENT
112	SAN FERNANDO - BAYAN with Business Center	JSL Building, Consunji Street, City of San Fernando, Pampanga	June 1, 2018	May 31, 2025	123,428.56
113	SAN ILDEFONSO	Savemore Bldg. San Ildefonso, Poblacion, Bulacan	June 22, 2020	July 31, 2025	106,581.70
114	SAN JOSE DEL MONTE	Ground Floor, Giron Building, Gov. Halli Avenue, Tungkong Mangga, City of San Jose Del Monte, Bulacan	July 1, 2022	July 31, 2027	204,000.00
115	SAN JUAN	Madison Square, 264 N. Domingo St., Barangay Pasadena, San Juan	September 1, 2021	August 31, 2028	85,000.00
116	SAN MIGUEL	Norberto St., San Miguel, Bulacan	December 1, 2018	November 30, 2023	88,200.00
117	SAN NARCISO	Brgy. Libertad, San Narciso, Zambales	December 8, 2016	December 7, 2024	47,402.25
118	SAN PABLO	Rizal Avenue corner Lopez Jaena, San Pablo City, Laguna	April 1, 2022	March 31, 2027	127,948.03
119	SAN PEDRO	Gen - Ber Bldg. National Highway Landayan, San Pedro Laguna	March 1, 2022	February 28, 2027	55,000.00
120	SAN RAFAEL	Cagayan Valley cor. Cruz na Daan Roads, San Rafael, Bulacan	December 13, 2022	December 12, 2027	93,579.16
121	SANTIAGO - VICTORY NORTE	Maharlika Highway corner Quezon St., Victory Norte, Santiago City	October 15, 2022	October 14, 2027	134,009.57
122	SAVEMORE - ANONAS	Maamo St., Road Lot 30, V. Luna and Anonas Extension, Skatuna, Quezon City	December 1, 2021	November 30, 2023	62,553.95
123	SAVEMORE TAGAYTAY - MENDEZ	Mendez Crossing West Tagaytay-Nasugbu Highway corner Mendez-Tagaytay Road, Tagaytay City	August 1, 2021	July 31, 2024	55,216.00
124	SAVEMORE TALISAY NEGROS OCCIDENTAL	Mabini St., Zone 12, Paseo Mabini, Talisay City, Negros Occidental	May 23, 2019	November 30, 2024	119,674.00
125	SORSOGON	God is Good Commercial Bldg, Rizal St., Purok 5, Plot, West District, Sorsogon City, Sorsogon	May 1, 2021	April 30, 2028	145,000.00
126	SOUTH TRIANGLE	Ground Floor, SUNNYMEDE IT CENTER, Brgy. South Triangle, Quezon Ave., QC	September 1, 2018	August 31, 2025	181,810.12
127	STA. ANA	Poblacion, Sta. Ana, Pampanga	December 1, 2018	November 30, 2023	58,801.32
128	STA. ANA MANILA	Savemore, Pedro Gil St., Sta. Ana, Manila	April 1, 2022	March 31, 2023	56,346.78
129	STA. MARIA	Gen. Luna cor De Leon Street, Sta. Maria, Bulacan	December 8, 2022	December 7, 2027	129,360.00
130	STA. MESA	4128 Ramon Magsaysay Blvd., Sta. Mesa, Manila	March 16, 2017	March 15, 2024	77,299.00
131	STA. RITA	San Vicente, Sta. Rita, Pampanga	October 8, 2022	October 7, 2027	46,273.26
132	STA. ROSA	Sta. Rosa-Tagaytay Highway, Sta. Rosa, Laguna	June 17, 2022	June 16, 2027	160,000.00
133	STO. TOMAS	AGOJO Corp. Building, Maharlika Highway, Sto Tomas, Batangas	October 26, 2020	October 25, 2025	152,647.80
134	SUBIC	Baraca, Subic, Zambales	March 1, 2019	February 28, 2029	81,144.00
135	TACLOBAN CITY	GF, YVI Center, Bldg A, Fatima Village, Tacloban City, Leyte	September 16, 2019	September 15, 2024	126,393.75
136	TAFT - QUIRINO AVENUE	1945 Esther Building, Taft Avenue, Malate, Manila	February 1, 2022	January 31, 2029	70,400.00
137	TAGUM	Maharlika Highway cor. Lapu-Lapu Extension, Brgy. Maguigo Tagum City	June 1, 2022	May 31, 2027	64,178.73
138	TANAUAN CITY	National Highway Brgy. Darasa, Tanauan, Batangas	December 1, 2018	November 30, 2028	79,558.61
139	TANDANG SORA	Ceolville Bldg. III, 670 Tandang Sora Ave. corner General Ave, Tandang Sora, Quezon City	May 16, 2017	May 15, 2024	92,986.25
140	TARLAC	Mac Arthur Highway, San Nicolas, Tarlac City	September 15, 2016	September 14, 2023	92,677.15
141	TAYTAY	C Gonzaga Bldg II, Manila East Road, Taytay, Rizal	October 15, 2018	October 14, 2023	131,244.67
142	TAYUMAN	1925-1929 Rizal Avenue near corner Tayuman St, Sta. Cruz, Manila	October 1, 2016	September 30, 2023	121,550.62
143	TIMOG	JENKINSEN TOWERS 80 Timog Avenue, Quezon City	May 1, 2017	April 30, 2024	146,009.52
144	TUQUEGARAO	Metropolitan Cathedral Parish Rectory Complex, Rizal St., Tuquegarao City	August 16, 2022	August 15, 2027	123,257.38
145	TWO E-COM	Two E-Com Center Tower B, Ocean Drive near corner Bayshore Drive, Mall of Asia Complex, Pasay City	November 1, 2022	October 31, 2027	177,978.41
146	UN AVENUE	552 United Nations Avenue, Ermita, Manila	February 1, 2019	January 31, 2024	183,410.78
147	URDANETA	Brgy. Nancayasan, Mc Arthur Highway, Urdaneta City, Pangasinan	August 24, 2016	August 23, 2023	82,687.50
148	VALENZUELA - MARULAS	92-J Mac Arthur Highway, Marulas, Valenzuela City	October 20, 2020	October 19, 2025	72,930.38
149	VIGAN	Plaza Maestro Convention Center, Florentino St. and Burgos St. Vigan City, Ilocos Sur	June 5, 2017	June 4, 2027	263,652.96
150	WILSON	219 Wilson St., Greenhills, San Juan City	October 16, 2022	October 15, 2027	192,536.19
151	VISAYAS AVE.	Upper Ground Floor, Wilcon City Center Mall, Visayas Avenue, Quezon City	March 2, 2022	March 1, 2027	133,486.36
152	ZAMBOANGA	City Mall, Don Alfaro St., Tetuan, Zamboanga	September 30, 2022	September 29, 2027	107,936.95

The head office and other branches of China Bank are well maintained for the benefit of its employees and clients. The Bank embarked in its branch redesign project which not only modernized the look and feel of a China Bank branch but also took the concept a step further by transforming the branch into a customer-friendly, familiar yet efficient venue for delivering and cross-selling the China Bank brand of quality service.

(b) Limitations on Properties

Usually, our bank properties which have liens and encumbrances or those which were acquired by virtue of foreclosure sale. These liens mostly are lis pendens and adverse claims, posted by the previous owners- borrowers and they are subsequently cancelled upon termination of the case filed by the latter and upon motion/petition we filed in court.

(c) Description of Property the Bank intends to acquire in the next 12 months

The Bank has future plans to acquire properties but no description/location of properties yet at this time.

Item 3. Legal Proceedings

There are pending cases filed for and against the Bank arising from incidental, ordinary and routine conduct of the banking business. It is the opinion of the management and legal counsel that there are no material pending legal proceedings to which the Bank or any of its subsidiaries or affiliates is a party or of which any of their property is the subject.

Item 4. Submission of Matters to a Vote of Security Holders

Except for the matters taken up during the annual stockholders' meeting on May 5, 2022, there was no other matter submitted to a vote of security holders during the fiscal year covered by this report.

PART II – Operational and Financial Information

Item 5. Market for Issuer's Common Equity and Related Stockholder Matters

(a) Market Information

The Bank's common shares are listed with and traded at the Philippine Stock Exchange (PSE). The high, low, and close sales prices for each quarter within the last two (2) fiscal years and for the first three (3) months of 2023 are show below:

2023	HIGH	LOW	CLOSE
January	28.80	26.40	28.65
February	32.00	28.55	31.25
March	33.25	30.95	32.05
Actual Prices:			
2022	HIGH	LOW	CLOSE
Jan - Mar	27.95	24.10	27.00
April - Jun	28.10	26.50	26.90
Jul – Sept	31.00	25.30	25.35
Oct – Dec	28.50	25.20	27.45
Actual Prices:			
2021	HIGH	LOW	CLOSE
Jan - Mar	25.80	22.80	23.05
April - Jun	25.85	22.80	25.50
Jul – Sept	25.80	23.90	24.15
Oct – Dec	26.50	23.75	26.00

The Bank's common shares were valued at P27.45 per share as of December 29, 2022 (last trading day), and at P32.15 per share as of April 5, 2023 (latest practicable trading date).

(b) Holders

The Bank has an authorized capital stock of P33.0 Billion divided into 3.3 Billion shares with a par value of P10.00 per share. As of March 31, 2023, there are approximately 1,846 holders of 2,691,288,212 common shares, and the following are the Top 20 holders of common shares of the Bank:

Name of Stockholder	Number of Shares	Percentage
1. PCD Nominee Corporation (Non-Filipino)	715,820,168	26.598%
2. PCD Nominee Corporation (Filipino)	574,615,158	21.350%
3. SM Investments Corporation	463,922,761	17.238%
4. Sysmart Corporation	416,402,026	15.472%
5. JJACCIS Development Corporation	62,320,926	2.316%
6. CBC Employees Retirement Plan	53,278,951	1.980%
7. Joaquin T. Dee &/or Family	40,787,322	1.516%
8. GDSK Development Corporation	31,458,583	1.169%
9. Suntree Holdings Corporation	24,138,332	0.897%
10. Syntrix Holdings, Inc.	23,266,173	0.864%
11. Hyde Management & Resource Corporation	14,334,603	0.533%
12. The First Resources Mgt. and Sec. Corp.	5,964,229	0.222%
13. Kuan Yan Tan's Charity (Phil.), Inc.	5,941,277	0.221%
14. Reliance Commodities, Inc	5,662,648	0.210%
15. Robert Y. Dee, Jr.	5,569,499	0.207%
16. La Filipina Uy Gongco Corporation	5,444,600	0.202%
17. Ansaldo, Godinez & Co., Inc.	4,664,350	0.173%

18. Michael John G. Dee	3,963,468	0.147%
19. Cheng Siok Tuan	3,864,332	0.144%
20. Rosario Chua Siu Choe	3,631,816	0.135%
TOTAL	2,465,051,222	91.594%

(c) Dividends

The following are the dividends declared on the Bank's common shares for the five (5) most recent fiscal years:

	2022	2021	2020	2019	2018
Stock Dividend	--	--	---	--	--
Cash Dividend	10.0% (regular) 5.0% (special)	10.0%	10.0%	8.8%	8.3%

In accordance with Article VIII, Section 2 of the Bank's Amended By-Laws, dividends by the Bank are payable in cash, property or stock. The payment of the dividends in the future will depend upon the earnings and financial condition of the Bank and other factors.

There is no restriction that limits the ability of the Bank to pay dividends other than those required under the Revised Corporation Code and by the Bangko Sentral ng Pilipinas (BSP). The Dividend Policy of the Bank is discussed under Part IV.

(d) Unregistered Securities

There were no unregistered securities sold by the Bank for the past three (3) years. However, the Bank issued new shares from its authorized but unissued shares resulting from the Bank's Centennial Stock Grant of 5,388,400 common shares to eligible grantees. The grant was approved by the Board of Directors on August 5, 2020 and September 2, 2020, ratified by the stockholders in their special meeting on October 1, 2020, and approved by the relevant regulatory agencies. These securities distributions were exempt from registration requirement under Section 10.2 of the Securities Regulation Code.

(e) Free Float Level

Based on the Public Ownership Report of the Bank as of December 31, 2022, 57.042% of the total outstanding shares are owned by the public.

Item 6. Management Discussion and Analysis or Plan of Operation
(Last Three Years 2022, 2021, and 2020)

(a) Financial and Operating Highlights

Balance Sheet Indicators

In Million Pesos	Dec 31, 2022 Audited	Dec 31, 2021 Audited	Dec 31, 2020 Audited	Dec 31, 2019 Audited
Assets	1,329,729	1,112,320	1,036,012	962,226
Investment Securities	412,234	279,375	235,892	212,836
Loans (Net)	699,595	609,007	557,214	568,919
Total Deposits	1,065,915	862,860	835,231	775,428
Equity	134,579	119,123	104,985	96,176

Analysis of Consolidated Statement of Financial Condition

As of December 31, 2022 and December 31, 2021

China Bank's consolidated **assets** were recorded at P1.3 trillion in 2022, 19.5% higher year-on-year, sustained by the robust earning assets and deposits expansion.

Cash and other cash items dropped 14.6% to P13.7 billion due to close monitoring of cash-in-vault balances to maximize cash efficiency. **Due from Bangko Sentral ng Pilipinas** decreased by 13.8% to P107.1 billion from the drop in overnight deposits with the BSP, while **due from other banks** posted 27.3% increase to P13.6 billion, arising from the bigger placements with correspondent banks. Meanwhile, **interbank loans receivable and securities purchased under resale agreements** rose by 19.2% to P43.6 billion mainly from higher interbank loans.

Total investment securities amounted to P412.2 billion, up 47.6%. **Financial assets at fair value through profit or loss** dropped by 34.4% to P4.7 billion due to securities disposal during the year. Meanwhile, **financial assets at fair value through other comprehensive income (FVOCI)** and **investment securities at amortized cost** posted increases by 51.1% or P14.6 billion to P43.3 billion and 47.7% or P115.6 billion to P358.0 billion, respectively, with the build-up in such investments. **Derivative contracts designated as hedges** representing interest rate swap (IRS) contracts and spot element of FX forward contracts used as hedging instruments against time deposits and cash short position of certain FX spot transactions and of future interest payments grew 5.4x year-on-year to P6.2 billion.

The Bank's liquidity ratio stood at 44%, higher than last year's 42%.

Gross loans rose by 15.0% to P717.7 billion, on the back of vigorous business and consumer lending to drive economic rebound. **Net loans** reached P699.6 billion. Even with this increase, the Bank recorded a better-than-industry non-performing loan (NPL) ratio and NPL coverage ratio of 2.3% and 123%, respectively.

Accrued interest receivable increased by 28.4% to P9.8 billion from P7.6 billion due to larger receivables from investment securities and growth in loans. **Investment in associates** increased 23.4% to P983.2 million due to income contribution from the Bank's affiliate, MCBLife. **Bank premises, furniture, fixtures and equipment and right-of-use assets** grew by P1.1 billion or 13.4% to P9.3 billion mainly from acquisitions of land, furniture, fixtures, and equipment, building, leasehold improvements and right-of-use assets

On the liabilities side, **deposits** reached P1.1 trillion, 23.5% higher on sustained growth across deposit products.

Current and savings account (CASA) deposits totaled P573.4 billion, which accounted for 54% of total deposits. Time deposits increased by P184.8 billion or 60.1% due to the increase in Peso and FCDU funding requirements.

Bills payable increased by P4.6 billion due to higher funding from institutional borrowings. On the other hand, **bonds payable** decreased by 33.3% to P28.3 billion due to the maturity of P15-billion Peso fixed rate bonds in October 2022. **Manager's checks** decreased 16.4% to P1.6 billion because of lower outstanding checks for negotiation. **Income tax payable** was at P311.9 million, down 60.3% due to lower regular corporate income tax rate for the period. **Accrued interest and other expenses** increased 28.9% to P6.1 billion, mainly from higher accrual of interest expense on financial liabilities. Change in the mark-to-market rates resulted in the increases in **derivative liabilities** and **derivative contracts designated as hedges** by P550.8 million to P1.5 billion and by P4.0 billion to P4.2 billion, respectively. **Other liabilities** increased by P3.4 billion or 26.4% to P16.1 billion mainly from higher accounts payable, outstanding acceptances, and lease liabilities.

Total equity stood at P134.6 billion, up 13.0%, mainly from 20.5% increase in **surplus** to P84.6 billion. Such amount was net of the P4.04 billion total cash dividends, up 50% year-on-year, paid in June 2022 to shareholders. **Surplus reserves** rose 18.7% to P4.4 billion due to the appropriation of retained earnings related to allowance for credit losses. **Net unrealized loss on financial assets at FVOCI** amounted to (P4.3) billion from a gain of P81.2 million in the previous year because of mark-to-market revaluation of the Bank's FVOCI securities. **Remeasurement gain on defined benefit asset** was higher at P77.8 million from (P30.5) million due to changes in actuarial assumptions. Furthermore, **remeasurement gain on life insurance reserves** recorded a P110.4 million rebound to P96.4 million from (P14.0) million due to the increase in legal policy reserves of the Bank's affiliate, MCBLife. Meanwhile, **cumulative translation adjustment** increased by P9.9 million or 56.0% to P27.5 million due to exchange rate difference arising from the translation of income and expenses to its presentation currency. **Cash flow hedge reserve** rose 5.6x to P5.5 billion due to the designation of new hedges and favorable mark-to-market rates.

The Bank's **Common Equity Tier 1 (CET 1/ Tier 1) ratio** was recorded at 15.07% while **total Capital Adequacy Ratio (CAR)** was computed at 15.92%. Both were above the regulatory minimum requirement.

Analysis of Consolidated Statement of Financial Condition

As of December 31, 2021 and December 31, 2020

China Bank's consolidated **assets** were recorded at P1.1 trillion in 2021, 7.4% higher year-on-year, supported by the expansion in investment securities and net loans.

Due from Bangko Sentral ng Pilipinas and due from other banks posted decreases by 18.3% to P124.3 billion and 41.3% to P10.7 billion, respectively, from the drop in year-end placements with the BSP and deposits with correspondent banks. Meanwhile, **interbank loans receivable and securities purchased under resale agreements** rose by P18.3 billion to P36.6 billion from higher overnight placements with other banks and the BSP.

Total investment securities amounted to P279.4 billion, up 18.4%. **Financial assets at fair value through profit or loss** dropped 46.2% to P7.2 billion due to securities disposal during the year. Meanwhile, **financial assets at fair value through other comprehensive income (FVOCI)** and **investment securities at amortized cost** posted increases by 41.6% and 19.8%, respectively, with the build-up in such investments. **Derivative contracts designated as hedges** amounting to P1.1 billion was also booked during the year in relation to interest rate swap (IRS) contracts used as hedging instruments against time deposits.

The Bank's liquidity ratio stood at 42%, slightly lower than last year's 43%.

Gross loans grew by 9.1% to P624.3 billion, underscored by a normalizing demand for credit in both business and consumer sectors as the economy gradually opens up with loosened COVID-related restrictions. **Net loans** reached P609.0 billion.

Accrued interest receivable decreased by 10.7% to P7.6 billion from P8.5 billion because of lower yields and the timing difference in the receipt of interest earned. **Investment in associates** dropped 12.7% to P796.5 million due to lower comprehensive income contribution and cash dividends received from the Bank's affiliate, MCBLife. **Deferred tax assets** were down 10.6% to P4.6 billion mainly from impact of the CREATE law.

On the liabilities side, **deposits** increased by 3.3% to P862.9 billion, driven by the 18% build-up current and savings account (CASA) deposits to P555.2 billion, which accounted for 64% of total deposits. **Bills payable** increased by P42.2 billion due to higher interbank borrowings. On the other hand, **bonds payable** decreased by 18.4% to P42.5 billion. The net decrease reflects the settlement of the Bank's P30-billion fixed rate bonds in January 2021, as well as the issuance of another P20 billion peso fixed rate bonds in February 2021, which bears a fixed coupon rate of 2.50% *per annum*, payable monthly, and is due in 2024. **Manager's checks** increased 18.3% to P1.9 billion because of higher outstanding checks for negotiation. **Income tax payable** was at P785.1 million, down 7.2% due to lower regular corporate income tax payable for the period. **Accrued interest and other expenses** increased 21.5% to P4.7 billion, with the setup of higher employee benefits and other expense accruals. Change in the mark-to-market rates resulted in the decrease in **derivative liabilities** and **derivative contracts designated as hedges** by P218.1 million and P358.8 million, respectively. The 28.5% drop in **deferred tax liabilities** was attributable to the savings bank subsidiary. **Other liabilities** increased by P1.8 billion to P12.7 billion mainly from higher accounts payable, acceptances payable, and expected credit losses on off-balance sheet exposures.

Total equity reached P119.1 billion, 13.5% higher than last year's P105.0 billion, mainly from 19.7% increase in **surplus**. **Surplus reserves** rose 29.8% to P3.7 billion due to the appropriation of retained earnings. **Net unrealized gain on financial assets at FVOCI** amounted to P81.2 million, down from P294.1 million last year because of mark-to-market revaluation of the Bank's FVOCI securities. **Remeasurement loss on defined benefit asset** was lower at (P30.5) million due to changes in actuarial assumptions. Furthermore, **remeasurement loss on life insurance reserve of associate** was lower at (P14.0) million from (P45.9) million due to the revaluation of legal policy reserves of the Bank's affiliate, MCBLife. Meanwhile, **cumulative translation adjustment** increased by P12.1 million to P17.6 million due to exchange rate difference arising from the translation of income and expenses to its presentation currency. **Cashflow hedge reserve** improved to P976.8 million due to the designation of new hedges and favorable mark-to-market rates.

The Bank's **Common Equity Tier 1 (CET 1/ Tier 1) ratio** was at 14.92% while **total Capital Adequacy Ratio (CAR)** was computed at 15.75%. Both are above the regulatory minimum requirement.

Analysis of Consolidated Statement of Financial Condition

As of December 31, 2020 and December 31, 2019

The Bank hit a P1.0 trillion mark in **total assets**, 7.7% higher compared to the P962.2 billion last year.

Cash and other cash items dropped 5.1% to P16.0 billion due to the leveling-off of cash-in-vault from its 2019-end build-up. **Due from BSP and due from other banks** posted increases by P52.0 billion and P8.3 billion, respectively arising from the increases in year-end placements with the BSP and deposits with correspondent banks. Similarly, **interbank loans receivable and securities purchased under resale agreements** rose by 7.4% to P18.3 billion from higher overnight placements with the BSP.

Total investment securities amounted to P235.9 billion, up 10.8%. **Investment securities at amortized cost** increased by 20.2% to P202.2 billion with the growth in fixed income assets. Meanwhile, **financial assets at fair value through profit or loss (FVPL)** and **financial assets at fair value through other comprehensive income (FVOCI)** posted decreases by P5.1 billion or 27.5% and

P5.9 billion or 22.5%, respectively resulting from the Bank's securities disposal during the year.

The Bank's liquidity ratio stood at 43% higher than last year's 37%.

Gross loans were at P572.3 billion, slightly down versus last year's P577.8 billion. **Net loans** reached P557.2 billion.

Accrued interest receivable increased by 19.2% to P8.5 billion from P7.2 billion from higher volume of earning assets. **Investment in associates** increased 29.6% to P912.6 million from additional contribution from the Bank's affiliate MCBLife. **Bank premises, furniture, fixture, and equipment** decreased by P732.5 million or 8.0% to P8.4 billion due to depreciation. **Investment properties** dropped 8.1% to P4.0 billion due to the sale and disposal of foreclosed properties and write-offs. **Deferred tax assets** were up 53.4% to P5.2 billion, with the booking of additional provision for impairment and credit losses. **Other assets** declined by 5.6% to P6.5 billion from lower year-end balance of accounts receivables among others.

On the liabilities side, the Bank sustained the growth of **deposits** by 7.7% to P835.2 billion, of which demand and savings deposits totaled P468.9 billion. **Bills payable** decreased by 29.1% to P23.7 billion from lower interbank borrowings and trade finance. On the other hand, **bonds payable** increased by 39.2% with the Peso fixed rate bond issuance of another P15 billion in October 2020. **Manager's checks** dropped 21.5% to 1.6 billion because of lower outstanding checks for negotiation. **Income tax payable** was at P846.1 million, 56.5% higher due to increase in regular corporate income tax payable for the period. **Accrued interest and other expenses** were 5.2% lower at P3.9 billion with lower interest payable accruals. Change in the mark-to-market rates resulted in increased in **derivative liabilities** and **derivative contracts designated as hedges** by P180.7 million and P469.3 million, respectively.

Total equity reached P105.0 billion, 9.2% higher than last year's P96.2 billion, mainly from 20.8% increase in retained earnings booked under **surplus**. **Surplus reserves** declined 20.1% to P2.9 billion due to the reversal of excess appropriation in the allowance for credit losses. **Net unrealized gain on financial assets at FVOCI** amounted to P294.1 million from P417.6 million arising from the mark-to-market revaluation of the Bank's FVOCI securities. **Remeasurement loss on defined benefit asset** recorded a higher loss of P58.5 million to (P427.0) million due to higher retirement payouts from subsidiaries. Furthermore, **remeasurement gain/ (loss) on life insurance reserve of associate** saw a P66.6 million drop to (P45.9) million from the revaluation of legal policy reserves of the Bank's affiliate, MCBLife. **Cumulative translation adjustment and cash flow hedge reserve** was down P1.3 million and P469.3 million due to exchange rate difference arising from the conversion of income and expenses related to foreign currency-denominated positions to base currency.

The Bank's **Common Equity Tier 1 (CET 1/ Tier 1) ratio** and **total CAR** were computed at 13.82% and 14.73%, respectively.

Income Statement Indicators

In Million Pesos	2022 Audited	2021 Audited	2020 Audited	2019 Audited
Interest Income	57,211	46,496	47,686	48,242
Interest Expense	11,622	7,411	13,295	21,634
Net Interest Income	45,590	39,085	34,391	26,609
Non-Interest Income	10,063	9,590	9,462	7,873
Provision for Impairment & Credit Losses	9,013	8,877	8,869	2,570
Operating Expenses	24,354	22,335	21,522	20,324
Net Income	19,136	15,106	12,071	10,075

Note: In 2022, the Bank changed the presentation of CBS's upfront fees that are integral part of the effective interest rate of loans from "Service charges, fees and commissions" to "Interest income on loans and receivables". The Bank effected the change in the comparative financial information to be consistent with the 2022 presentation, increasing "Interest income on loans and receivables" and decreasing "Service charges, fees and commissions" by P771 million in 2021, P549 million in 2020 and P558 million in 2019.

Analysis of Consolidated Statements of Income

For the period ended December 31, 2022 and December 31, 2021

China Bank posted a 26.7% increase in **net income** to P19.1 billion in 2022 on the back of robust operating income and effective cost management. The higher net profit translated to an improved **return on equity** of 15.07% and a **return on assets** of 1.56%.

Total interest income grew by 23.0% to P57.2 billion due to the continuous build-up in earning assets. **Interest income from loans and receivables** was up 14.0% to P39.6 billion from P34.7 billion on the back of robust year-on-year loan portfolio expansion. **Interest income from investment securities at amortized cost and at fair value through other comprehensive income** recorded a 63.8% growth from the build-up in securities holdings while **interest income from financial assets at fair value through profit or loss (FVPL)** decreased by 37.9% to P458.7 million mainly from lower volume of financial assets at FVPL in 2022. **Interest income from due from BSP and other banks, interbank loans receivable, and securities purchased under resale agreements** increased by 14.8% to P2.1 billion with the higher volume of placements with the BSP and other banks and increase in market and policy rates

Total interest expense amounted to P11.6 billion, P4.2 billion or 56.8% larger than last year as **interest expenses on deposit liabilities** increased 72.6% to P8.8 billion arising from the deposit expansion and higher funding cost. **Interest expenses on bonds payable, bills payable and other borrowings** was 24.3% higher at P2.6 billion due to higher funding cost for institutional borrowings. **Interest expenses on lease payable** was down 6.9% due to lower interest charged on outstanding lease liability.

Despite the growth in interest expenses, the Bank's **net interest margin** remained healthy at 4.21%.

The Bank recognized **provision for impairment and credit losses** amounting to P9.0 billion, slightly higher than the P8.9 billion reported for full-year 2021.

Total **non-interest income** was higher by 4.9% to P10.1 billion from notable improvements in core fee income. Gains from **trading and securities** was recorded at P927.5 million from better market positioning. **Service charges, fees, and commissions** grew 5.4% to P2.9 billion due to higher transactions-related and investment banking fees. **Trust fee income** was up 5.1% to P473.8 million with the year-on-year growth in assets under management. The upturn in sales of foreclosed assets resulted in the increases of **gain on sale of investment properties** by 80.0% to P698.8 million and a P58.3 million or 66.7% swing in **gain on asset foreclosure & dacion transactions** to P145.8 million. Higher earnings from the bancassurance joint venture, MCBLife, accounted for the P285.1 million **share in net income of an associate**. **Miscellaneous income** increased 4.1x to P5.2 billion mainly due to one-off gains for the year. On the other hand, **Gain on disposal and redemption of investment securities at amortized cost** dropped to P1.9 million from the significant decline in disposal of investment securities at amortized cost during the year. The Bank also recorded a **foreign exchange loss** of (P555.3) million from a gain of P686.9 million in the year prior because of the month-to-month movement in the Peso-Dollar exchange rate.

Operating expenses (excluding provision for impairment and credit losses) increased by 9.0% to P24.4 billion mainly from higher revenue-related costs due to business growth and higher core operating expenses due to inflationary pressures. **Compensation and fringe benefits** were up 8.5% to P8.1 billion due to increase in human resource complement, compliance with government wage orders, and payroll adjustments in relation to the newly-minted five-year collective bargaining agreement between

management and the CBC Employees' Association. **Taxes and licenses** were up 34.0% to P4.7 billion mainly from higher revenue- and volume-related taxes arising from business growth. **Insurance**, which includes PDIC premium payments, grew 10.8% to P2.3 billion with the annual expansion in deposits. **Professional fees, marketing, and other related services** and **entertainment, amusement, and recreation** likewise rose by 14.9% to P727.3 million and by 14.3% to P560.2 million, respectively, with the ramp-up in business development and marketing initiatives. **Repairs and maintenance** went up by 6.2% to P184.7 million because of higher repairs and construction-related expenses during the year. **Miscellaneous expenses** amounting to P3.0 billion were down 7.1% year-on-year as the Bank recorded lower costs related to pandemic response and information technology upgrades. Consolidated **cost-to-income ratio** improved to 44% from 46%.

Analysis of Consolidated Statements of Income

For the period ended December 31, 2021 and December 31, 2020

China Bank posted a 25.1% increase in **net income** to P15.1 billion in 2021 on the back of sustained core business growth and effective cost management. The higher net profit translated to an improved **return on equity** of 13.58% and a **return on assets** of 1.45%.

Total interest income slid year-on-year to P46.5 billion. **Interest income from investment securities at amortized cost and at fair value through other comprehensive income** decreased by 8.3% to P9.2 billion mainly from the effects of a low-yield environment. **Interest income from due from BSP and other banks and securities purchased under resale agreements** recorded a 46.6% increase to P1.9 billion with the higher volume of placements with the BSP and other banks.

Total interest expense amounted to P7.4 billion, P5.9 billion or 44.3% lower than last year as **interest expenses on deposit liabilities** decreased 47.0% to P5.1 billion driven by the growth in CASA deposits, coupled with the decrease in time deposits and funding costs. **Interest expense on bonds payable, bills payable, and other borrowings** decreased by P1.3 billion to P2.1 billion due to the year-on-year drop in interbank borrowings and funding costs. **Interest expenses on lease payable** was also down 16.0% due to lower balance of outstanding lease liability.

With the significant reduction in interest expense, the Bank's **net interest income** rose 13.6% to P39.1 billion, and led to an improved **net interest margin** of 4.28% from 3.98% last year.

The Bank recognized **provision for impairment and credit losses** amounting to P8.9 billion in 2021 which was steady *versus* the 2020 amount.

Total non-interest income grew to P9.6 billion, underpinned by increase in core fee-based income and the P4.0 billion net gain on **trading and disposal of investment securities at amortized cost**. **Service charges, fees, and commissions** rose by 26.3% to P2.7 billion due to higher investment banking commissions and loans- & deposits-related revenues. **Trust fee income** saw a 10.0% jump to P451.0 million following the sustained build-up in trust department accounts. **Foreign exchange gain** rose by 3.2x to P686.9 million because of favorable forex trading activities. The upturn in sales of foreclosed assets resulted in the doubling of **gain on sale of investment properties** to P388.3 million and a P110.2 million swing in **gain on asset foreclosure & dacion transactions** to P87.5 million. Lower earnings from the bancassurance joint venture, MCBLife, accounted for the (P1.6) million under **share in net loss of an associate**. Miscellaneous income totaled P1.3 billion, up 32.6% from P952.2 million driven by higher bancassurance fees and other transaction-based revenues.

The Bank controlled the movement in **operating expenses** (excluding provision for impairment and credit losses) at P22.3 billion. **Taxes and licenses** were down 12.7% to P3.5 billion mainly from lower volume-related taxes. **Depreciation and amortization** was down 5.7% due to the depreciation expenses on bank premises, furniture, fixtures, equipment, right-of-use assets, and investment properties. **Occupancy costs** were up 18.9% to P2.1 billion due to higher expenses related to rent, utility, and security services. **Professional fees, marketing, and other related services, transportation and traveling, and entertainment, amusement, and recreation** likewise rose 17.4% to P632.9 million, 30.7% to P594.1 million, and 16.6% to P490.3 million with the ramp-up in business

development and marketing initiatives. The Bank has managed to cut **stationery, supplies, and postage** by 13.5% to P218.2 million. **Repairs and maintenance** increased by 29.6% to P173.8 million because of higher repairs and construction-related expenses during the year. **Miscellaneous expenses** increased by 30.1% to P3.3 billion mainly from pandemic-related costs and technology upgrade.

Consolidated cost-to-income ratio improved to 46% from 49%.

Analysis of Consolidated Statements of Income

For the period ended December 31, 2020 and December 31, 2019

China Bank continued its strong performance in 2020, posting a **net income** of P12.1 billion which brought the earnings higher by 19.8%. This translated to a **return on equity** of 12.09% and **return on assets** of 1.21%.

Total interest income was 1.2% lower year-on-year at P47.7 billion. Nevertheless, **interest income from due from BSP and other banks and SPURA** recorded a 14.2% increase to P1.3 billion from the higher volume of placements with the BSP and other banks.

Total interest expense amounted to P13.3 billion, P8.3 billion or 38.5% lower than last year as **interest expenses on deposit liabilities** decreased 48.1% to P9.6 billion driven mainly by the decline in funding cost. **Interest expenses on bills payable and other borrowings** was 22.2% higher at P3.4 billion due to the increase in alternative funding sources, including the Peso fixed-rate bonds issued in October 2020. **Lease payable** was down 12.0% due to lower interest charged on outstanding lease liability.

As a result, **net interest income** jumped 29.2% to P34.4 billion and led to a higher net interest margin of 3.98% from 3.46% last year.

The Bank hiked its **provision for impairment and credit losses** to P8.9 billion which was 3.5x larger from the P2.6 billion posted last year to cushion against the potential impact of COVID-19 pandemic and community quarantine measures on our loan portfolio.

Total non-interest income rose 20.2% to P9.5 billion mainly attributable to the 3.7x increase in **trading and securities gain (net)** to P3.2 billion and the 58.3% uptick in **gain on disposal of investment securities at amortized cost** to P2.2 billion. **Service charges, fees, and commissions** decreased 21.5% to P2.2 billion from lower transaction volume and waiver of some fees during the community quarantine. Also, the decline in sales of foreclosed properties reduced the **gain on sale of investment properties** by 78.3% to P187.2 million and resulted in a **loss on asset foreclosure and dacion transactions** amounting to (P22.8) million. **Trust fee income** managed to increase by P52.8 million or 14.8% with the steady growth in trust assets under management. **Share in net income of an associate** dropped P32.2 million to P152.4 million as the profitability of the bancassurance joint venture, MCBLife was impacted by community lockdowns. **Miscellaneous income** totaled P952.3 million, down 20.2% from P1.2 billion due to lower bancassurance fees and other transaction-related revenues.

Operating expenses increased 5.9% to P21.5 billion. **Compensation and fringe benefits** increased 13.7% to P7.5 billion from the increase in human resource complement and payroll adjustments arising from the 2020 - 2022 collective bargaining agreement between management and the CBC Employees' Association. **Insurance** increased 6.6% to P2.0 billion with the higher PDIC premium payments arising from deposit build-up. **Repairs and maintenance** dropped by 16.1% to P134.2 million because of lower repairs and construction-related expenses during the community lockdown. **Entertainment, amusement and recreation** decreased 12.0% to P420.6 million from the drop in marketing- and selling-related expenses, while **professional fees, marketing, and other related services** increased 30.8% to P539.0 million due to the booking of non-recurring expenses related to the Bank's centennial celebration in 2020. **Miscellaneous expenses** increased by 7.6% to P2.5 billion mainly from pandemic-related costs and technology upgrade.

Consolidated cost-to-income ratio significantly improved to 49% from 59%.

Total Comprehensive Income

For the period ended December 31, 2022, 2021, 2020, and 2019

The Bank recorded **total comprehensive income** of P19.5 billion for 2022, a 15.8% increase from the P16.8 billion recorded last year mainly from increases in net income and gain on cash flow hedge.

Total comprehensive income for 2021, 2020, and 2019 stood at P16.8 billion, P11.4 billion and P10.7 billion respectively, mainly from higher net income and movement in the fair value of financial assets on FVOCI.

(b) Key Performance Indicators

Definition of Ratios

Profitability Ratios:

Return on Assets	-	$\frac{\text{Net Income after Income Tax}}{\text{Average Total Assets}}$
Return on Equity	-	$\frac{\text{Net Income after Income Tax}}{\text{Average Total Equity}}$
Net Interest Margin	-	$\frac{\text{Net Interest Income}}{\text{Average Interest Earning Assets}}$
Cost-to-Income Ratio	-	$\frac{\text{Operating Expenses excl Provision for Impairment \& Credit Losses}}{\text{Total Operating Income}}$

Liquidity Ratios:

Liquid Assets to Total Assets	-	$\frac{\text{Total Liquid Assets}}{\text{Total Assets}}$
Loans to Deposit Ratio	-	$\frac{\text{Loans (Net)}}{\text{Deposit Liabilities}}$

Asset Quality Ratios:

Gross Non-Performing Loans (NPL) Ratio	-	$\frac{\text{Gross Non-Performing Loans}}{\text{Gross Loans}}$
Gross NPL Cover	-	$\frac{\text{Total Allowance for Impairment \& Credit Losses on Receivables from Customers plus Retained Earnings Appropriated for Gen. Loan Loss Provision}}{\text{Gross Non-Performing Loans}}$

Solvency Ratios:

Debt to Equity Ratio	-	$\frac{\text{Total Liabilities}}{\text{Total Equity}}$
Asset to Equity Ratio	-	$\frac{\text{Net Income before Tax and Interest Expense}}{\text{Interest Expense}}$

Capital Adequacy Ratio:

BSP prescribed formula:

CET 1/Tier 1 CAR	-	$\frac{\text{CET 1 / Tier 1 Capital}}{\text{Total Risk Weighted Assets}}$
Total CAR	-	$\frac{\text{Total Qualifying Capital}}{\text{Total Risk Weighted Assets}}$

	2022	2021	2020	2019
PROFITABILITY (in %)				
Return on Assets	1.56	1.45	1.21	1.10
Return on Equity	15.07	13.58	12.09	11.04
Net Interest Margin	4.21	4.28	3.98	3.46
Cost-to-Income Ratio	44	46	49	59
LIQUIDITY (in %)				
Liquid Assets to Total Assets	44	42	43	37
Loans to Deposit Ratio	66	71	67	73
ASSET QUALITY (in %)				
Gross Non-Performing Loans Ratio	2.3	2.5	2.3	1.5
Non-performing Loan (NPL) Cover	123	116	128	129
SOLVENCY RATIOS (in x)				
Debt-to-Equity Ratio	8.9	8.3	8.9	9.0
Asset-to-Equity Ratio	9.9	9.3	9.9	10.0
Interest Rate Coverage Ratio	2.9	3.4	2.0	1.5
CAPITAL ADEQUACY (in %)				
CET 1 / Tier 1	15.07	14.92	13.82	12.76
Total CAR	15.92	15.75	14.73	13.67

Profitability

For the year ending December 31, 2022 and December 31, 2021

China Bank posted a net income of P19.1 billion, up 26.7% year-on-year, resulting in an improved ROE of 15.07% and ROA of 1.56%. Cost-to-income ratio improved to 44% from 46%. Net interest margin remained healthy at to 4.21% from 4.28% despite higher cost of funds during the year.

For the year ending December 31, 2021, 2020 and 2019

Full-year 2021 net income of P15.1 billion translated to an ROE of 13.58% and a ROA of 1.45%. Cost-to-income ratio improved to 46% from the 49% in 2020, and 59% in 2019 even as the Bank continued to invest heavily in the needed improvements to provide the best service to customers. Net interest margin was higher at 4.28% from 3.98% in 2020 and 3.46% in 2019.

Liquidity

As of December 31, 2022 and December 31, 2021

The Bank's liquidity position was recorded at 44%, higher than 42% as of end-2021 due to the build-up in liquid assets.

As of December 31, 2021, 2020 and 2019

The Bank's liquidity ratio was steady at 42% as of December 2021 compared to 43% as of the end of 2020 and 37% as of the end of 2019.

Asset Quality

As of December 31, 2022 and December 31, 2021

China Bank recorded a non-performing loan (NPL) ratio to 2.3%, lower from previous year's 2.5% due to gross loans expansion. Consolidated NPL cover remained sufficient at 123%, with the Parent's ratio at 136%.

As of December 31, 2021, 2020 and 2019

Asset quality remained healthy amid the loans year-on-year expansion. Gross NPL ratio slightly increased to 2.5% from 2.3% as of 2020 and 1.5% as of 2019. NPL cover was registered at 116% in December 2021, 128% in 2020, and 129% in 2019.

Solvency Ratios**As of December 31, 2022 and December 31, 2021**

Debt-to-equity and asset-to-equity ratios for the year were recorded at 8.9 and 9.9, respectively. Interest coverage ratio for the period recorded 2.9 as against 3.4 for full-year 2021.

As of December 31, 2021, 2020 and 2019

Debt-to-equity and asset-to-equity ratios in 2021 were recorded at 8.3 and 9.3, respectively, slightly lower versus 8.9 and 9.9 in 2020, 9.0 and 10.0 in 2019. Interest coverage ratio for the period stood at 3.4, as against 2.0 for 2020, and 1.5 for 2019.

Capital Adequacy**As of December 31, 2022 and December 31, 2021**

China Bank's CET 1 / Tier 1 Ratio and total CAR ratios were computed at 15.07% and 15.92%, respectively. The Bank's capital is largely comprised of CET 1 / Tier 1 (core) capital.

As of December 31, 2021, 2020 and 2019

China Bank's CET 1 / Tier 1 CAR and total CAR ratios ended at 14.92% and 15.75%, respectively, as of December 31, 2021; 13.82% and 14.73% as of December 31, 2020; and 12.76% and 13.67% as of December 31, 2019, all well above the minimum regulatory requirements.

(c) Past Financial Conditions and Results of Operations

The biggest factor that shaped the narrative for the year 2022 was persistent inflation which was driven by both pent-up consumer demand and supply shocks due to the war in Ukraine. To tame inflation, global central banks aggressively tightened their monetary policy stance which subsequently led to economic downturns in some countries. The US Federal Reserve adjusted its federal funds rate by an aggregate of 425 bps to 4.50% by December 2022 as a response to elevated monthly inflation rates which remained above 6.0% for the majority of 2022 before trending downwards to 5.0% in December. Based on advance estimates, US GDP's year-on-year growth decelerated to 2.1% from 2021's 5.9%, mainly supported by higher consumer spending, private investments and exports.

The Philippines also grappled with high inflation which saw a nearly consistent climb from 3.0% in January 2022 to 8.1% in December 2022. This has prompted the BSP Monetary Board to increase policy rates by an aggregate of 350 bps to 5.5% by December 2022, 100 bps above US Fed's funds rate. Despite persistently high inflation and high interest rates, FY 2022 GDP year-on-year growth was robust at 7.6%, buoyed by reopening of borders for tourists, election-related spending and gradual return to face-to-face classes. Meanwhile, the Philippine peso fell to a record low of ~P59.0 versus the US dollar in September 2022 over lingering concerns on inflation, before firming up to the P56.00: US\$1.00 level by year-end.

China Bank continued to record robust profitability during the year, posting a net income of P19.1 billion, up by 26.7% year-on-year, on the back of sustained growth in operating income and effective cost management. This strong income performance translated to a better return on equity of 15.07% from 13.58% in the year prior and return on assets of 1.56% from 1.45%.

Despite the 56.8% increase in interest expense to P11.6 billion, consolidated net interest income grew by 16.6% to P45.6 billion due to 23.0% lift in topline revenues to P57.2 billion. Amid a rising interest rate environment, the Bank maintained a healthy net interest margin at 4.21%.

Fee-based income was at P10.1 billion, 4.9% higher versus full-year 2021, mainly due to improvement in trading and securities gain, service charges, fees, and commissions, gain on sale of investment properties, gain on asset foreclosure and *dacion* transactions, trust fees, and miscellaneous income, particularly bancassurance revenues and one-off gains. Operating expenses (excluding provision for impairment and credit losses) increased by 9.0% due to higher revenue-related taxes and core operating costs which was partly affected by persistent inflation.

Total assets posted a P217-billion or 19.5% year-on-year growth to P1.3 trillion as of December 31, 2022, fueled by the continuous expansion in earning assets. Investment securities portfolio amounted to P412.2 billion, up 47.6% mainly from the growth in financial assets at fair value through other comprehensive income (FVOCI) and financial assets at amortized cost. Net loans stood at P699.6 billion due to strong demand for both business and consumer credit. Gross non-performing loans (NPL) ratio was at 2.3% as of end-2022, outperforming industry throughout the year, while NPL cover remained sufficient at 123%.

On the funding side, total deposits have breached the one trillion peso-mark, ending at P1.1 trillion as of December 31, 2022 for a 23.5% year-on-year increase. The combined demand and savings (CASA) deposits of P573.4 billion accounted for 54% of total deposits.

Total capital reached P134.6 billion, up 13.0% year-on-year. The Bank's Common Equity Tier 1 (CET 1) ratio was computed at 15.07%, while total Capital Adequacy Ratio (CAR) was at 15.92%. Both are above the regulatory minimum requirement.

(d) Future Prospects

The Philippine economy is seen to grow at a slower pace in 2023 compared to 2022's 7.6% as consumer demand would likely be dampened by still elevated inflation and interest rates. Inflation may still breach the 2%-4% target due to higher global food prices, possible increase in commodity prices, persistent domestic shortages, and possible transport fare hike. It would likely trend downwards in the latter part of the year as pent-up demand from the pandemic reopening fades and as businesses start to feel the effect of last year's interest rate hikes.

Given this, we expect the BSP Monetary Board to further increase the policy rate this March before keeping it steady for the rest of the year. The Philippine peso would likely remain stable versus the US dollar as long as the current interest differential between the US Fed and BSP is around 100 bps. Meanwhile, monetary policy easing would likely happen in 2024.

Guided by a bold vision to preserve its 102-year legacy as the bank of choice for its customers, China Bank aims to further strengthen its profitability and sustain market share in core business lines, intensify product innovation and cross-selling by way of optimizing resources from our distribution network, and generate untapped efficiencies while enabling seamless and safer customer banking journeys through its ever-evolving digital banking platform. Over the medium-term, the Bank will focus on growing customer deposits, loans, and core fee income.

The Bank aims to deliver robust growth in customer deposits by tapping into new customer segments, while deepening our niche in core institutional and other business clients. As branches remain a key distribution channel, the Bank will undertake optimization of the network in terms of organizational structure, systemic operations, and strategic locations of branches and self-service channels, as well as continuous the upskilling of our human resources on the frontline. At the heart of China Bank's ambition towards becoming a top-of-mind banking partner is century's worth of trust which the Bank has so meticulously built with multiple generations of customers and stakeholders. The Bank will leverage on this track record as it further expand our franchise.

Cognizant of a challenging environment operating under elevated interest rates and inflationary headwinds, China Bank will continue to support the growth of corporate and M/SME customers in target industries, while implementing and advocating global best practices on environment, social, and governance (ESG) risk management through sustainable finance. On the retail side, the Bank will

increase access to housing, auto, credit cards, and personal loans across multiple touchpoints – our branches, sales offices, kiosks, self-service, and digital platforms—with the goal of increasing the share of consumer loans to total credit portfolio. Maintaining a sound asset quality will remain a top priority for management as well, even as the Bank balances returns and risks from a bigger loan portfolio.

China Bank will diversify revenue streams and drive greater momentum in core business lines that generate the best returns for all stakeholders. It will undertake more product innovations, process automation of front- and back-end functions, and upgrades of its digital banking capabilities in order to deliver better customer experiences and address complex financing and other banking needs of its growing client base. In 2022, the Bank launched a fully digital customer onboarding facility through the China Bank START and CBS Go mobile applications. Moving forward, these will be supplemented with an expanded suite of digital product offerings in our internet and mobile banking platform, using a more granular understanding of customers' needs through robotics and analytics.

(e) Material Changes

- 1) Events that will trigger direct or contingent financial obligation that is material to the company, including any default or acceleration of an obligation.

There were no events that will trigger direct or contingent financial obligation that is material to the Bank, including any default or acceleration of an obligation.

- 2) All material off-balance sheet transactions, arrangements, obligations (including contingent obligations), and other relationships of the company with unconsolidated entities or other persons created during the reporting period.

In the normal course of the Bank's operations, there are various outstanding commitments and contingent liabilities which are not reflected in the accompanying financial statements. Management does not anticipate any material losses as a result of these transactions.

The following is a summary of contingencies and commitments of the Bank with the equivalent peso contractual amounts:

	Consolidated		Parent Company	
	2022	2021	2022	2021
Trust department accounts	₱222,474,444	₱223,398,641	₱222,474,444	₱223,398,641
Committed credit lines	1,906,400	12,765,975	1,906,400	12,765,975
Unused commercial letters of credit	17,158,800	12,971,604	17,074,520	12,877,643
Foreign exchange bought	138,040,375	35,113,101	138,040,375	35,113,101
Foreign exchange sold	33,914,815	22,898,059	33,914,815	22,898,059
Credit card lines	18,625,491	14,320,597	18,625,491	14,320,597
IRS receivable	90,289,612	83,669,379	90,289,612	83,669,379
Outstanding guarantees issued	2,971,605	1,274,727	1,539,908	743,643
Inward bills for collection	2,697,770	1,229,608	2,697,770	1,229,608
Standby credit commitment	3,550,516	3,565,978	3,550,516	3,565,978
Spot exchange sold	2,792,488	1,653,448	2,792,488	1,653,448
Spot exchange bought	3,407,837	1,347,052	3,407,837	1,347,052
Deficiency claims receivable	280,195	281,780	280,195	281,780
Late deposits/payments received	309,488	46,125	286,522	37,805
Outward bills for collection	21,378	18,336	19,337	16,469
Others	35,237	105,768	30,498	105,664

(f) Any Material Commitments for Capital Expenditure and Expected Funds

Technology upgrades will account for the bulk of the Bank's capital expenditures for 2023. Capital expenditures will be funded from internal sources.

Item 7. Financial Statements

Please refer to Annex A for the Audited Financial Statements for the years 2022 and 2021.

SyCip Gorres Velayo & Co. (SGV & Co.) was the Bank's independent auditor for the year 2022 and has been the Bank's independent auditor for more than 20 years. SGV & Co. is again recommended for appointment at the scheduled annual stockholders' meeting. In compliance with SEC Memorandum Circular No. 8, Series of 2003, and Amendments to SRC Rule 68, the signing partners of a firm are rotated every after five (5) years of engagement which was increased to seven (7) years effective August 2019 per Professional Regulatory Board of Accountancy Resolution No. 53, Series of 2019. Ms. Janet A. Paraiso was the assigned signing partner since the year 2021.

None of the Bank's external auditors have resigned during the two (2) most recent fiscal years (2022 and 2021) or any interim period.

Representatives of SGV & Co. are expected to be present at the stockholders' meeting to respond to any matter that may be pertinently raised during the meeting. Their representative will be given the opportunity to make a statement if they so desire.

Fiscal Year	Audit and Audit-Related Fees	All Other Fees
2022	P9,498,720	P974,400
2021	P11,415,712	P3,616,173

Audit and Audit-Related Fees cover services rendered for the performance of the audit or review of the Bank's financial statements including the combined financial statements of Trust Group, and the issuance of comfort letters relative to the Bank's bond issuances amounting to P20 billion in 2021. The 2022 and 2021 audit fees were taken up and approved by the Audit Committee.

Tax fees related to the audit of tax accounting and compliance are already incorporated in the year-end audit fees under Audit and Audit-Related Fees category as this is part of the audit process conducted by the external auditors.

The Board/Audit Committee likewise discussed, approved, and authorized to engage the services of SGV & Co in non-audit work for independent vulnerability assessment and penetration testing in 2022, review and advisory services in 2021 and independent validation of votes in the annual stockholders' meeting in both 2022 and 2021. Payments for these services are included under All Other Fees.

SGV & Co. also confirmed that they did not have any disagreement with Management that could be significant to the Bank's financial statements or their auditor's report. Further, there are no matters that in their professional judgment may reasonably be thought to bear on their independence or that they gave significant consideration to in reaching the conclusion that independence has not been impaired.

Item 8. Changes in and Disagreements with Accountants on Accounting and Financial Disclosures

The financial statements of the Bank for the year ending December 31, 2022 and December 31, 2021 have been audited by SGV & Co./Ernst & Young in accordance with the Philippine Financial Reporting Standards. There were no changes in and disagreements with accountants on accounting and financial disclosures.

PART III – CONTROL AND COMPENSATION INFORMATION

Item 9. Directors and Executive Officers of the Issuer

(a) Incumbent Directors and Advisor

Hans T. Sy, 67, Filipino, is the Chairman of the Board since May 5, 2011 and has been a member of the China Bank Board since May 21, 1986. He previously held the position of Vice Chairman from 1989 to 2011. He is currently Director and Chairman of the Executive Committee of SM Prime Holdings, Inc. (SMPH) and Adviser to the Board of SM Investments Corporation (SMIC). SMPH and SMIC are both listed on the Philippine Stock Exchange (PSE). He also serves as the Chairman of the Board of Trustees of National University, Inc. (NUI) and holds other key positions in several companies under the SM Group. He was given the Outstanding Filipino Award at the 2022 TOFIL awards for his contribution to nation-building and resiliency through sustainability and disaster risk reduction. Chairman Sy graduated from De La Salle University with a Bachelor of Science degree in Mechanical Engineering. He attends and participates in various trainings and seminars, the most recent of which are on Risks and Opportunities in Sustainable Finance conducted by Moody's Analytics in October 2022, and Anti-Money Laundering (AML) updates and Advanced Corporate Governance training conducted by the Institute of Corporate Directors (ICD) in August 2022.

Gilbert U. Dee, 87, Filipino, is the Vice Chairman of the Board since May 5, 2011 and has been a member of the Board since March 6, 1969. He was the Chairman of the Board from 1989 to 2011. He is also the Chairman in the boards of Union Motor Corporation and China Bank subsidiary CBC Properties and Computer Center, Inc. (CBC PCCI), which are not listed on the PSE. He previously served as director in Philippine Pacific Capital Corporation, Philex Mining Corporation, and CBC Finance Corporation. Vice Chairman Dee received his Bachelor of Science degree in Banking from De La Salle University. He also holds a Master's in Business Administration (MBA) degree in Finance from the University of Southern California. Among the trainings in banking and other related fields he has participated in over the years are ICD's Annual Corporate Governance training and AML updates in August 2022, and Technology Governance for Directors: Sink, Float or Swim in the Waves of E-Commerce in January 2022.

Romeo D. Uyan, Jr., 60, Filipino, was elected as Director, President and Chief Executive Officer of the Bank effective April 1, 2023. He was Senior Executive Vice President and Chief Operating Officer (COO) of the Bank prior to election. He has been with the Bank since 2014, initially hired to set up the Bank's investment banking arm, China Bank Capital Corporation, and was appointed as its President in December 2015. He was then appointed as the Bank's Treasurer in July 2016 and Chief Operating Officer in November 2017. Mr. Uyan is a seasoned investment banker with over two decades of experience in trading and financial structuring working with top multinational investment houses in the Asia Pacific region. He previously served as Managing Director and Co-Head of Asia Special Situations and Leveraged Capital Markets at UBS AG - Singapore Branch, and Managing Director and Head of Asia Credit Products in Barclays Capital, where he was also a member of the Asia Pacific Executive Committee and Global Emerging Markets Committee. At present, he concurrently sits in the Boards of the following Bank subsidiaries: China Bank Capital Corporation and China Bank Securities Corporation as Vice Chairman and Resurgent Capital (FISTC-AMC) Inc. as Chairman. He also serves as the alternate Bank representative for Bankers' Association of the Philippines and the Philippine Payments Management Inc. Mr. Uyan earned a Bachelor of Science degree in Management Engineering from the Ateneo de Manila University, *cum laude*, and obtained his master's degree in Business Administration (MBA), graduating with distinction, at the Johnson Graduate School of Management in Cornell University, New York, U.S.A. Mr. Uyan participated in numerous trainings in banking, securities and futures products, fraud awareness, environmental and social risk, FATCA awareness and responsibility, AML, and corporate governance.

On December 7, 2022, the Board of Directors approved the succession plan for the position of President and Chief Executive Officer of the Bank, and approved the nomination, election and appointment of Mr. Uyan as Director, President and Chief Executive Officer of the Bank effective April 1, 2023, to succeed and serve the unexpired term of Mr. Whang who retired effective at the close of business on March 31, 2023. The Monetary Board issued its confirmation of Mr. Uyan's election and appointment on January 26,

2023.

Peter S. Dee, 81, Filipino, has been a member of the China Bank Board since April 14, 1977. He previously served as President and Chief Executive Officer of the Bank from 1985 to 2014. Currently, he serves as independent director for PSE-listed companies City & Land Developers, Inc., and Cityland Development Corporation. He is also a Director and President of Bank subsidiary CBC PCCI and serves as director of other non-listed companies, particularly, Commonwealth Foods, Inc., GDSK Development Corporation, Makati Curbs Holdings Corporation, Great Expectation Holdings, Inc., and The Big D Holdings Corporation. He previously held directorship positions in Sinclair (Phils.) Inc., Can Lacquer, Inc., CBC Forex Corporation, and CIBI, among others. Director Dee holds a Bachelor of Science degree, Major in Commerce, from De La Salle University and from University of the East. He also attended a Special Banking Course at the American Institute of Banking. He participated in various trainings on corporate governance, the latest of which was in August 2022 which focused on AML and cybersecurity governance.

Joaquin T. Dee, 87, Filipino, is a member of the China Bank Board since May 10, 1984. He does not hold any directorship positions in other PSE-listed companies aside from China Bank. He currently serves as Chairman of JJACCIS Development Corporation and Enterprise Realty Corporation, and Director of Suntime Holdings Corporation. From 1964 to 1995, he served as Vice President for Wellington Flour Mills. Director Dee is a graduate of Letran College, with a Bachelor of Science degree in Commerce. He attended various trainings and seminars related to banking, such as on AML, corporate governance, data privacy and managing finances in the digital age.

Herbert T. Sy, 66, Filipino, became a member of the China Bank Board on January 7, 1993. In addition to China Bank, he is also a director in PSE-listed SMPH. He is the Chairman of non-listed companies, Supervalu, Inc., Super Shopping Market, Inc., Sondrik, Inc., and Sanford Marketing Corp. He also sits as director in NUI. He has diverse expertise in food retail, mall operations, real estate development, and investments. Director Sy obtained a Bachelor of Science degree in Management from De La Salle University. His latest banking-related trainings include updates on AML, corporate governance and cybersecurity governance in August 2022.

Harley T. Sy, 63, Filipino, is a director and member of the China Bank Board since May 24, 2001. He is also the Executive Director of SMIC, one of the largest publicly-listed companies in the Philippines, and holds various positions in other non-listed companies under the SM Group. Director Sy graduated with a Bachelor of Science degree in Commerce, Major in Finance, from De La Salle University. He also participates in extensive trainings on banking and finance, the most recent of which cover updates on AML, corporate governance, BSP supervisory assessment framework, and technology governance for directors.

Jose T. Sio, 83, Filipino, has served as Director of the China Bank Board since November 7, 2007. He is concurrently the Chairman of the Board of Directors of SM Investments Corporation (SMIC) and a member of the Board of Directors of the following companies listed on the PSE: (i) Atlas Consolidated Mining and Development Corporation and (ii) Far Eastern University, Incorporated (as Independent Trustee). He is also Adviser to the Board of Directors of PSE-listed BDO Unibank, Inc., Belle Corporation, and Premium Leisure Corporation. Mr. Sio also serves as Director of the following companies not listed on the PSE: (i) NLEX Corporation; (ii) Ortigas Land Corporation; and (iii) First Asia Realty Development Corporation. He is the Chairman, President and Trustee of SM Foundation, Inc. Director Sio was a Senior Partner of SyCip Gorres Velayo & Co. (SGV). He was voted as CFO of the Year in 2009 by the Financial Executives of the Philippines (FINEX). He was also awarded as Best CFO (Philippines) in various years by Hong Kong-based business publications such as Alpha Southeast Asia, Corporate Governance Asia, Finance Asia and The Asset. In June 2022, he received *Parangal San Mateo*, the highest honor that can be conferred upon an accounting professional by the Philippine Institute of Certified Public Accountants (PICPA). In March 2023, he was honored by the Professional Regulatory Board of Accountancy with the Accountancy Centenary Award of Excellence. Director Sio is a Certified Public Accountant (CPA) and holds a Bachelor of Science degree in Commerce, major in Accounting, from the University of San Agustin. He obtained his Master's degree in Business Administration from New York University, U.S.A. He is actively engaged in continuous trainings, having attended seminars/trainings on investments, loans and financial instruments, structured products, debt and equity financing during the Euromoney Conference in China in 2005, anti-money laundering updates, advanced corporate governance, and risks

and opportunities in sustainable finance. He has been a speaker in various fora and trainings, the latest of which was a webinar organized by the Association of CPAs in Commerce & Industry entitled, Addressing Perceived Competency Gap: From Classroom to Workplace.

Margarita L. San Juan, 69, Filipino, is China Bank's Lead Independent Director. She was first elected to the Board on May 4, 2017. She concurrently serves as Independent Director in Bank subsidiaries CBCC, CIBI, and CBCC's wholly-owned subsidiary, Resurgent Capital (FISTC-AMC) Inc. (RCI). She does not hold any directorship position in other PSE-listed companies. She was previously an Independent Director for nine years in the Board of Bank subsidiary CBSI. She also worked with Ayala Investment and Development Corporation, Commercial Bank and Trust Co., and as Senior Vice President and Group Head of China Bank's Account Management Group until her retirement in 2012. Director San Juan obtained her Bachelor of Science degree in Business Administration, Major in Financial Management, from the University of the Philippines and completed the Advance Bank Management Program of the Asian Institute of Management (AIM). She participated in various seminars and trainings including development financing, international banking operations, marketing, financial analysis and control, risk management, lending and investment banking, restructuring and corporate rehabilitation, the Annual Corporate Governance Training Program, Enhancing Board Performance and Enhancing Audit Committee Effectiveness-Essentials and the latest on anti-money laundering, cybersecurity governance, and managing finances in the digital age in August 2022.

Philip S.L. Tsai, 72, Filipino, is an Independent Director of China Bank since November 7, 2018. He does not hold any directorship position in other PSE-listed companies. He also sits as Independent Director in the Boards of non-listed Bank subsidiaries CBSI, CBCC and CIBI. He has more than 40 years of banking and financial management experience, previously holding executive positions in First CBC Capital (Asia) Limited, Midwest Medical Management, and Fortune Travel International Inc., Chemical Bank New York, and Plastic Container Packaging/Consolidated Can Corp. He also served as an officer in the Bank's Retail Banking Business until his retirement in 2015. Director Tsai obtained his Bachelor of Science degree in Business Administration from the University of the Philippines and pursued his Master's degree in Business Administration from the Roosevelt University in Chicago, Illinois. He participated in various trainings in banking the related fields over the years. Recently, he attended trainings on sustainability in the board room and risk management in the age of COVID-19 in 2020; effective corporate governance board focus and digital transformation in 2021; and AML updates, cybersecurity governance, and managing finances in the digital age in August 2022 as well as a forum on sustainability organized by SMIC and WWF Philippines in November 2022.

Claire Ann T. Yap, 67, Filipino, is an Independent Director of the Bank since October 1, 2020. Other than China Bank, she does not hold any directorship position in other PSE-listed companies. She concurrently serves as Independent Director in Bank subsidiaries CBSI, CBSC, CBCC, and in CBCC's subsidiary, RCI. She has more than 30 years of experience in banking and finance in local and multinational organizations. She was Senior Vice President and Head of Global Service Centre of Global Payments Process Centre, Inc., a Fortune 500 company, and worldwide leader providing payments and financial technology solutions. She has also previously held executive leadership roles at Australia and New Zealand Banking Group Ltd. and Hongkong Shanghai Banking Corporation (HSBC), and served as Chairman of the Credit Card Association of the Philippines from 2009 to 2010 and President from 2007 to 2009. Director Yap is a CPA, and she graduated with a Bachelor of Science degree in Accountancy, *cum laude*, from De La Salle University. She had various trainings on managing customer experience, credit card fraud and security, information security and data privacy, sustainability, AML, and corporate governance. In 2022, she attended trainings on Technology Governance for Directors (January), Advanced Corporate Governance Training (August) which focused on Cybersecurity Governance: Challenges and Solutions, Managing Finances in the Digital Age: FINTECH, and AML Updates, Risks and Opportunities in Sustainable Finance (October), and AMLA Compliance in the Age of the Digital World (November).

Genaro V. Lapez, 65, Filipino, was elected as Independent Director of the Bank on May 6, 2021. He does not hold directorship position in any PSE-listed company other than China Bank. He serves as Independent Director in Bank subsidiaries, CBSI and CBSC. He has more than 10 years of experience in banking and finance in the Philippines, having handled key executive, leadership and advisory positions as Executive Vice President at Union Bank of the Philippines (UBP), including Head of the Center for Strategic Partnerships and Head of Consumer Finance. Aside from banking and financial services, he

has considerable exposure across various local and global industries spanning fast-moving consumer goods (FMCG), pharmaceuticals, multi-media publishing, where he has held President/Chief Executive positions. He has been posted in Hong Kong, Singapore, and Indonesia, and he is conversant in Chinese and Bahasa. Director Lapez is a seasoned StracTical (Strategic and Tactical) and GloCal (combining Global Best Practices with Local Realities) thinker. He is also a member of the Management Association of the Philippines (MAP) for more than 10 years. In the past, he held various senior leadership positions in Numico (Netherlands), San Miguel Corporation, Nabisco International, and Time Life Inc. Director Lapez obtained his Bachelor of Science degree in Management Engineering from the Ateneo de Manila University. He participated in numerous trainings and seminars on Retail Banking Leadership (Certificate Program) from The Asian Banker; Retail Banking Future Workshop (Certificate Program) from John Clements Consultants and Harvard Business School; and Global Consumer Banking (Certificate Program) from the European Financial Management Association. He recently attended ICD's Technology Governance for Directors in 2021, and AML updates and Advanced Corporate Governance training in August 2022.

Ricardo R. Chua, 72, Filipino, is the Board's Advisor since November 1, 2017. He previously held several key positions in the Bank: as Director from 2008 up to October 2017, President and Chief Executive Officer from September 2014 up to October 2017, and Chief Operating Officer from 2012 to 2014. He sits in the boards of the following Bank subsidiaries: Chairman of CBSI, and Director of CBCC and CBC PCCI. A CPA, Mr. Chua graduated with a Bachelor of Science degree in Business Administration, Major in Accounting, *cum laude*, from the University of the East, and completed his Master's in Business Management from the AIM. He had trainings in banking operations and corporate directorship, AML updates, corporate governance, sustainable finance, cybersecurity governance, and managing finances in the digital age, among others.

Note: Messrs. Gilbert U. Dee and Peter S. Dee are related within the fifth civil degree of consanguinity. Messrs. Hans T. Sy, Herbert T. Sy, and Harley T. Sy are related within the second civil degree of consanguinity.

(b) Immediate Past Director and President

William C. Whang, 65, Filipino, was the Director and President of China Bank from November 1, 2017 until the close of business on March 31, 2023. He previously held several key leadership positions in the Bank from 2011 to 2017: as Chief Operating Officer, Head of Lending Business Segment, and Head of Institutional Banking Group. He concurrently sits as Chairman of the Board of China Bank subsidiary, China Bank Securities Corporation (CBSC), and as member in the boards of other subsidiaries such as China Bank Savings, Inc. (CBSI), Chinabank Insurance Brokers, Inc. (CIBI), CBC PCCI, and China Bank Capital Corporation (CBCC). He also holds directorship positions representing China Bank in other entities such as Bancnet, Inc., Bankers' Association of the Philippines (BAP), and Manulife China Bank Life Assurance Corporation (MCBL). Besides China Bank, he does not hold any directorship position in other PSE-listed companies. He has over 40 years of banking experience, previously holding key positions both in local and international financial institutions. Under his leadership, China Bank was recognized as the 2021 Best Bank in the Philippines by The Asset and recently edged as the Top 4 private universal bank in the country as of the second quarter of 2022. On January 20, 2023, China Bank received the coveted Five-Golden Arrow Recognition, the highest corporate governance award given by the Institute of Corporate Directors to the country's top publicly listed companies based on the 2021 ASEAN Corporate Governance Scorecard (ACGS) assessment results. President Whang holds a Bachelor of Science degree in Commerce, Major in Business Management, from De La Salle University. He attended various trainings on corporate governance, AML, branch-based marketing, quality service management, sales management, principle-centered leadership, cybersecurity governance: challenges and solutions, and managing finances in the digital age, among others.

On December 7, 2022, the Board of Directors approved the succession plan for the position of President and Chief Executive Officer of the Bank, and accepted President Whang's retirement notice, effective at the close of business on March 31, 2023.

For the period January to December 2022, the Board had 16 meetings, including the organizational meeting. The directors attended/participated in more than 50% of all the meetings, as follows:

Director	Attendance
Hans T. Sy	16
Gilbert U. Dee	16
William C. Whang	16
Peter S. Dee	16
Joaquin T. Dee	16
Herbert T. Sy	14
Harley T. Sy	16
Jose T. Sio	16
Margarita L. San Juan	16
Philip S.L. Tsai	16
Claire Ann T. Yap	16
Genaro V. Lapez	16

(c) **Corporate Officers** (in addition to the Vice Chairman and President)

Patrick D. Cheng, 60, Filipino, is the Executive Vice President and Chief Finance Officer (CFO) of the Bank. He is the Chairman of the Board of Bank subsidiary China Bank Insurance Brokers, Inc. (CIBI) and sits as a director in China Bank Savings, Inc. (CBSI) and Bank affiliate Manulife Chinabank Life Assurance Corporation (MCBL). He concurrently sits as a director for Manila Overseas Commercial Inc. and SR Holdings Corporation. Previously, he served as President and Chief Executive Officer of HSBC Savings Bank (Philippines) from 2008 to 2013, and President of the Chamber of Thrift Banks for two terms from 2011 to 2012. He also held various key senior executive positions at the Philippine Bank of Communications (PBCom), HSBC (Philippine Branch), Citibank N.A. (Philippine Branch), and Citicenter Condominium Corp. CFO Cheng is a Certified Public Accountant (CPA), placing 7th at the CPA Board Examinations. He graduated *magna cum laude* from the University of the Philippines with a Bachelor of Science degree in Business Administration and Accountancy. He obtained his Master's in Management degree, with Distinction, from the Hult International Business School in Cambridge, Massachusetts, and completed the Trust Operations and Investment Management course, also with Distinction, from the Trust Institute of the Philippines. In 2010, he received the Distinguished Alumnus Award from the Virata School of Business of the University of the Philippines – Diliman. He has extensive trainings in banking and related fields, including corporate governance, AML, asset liability management, operational risk, information security, and sustainable finance.

Christopher Ma. Carmelo Y. Salazar, 49, Filipino, Senior Vice President, is the Treasurer and Head of Treasury Group. He has more than 25 years of financial markets experience gained from different institutions, including First Metro Investment Corporation, ING Bank-Manila, Standard Chartered – Manila, Thailand, and U.A.E., and Landbank of the Philippines. Mr. Salazar graduated with a Bachelor of Science in Management Engineering degree from the Ateneo de Manila University. He took up the Treasury Certification Program of the Ateneo-BAP Institute of Banking and participated in numerous trainings and seminars in corporate governance, AML, operational risk, information security, data privacy, bank marketing management, risk management, ethical decision making, leadership, and cybersecurity.

Leilani B. Elarmo, 46, Filipino, is the Corporate Secretary of the Bank. She joined the Bank's Office of the Corporate Secretary in 2005 where she was Assistant Corporate Secretary from 2006 and became Deputy Head of the Office of the Corporate Secretary in December 2021 after a brief but significant stint at the Legal and Collection Group. She also served as the Corporate Secretary of Bank subsidiary, CBC Properties and Computer Center, Inc. (CBC-PCCI), from 2007 to 2021. Prior to joining the Bank, she was a Court Attorney at the Supreme Court of the Philippines under Associate Justice Vicente V. Mendoza until his retirement and subsequently under Associate Justice Ma. Alicia Austria-Martinez, and worked as Junior Associate at Cayetano Sebastian Ata Dado and Cruz Law Offices. Atty. Elarmo earned her Bachelor of Laws degree from the University of the Philippines, where she also obtained her Bachelor of Science in Business Administration degree, *cum laude*. To further hone her skills and knowledge, she has attended several trainings and seminars on corporate housekeeping, mandatory continuing legal education, corporate governance, and AML.

Aileen Paulette S. De Jesus, 56, Filipino, is the Chief Compliance and Governance Officer of the Bank. A CPA-Lawyer by profession, she has over 30 years of extensive experience in audit, corporate taxation, legal, and compliance, having previously handled the positions of audit examiner, financial analyst, tax associate, general counsel, corporate secretary, and chief compliance officer in various companies including Sycip Gorres Velayo & Co., Far East Bank & Trust Co., International Exchange Bank, Metrobank Card Corporation, Sterling Bank of Asia, Filinvest Group of Companies, Sumitomo Mitsui Banking Corporation, and Philippine Veterans Bank. She is also an officer of Eco-Savers International Inc. Atty. De Jesus obtained her Bachelor of Science degree in Business Administration, Major in Accounting, from the University of the Philippines, and went on to take up her law degree from the Graduate School of Law of San Sebastian College - Recoletos. She is an active member of the Bankers Institute of the Philippines (BAIPHIL) Legal and Regulatory Committee which in 2021, conducted multiple legal seminars and fora attended by lawyers of various banks. She drives the overall compliance and corporate governance activities of the Bank and regularly participates in seminars and trainings related to compliance, AML, corporate governance, sustainability, cybersecurity and financial technology.

Ronald R. Marcaida, 49, Filipino, is the Chief Audit Executive (CAE) of the Bank. He is a homegrown talent of China Bank, having joined the Bank in 1995 as audit assistant, rising from the ranks and occupying several key audit roles over time. CAE Marcaida is a Certified Public Accountant. He earned his Bachelor of Science degree in Accountancy, *cum laude*, from the University of Nueva Caceres. He regularly attends trainings and seminars in banking, auditing, and other related fields, including corporate governance, AML, continuing professional development training for auditors, information security, cyber threats, compliance, risk management, financial reporting standards, card fraud, data privacy, supervisory expectations, sustainability and climate risk, economic outlook, and building resilience, among others.

(d) **Principal Officers**

Aloysius C. Alday, Jr., 53, Filipino, Executive Vice President, is the Segment Head of Consumer Banking Segment. He was previously the Group Head of the Bank's Cards Business and Customer Contact Center. He has more than 25 years of experience in the banking industry, having held key executive roles in HSBC, Metrobank Card Corporation and Metropolitan Bank and Trust Co., in the fields of cards and payments, retail banking, consumer and corporate credit risk and bancassurance. Mr. Alday graduated from the University of the Philippines with a Bachelor of Science degree in Business Administration. He has obtained extensive banking exposures in the Philippines, Hong Kong, Singapore, United Kingdom, and Australia. He has also attended trainings on AMLA, data privacy, and corporate governance.

Jose L. Osmeña, Jr., 64, Filipino, Executive Vice President, is the Segment Head of Retail Banking Business (RBB). At present, he also serves as Director in Bank subsidiary CBSI, and previously served as one of the directors for the period 2021 – 2022 of the Philippine Clearing House Corporation. He has been with the Bank for more than 30 years. He previously worked at Insular Bank of Asia and America and Producers Bank of the Philippines. Mr. Osmeña holds a Bachelor of Science degree in Commerce, Major in Accounting, from the University of San Carlos. He also completed the Asian Institute of Management's (AIM) Advance Bank Management Program. He participated in several trainings on export financing, loan documentation, money market, service quality management, channels marketing, corporate governance, and AML.

Magnolia Luisa N. Palanca, 53, Filipino, Executive Vice President, is the Head of Financial Markets Segment. She also currently sits in the board of Bank subsidiary CBCC. She has more than 30 years of banking experience, mainly focused on financial markets, having worked with several local and international financial institutions, such as J.P. Morgan (S.E.A. Limited), J.P. Morgan Chase Bank, N.A., Standard Chartered Bank, ING Bank NV, Solidbank Corporation, and Metropolitan Bank and Trust Company. She obtained her Bachelor of Science degree in Business Economics from the University of the Philippines. She is also an SEC Fixed Income Licensed Salesman, Ateneo - BAP Certified Treasury Professional, and was a Registered Representative with the Monetary Authority of Singapore from 2015 - 2018. Her trainings and seminars attended focused on FX, financial derivatives, capital markets, leadership, AML, and corporate governance.

Lilian Yu, 57, Filipino, Executive Vice President, is the Head of the Institutional Banking Segment (IBS). She is also currently a Director in the boards of Bank subsidiaries CBCC and CBCC's wholly-owned

subsidiary Resurgent Capital (FISTC-AMC) Inc. Her more than 30 years of experience in the financial industry spans the areas of credit, project and structured finance, and debt capital markets. Prior to joining the Bank, she was an International Consultant for the Asian Development Bank. She also worked for international financial institutions abroad such as Barclays Capital, ABN AMRO Bank, Deutsche Bank, and the International Finance Corporation (IFC) of the World Bank Group. A Certified Public Accountant (CPA), Ms. Yu holds a Bachelor of Science degree in Business Administration and Accountancy, *magna cum laude*, from the University of the Philippines. She obtained her MBA degree from the Wharton School of the University of Pennsylvania. She was also conferred the Certified Financial Analyst (CFA) designation by the CFA Institute.

Ananias S. Cornelio III, 47, Filipino, Senior Vice President, is the Chief Risk Officer (CRO) of the Bank. He has more than 25 years of banking experience, handling risk, treasury or audit functions at the Development Bank of the Philippines, Rizal Commercial Banking Corporation, First Metro Investment Corporation, and Solidbank Corporation. Mr. Cornelio earned his Bachelor of Science degree in Commerce, Major in Management, with academic distinction, from the San Beda College, and a Master's degree in Public Administration, academic scholar, from the National University of Singapore. He also took up the Bank Management Course in AIM. Mr. Cornelio participated in extensive trainings on the Basel Capital Accord, risk management, corporate governance, macro prudential supervision and regulatory change, credit derivatives and structured products, interest rate and currency derivatives, economic forecasting, ISDA documentation, and financial technology, among others. He has been a panelist/speaker in major events in the region which include The Asian Banker Summit, ASEAN Risk Forum, Risk Minds Asia, and ADB Regional Forum on Financial Asset and Liability, and past resource person/lecturer for the Bankers Institute of the Philippines (BAIPHIL), and the Association of Development Financing Institutions in Asia and the Pacific (ADFIAP). He is presently the Sub-Committee Chairman on Basel Standards Implementation under the Risk Management Committee of the Bankers Association of the Philippines (BAP).

Angela D. Cruz, 63, Filipino, Senior Vice President, is the Head of Wealth Management Group. She also presently serves as Director of Wellington Investment and Manufacturing Corporation and holds key positions in Suntree Holdings Corporation and JJACCIS Development Corporation. Prior to joining the Bank, she held executive positions at Citibank N.A., Far East Bank and Trust Company, and Equitable PCI Bank. Ms. Cruz earned her Bachelor of Science degree in Commerce, Major in Management of Financial Institutions, from De La Salle University. Her professional trainings related to banking operations include Bourse Game, account and performance management, customer service, AML, corporate governance, data privacy, and information security. She is related within the first civil degree of consanguinity to Bank Director, Mr. Joaquin T. Dee.

Delfin Jay M. Sabido IX, 55, Filipino, Senior Vice President, is the Chief Innovation and Transformation Officer and Head of the Innovation and Transformation Segment. He is also a Director in the Bank subsidiary CBC-PCCI. He has over 25 years of experience in global technology and across multiple disciplines, namely, information technology, data analytics, research and development, telco-broadband wireless, and electronics manufacturing services. Prior to joining the Bank, he was the Chief Transformation and Technology Officer of AXA Philippines for more than three (3) years. He also held key executive positions in Stratpoint, Ionics EMS, Inc., IBM Philippines, and at Wave Optics, Inc. in Palo Alto, California, USA. Dr. Sabido earned both his Doctor of Philosophy (PhD) and Masters in Science degrees in Electrical Engineering from Stanford University, after graduating with a Bachelor of Science degree in Electrical Engineering from the University of the Philippines, *summa cum laude*. He has had trainings in banking, finance, technology and related fields, including LOMA and corporate governance.

Clara C. Sy, 63, Filipino, Senior Vice President*, is the Deputy Segment Head of RBB. She also has officership positions in New Golden City Builders & Development Corp., Citigold Resources & Development Corporation, and Manfoods Inc. She has been with the Bank for 41 years handling retail banking and branches administration. A Certified Public Accountant, Ms. Sy holds a Bachelor of Science degree in Commerce, Major in Accounting, from the University of Santo Tomas. She attended several trainings, such as on AML and counter-terrorism financing, enhancing managerial skills, and branch management.

Manuel C. Tagaza, 60, Filipino, Senior Vice President, is the Head of the Digital Banking Business Group. He is also currently the General Manager of Bank subsidiary CBC-PCCI. For 35 years, he has

handled key positions in companies engaged in banking and technology solutions. Before joining the Bank, he was Senior Vice President at the Bank of the Philippine Islands and TIM Corporation, and Vice President at PCI Bank. He is currently a member of the Instapay ACH Steering Committee and the PPML Technical Working Group. Mr. Tagaza graduated with a Bachelor of Science degree in Industrial Engineering from the University of Santo Tomas. He attended Harvard Business School Publishing's Leadership Management Program, the ASEAN Banking Council's ASEAN Banking Conference in Cambodia, as well as other local and international seminars and banking conferences related to financial services, business leadership, retail payments, and real time payments.

Jose Luis A. Alcuaz, Jr., 51, Filipino, First Vice President II, is the Head of Business Re-engineering and Optimization Division. He is a seasoned banker with 30 years of banking experience obtained locally and overseas. His core competencies are in the fields of business re-engineering and transformation, optimization of operations, change delivery, development and deployment of technology, data management, governance, compliance, and financial crime and risk management. He held key positions at the Hongkong and Shanghai Banking Corporation (HSBC), as Chief Administration Officer, Head of Operational Management, Head of Performance Services, Chief Risk and Administration Officer, and Head of Service Delivery, to name a few. He also served as director and/or officer in different Philippine banking industry associations including the Philippine Clearing House Corporation, BAP and Bancnet Incorporated. Mr. Alcuaz graduated from the Ateneo de Manila University where he finished a course in Liberal Arts, major in Management Economics. He attended several trainings conducted by the HSBC involving group and project management, value-based leadership, and strategic communication; leadership and strategy conducted by AIM; and cybersecurity governance, AML, and managing finances in the digital age by the ICD.

Cristina P. Arceo, 54, Filipino, First Vice President II, is the Head of Treasury Group's Investment Management Division. She has more than 30 years of banking and asset management experience, formerly holding officership positions at Philam Asset Management Inc. and Philippine National Bank. Ms. Arceo obtained her Bachelor of Science degree in Economics from the University of the Philippines and earned her MBA degree from De La Salle University. She also successfully passed the SEC's Fixed Income Salesman Licensing Exam. She attended trainings on strategic systems thinking, foreign exchange, money and capital markets, interest rate swaps and options, market reading, derivatives documentation, and portfolio management, among others. She received awards for "Best in Bond Trading" from The Asset for seven (7) years. She earned her CFA charter in 2011 and was the former President and Chairman of the Board of Trustees of the CFA Society Philippines (CFAP). Her affiliations with other finance associations include the Fund Managers Association of the Philippines, Inc. (FMAP), where she sits as member of the Board Senior Advisers, and the Money Market Association of the Philippines, Inc. (MART), where she currently sits in its Board of Directors and previously she served as its President in 2021.

Gerard T. Dee, 59, Filipino, First Vice President II, is the Head of IBS' Commercial Banking II. He also currently holds the position of Treasurer in 3700 Gabong Properties, Inc. and December 10 Holdings. He formerly held key positions at Security Bank Corporation, TA Bank of the Philippines, and Banco de Oro. Mr. Dee received his Bachelor of Science degree in Marketing from De La Salle University and an MBA degree from the New Hampshire College. He attended banking-related trainings on core credit, remedial management, and relationship marketing, among others. He is related within the first civil degree of consanguinity to Mr. Gilbert U. Dee, Vice Chairman of the Board.

James Christian T. Dee, 49, Filipino, First Vice President II, is the Director and President of Bank subsidiary, CBSI since 2021. He was first seconded to CBSI in 2012 as its Treasurer. He has 20 years of banking experience, having previously worked in Citibank N.A. Philippines handling treasury portfolio and product development. He also briefly worked as a field engineer in Chevron Philippines. Mr. Dee graduated with a Bachelor of Science degree in Mechanical Engineering from the University of the Philippines - Diliman and obtained his Master's degree in Business Management from AIM. He has also completed a one-year course on Trust Operations from the Trust Institute Foundation of the Philippines and the Ateneo - BAP Treasury Certification Program. He had trainings on treasury, strategic asset and liability management, and ICAAP risk models validation. He is related within the first civil degree of consanguinity to Bank Director, Mr. Joaquin T. Dee.

Antonio Jose S. Dominguez, 55, Filipino, First Vice President II, is the Head of the Multi-Purpose Loans Division. He has 35 years of experience in the financial industry, primarily in the key areas of sales management, business development, and investment. Most of his experience was gained in HSBC Philippines, under its two management training programs that led to his holding various senior roles in Consumer Loans, Credit Cards, Retail Banking, Wealth Management, Business Banking, Institutional Banking, and Global Custody. Prior to joining the Bank, he headed the Sales and Marketing Groups of City Savings Bank and was a Sales Development Consultant in Rosehill Memorial Management, Inc. Earlier in his career, he worked in All Asia Capital and Trust Corporation, All Asia Securities Management Corporation, DMT Securities (Phils.) Inc., and AGJ Securities Corporation. He has had professional trainings on leadership management, sales management, performance management, digital marketing, corporate governance, and AML. Mr. Dominguez holds a Bachelor of Science degree in Commerce, Major in Management, from Colegio de San Juan de Letran.

Madelyn V. Fontanilla, 60, Filipino, First Vice President II, is the Head of RBB's Branch Operations Division. She has 38 years of banking experience, with focus on retail banking and branch operations, gained from Equitable PCI Bank and PCI Bank. A CPA, Ms. Fontanilla is a graduate of Bachelor of Science in Business Administration, Major in Accounting, *cum laude*, from the University of the East. She participated in various trainings on branch automation, leadership, financial planning, operations control enhancement, leadership, AML, and corporate governance, among others.

Jerry Ron T. Hao, 42, Filipino, First Vice President II, is the Bank's Chief Dealer. He was Head of FX and Derivatives of the Bank from 2016 to 2021. Prior to joining the Bank, he gained professional experience from ING Bank and International Exchange Bank. Mr. Hao graduated with a Bachelor of Science in Management Engineering degree from the Ateneo de Manila University. He completed the Treasury Certification Program conducted by the Ateneo - BAP Institute of Banking and is an SEC Fixed Income Market Salesman. He has also attended several trainings in banking, finance and other related fields such as on credit derivatives and structured products.

Delia Marquez, 61, Filipino, First Vice President II, is the Head of the Centralized Operations Group. She previously worked as Auditor at SGV & Co. and Transunion Corporation. A Certified Public Accountant, Ms. Marquez graduated with a Bachelor of Science degree in Commerce, Major in Accounting, *cum laude*, from the University of Santo Tomas. She has attended several trainings and seminars on corporate governance, AML, Internal Capital Adequacy Assessment Process (ICAAP), risk model validation, Internal Credit Risk Rating System (ICRRS), and Philippine Financial Reporting Standards (PFRS).

Elizabeth C. Say, 64, Filipino, First Vice President II, is the Head of the Branches Administration Division of RBB. She has been with the Bank for 35 years. She was an internal auditor at Morrison Forwarding Corporation and a money market trader at State Investment House, Inc. before she joined the Bank. A Certified Public Accountant, Ms. Say received her degree in Bachelor of Science in Commerce, Major in Accounting, from the University of Santo Tomas. She participated in trainings on branch based marketing, corporate governance, integrated risk management, foreign exchange, loan review and classification, AML, information security, and data privacy, among others.

Belenette C. Tan, 58, Filipino, First Vice President II, is the Head of Legal and Collection Group. She is also the concurrent Corporate Secretary of Bank subsidiary Chinabank Insurance Brokers, Inc. (CBC-CIBI). She has been with the Bank for 30 years. She also holds positions in other companies, including Sky Printing Company, Inc. as Chief Finance Officer, and Mirabell Medical Corporation as Director. She previously worked with Yap, Apostol, Gumar and Balgua Law Offices, prior to joining the Bank. Atty. Tan is a Bachelor of Laws degree holder from the University of Santo Tomas, after taking up Bachelor of Arts in Political Science from the University of the Philippines. She attended several trainings and seminars, including the mandatory continuing legal education, corporate governance, AML, and various aspects of commercial, criminal, and civil law.

Stephen Y. Tan, 56, Filipino, First Vice President II, is the Head of RBB - Visayas Region. He has more than 30 years of banking experience, having handled various positions at Far East Bank and Trust Company, Equitable PCI Bank, and International Exchange Bank, prior to joining the Bank. A Certified Public Accountant, Mr. Tan earned his Bachelor of Science degree in Commerce, Major in Accounting, from the University of San Carlos. He attended several trainings on account management strategies,

AML, managerial skills training, whistleblowing, and other trainings in banking and other related fields.

Layne Y. Arpon, 62, Filipino, First Vice President I, is the Head of IBS' Corporate Banking I. She has exposure in commercial banking, corporate banking, investment banking, credit review and underwriting, project finance, and audit, having previously worked in other financial institutions, including BDO Unibank, The Manila Banking Corporation, Security Bank Corporation, and Land Bank of the Philippines. Ms. Arpon is a Certified Public Accountant, and she took up Bachelor of Science in Commerce, Major in Accounting, from the Far Eastern University. She attended various trainings on trade finance, core credit, financial analysis, project financing, and credit investigation and property appraisal, among others.

Amelia Caridad C. Castelo, 59, First Vice President I, is the Head of the Bank's Data Intelligence Division. She has over 35 years of experience in the use of analytics tools and methodologies, quantitative modelling, and data-driven decision management, and has applied those tools and technologies in various banking roles for Risk, Sales & Marketing, and Finance groups. She previously worked with Standard Chartered Bank - Manila and Hong Kong, HSBC - Manila, East West Banking Corporation, and BDO Unibank. She has extensive experience in risk modelling, advanced analytics, customer segmentation, campaign management and analysis, profit model development, and risk capital modelling, having handled roles related to Risk Analytics, Marketing Analytics, Business Intelligence, Credit Policy, and MIS. Ms. Castelo graduated with a Bachelor of Science degree in Statistics from the University of the Philippines – Diliman and took post-graduate units in Industrial Engineering from the same university. She also completed an Executive Program in Data Science and Analytics from the University of California in Berkeley, U.S.A. She has participated in various trainings on credit risk and operational risk management, Basel standard, risk model development and validation, PFRS, financial consumer protection, AML, corporate governance, data governance, and financial technology.

Marie Carolina L. Chua, 58, Filipino, First Vice President I, is the Head of Electronic Channels and Platforms Division. She is a homegrown talent of the Bank, joining more than 35 years ago as a researcher in Branch Banking. Her assignment exposed her to project study and analysis, credit analysis, microcomputer programming and branch site selection. Her assignment to head the Bank's Cash Mobilization Unit provided her a good appreciation of risk management and cash optimization. These exposures serve to sharpen her ability to drive and manage the Bank's self-service network growth and development as well as implement the Bank's retail internet banking and deliver the award winning feature of the Bank's mobile banking app. She currently chairs the E-Banking Committee at BancNet. She is also a member of the BancNet's Operations Committee and a member of the InstaPay ACH Operations Committee under the PPMI. Ms. Chua received her Bachelor of Arts, major in Psychology and Bachelor of Science in Commerce, major in management from the College of the Holy Spirit. After graduation, she completed basic courses in computer programming at Software Systems Inc. in Taipei, Taiwan. She has attended various trainings on Cards and Payments, Self Service Delivery, Digital Transformation, Fraud, Blockchain and Artificial Intelligence, the latest of which are on AML, Cybersecurity Governance: challenges and solutions, and managing finances in the digital age.

Melissa F. Corpus, 54, Filipino, First Vice President I, is the Head of Credit Management Group. She has more than 30 years of experience in banking and finance, having worked with various financial institutions such as Far East Bank and Trust Company, HSBC, and Citibank, N.A. – Manila. She has gained a wide span of banking exposure in the areas of credit analysis, credit risk management, relationship management of corporate and financial institutions, loan syndications, project finance, credit policy formulation, and documentation management. She was an academic scholar at the Ateneo de Manila University where she graduated with a Bachelor of Science in Management degree. Apart from having engaged in different trainings on credit, risk management, treasury, derivatives, international trade, property appraisal, and various external regulations, she also finished her comprehensive Executive Training Program at the HSBC Group Management Training College in Bricket Wood, United Kingdom.

Francis Andre Z. De Los Santos, 51, Filipino, First Vice President I, is the Chief Technology Officer of the Bank subsidiary CBC-PCCI. He was the Head of Business Solutions Division of the Bank prior to his secondment and the integration of Business Solutions into CBC-PCCI. He previously worked in SM Retail, Inc. and Metropolitan Bank and Trust Company, gaining significant experience in the retail and banking business. Mr. Delos Santos graduated with a Bachelor of Science degree in Business from De La Salle University. He has had trainings in information systems, business information security,

cybersecurity governance, and financial technology, among others.

Rhodin Evan O. Escolar, 47, Filipino, First Vice President I, is the Head of IBS' Credit Portfolio Quality Assurance Division. He also currently sits as Board Director in Resurgent Capital (FISTC-AMC) Inc., a wholly-owned subsidiary of CBCC. He was a former Director for Execution of Bank subsidiary CBCC from 2016 to 2017. Mr. Escolar graduated with a Bachelor of Science in Management Engineering degree from the Ateneo de Manila University. He obtained his MBA degree from University of Chicago Booth School of Business.

Luellia S. Espine, 58, Filipino, First Vice President I, is the Head of IBS' Corporate Banking Division II. She is a seasoned banker across institutional, corporate and commercial credit and lending, and remedial management. She previously worked with Australia and New Zealand Banking Group Limited - Manila Branch, Export & Industry Bank, Inc., Equitable Banking Corp., and Solidbank Corporation. Ms. Espine earned her Bachelor of Arts degree, major in Economics, from the University of Santo Tomas. She had various trainings on information security, AML, relationship and account management and risk analysis in trade finance, among others.

Maria Luz B. Favis, 62, Filipino, First Vice President I, is the Head of Asset Quality and Recovery Management Division, where her main focus is in Asset Recovery. In the past, she held key positions in Philippine Commercial International Bank (PCIBank), Sun Microsystems Phils., Inc. and Planters Development Bank, with exposure on account management, commercial lending, and credit. Her extensive trainings in various fields of banking include Core Credit, Loan Evaluation and Marketing, Financial Analysis, and Credit Risk Management, supplemented by seminars on Mergers and Acquisitions, Problem Loans Management, Bank Sales and Marketing Strategies, and Real Estate Management. Ms. Favis is a Bachelor of Arts degree holder in Economics from De La Salle University and she obtained her Master's degree in Business Management from AIM.

Gerald O. Florentino, 54, Filipino, First Vice President I, is the Head of Investor and Corporate Relations Group. He also currently sits in the board of Bank subsidiary China Bank Securities Corporation (CBSC). He is a seasoned banker having obtained more than 30 years of extensive experience in investor relations, corporate planning, and investment banking. Prior to joining the Bank, he served as the President and Chief Executive Officer of RCBC Securities, Inc., Head of Corporate Planning and Investor Relations for Rizal Commercial Banking Corporation (RCBC), and worked in several financial institutions including United Coconut Planters Bank, Deutsche Bank Philippines, and AXA Philippines. Mr. Florentino graduated with a Bachelor of Science degree in Business Administration, Major in Finance, from the Loyola University in Chicago, USA. He has also obtained his Master's degree in Business Administration from AIM.

Pablito P. Flores, 59, Filipino, First Vice President I, is the Head of RBB's North Luzon Region. He has more than 35 years of banking experience, having previously worked with Asia United Bank, ABN AMRO Bank, Metropolitan Bank and Trust Company, and Bank of Commerce. A Certified Public Accountant, Mr. Flores earned his Bachelor of Science degree in Business Administration, Major in Accounting from the Philippine School of Business Administration. He attended trainings on AML, electronic banking, customer relations, and branch management, among others.

Cristina F. Gotuaco, 56, First Vice President I, is the Head of IBS' Commercial Banking Division I. A homegrown talent, Ms. Gotuaco has been with Bank for more than 30 years and has made significant contributions to the commercial banking business. Ms. Gotuaco obtained both her Bachelor of Science in Commerce degree, major in Management of Financial Institutions, and MBA degree from De La Salle University. She has participated in various trainings in banking, finance, management, and other related fields.

Angelyn Claire C.C. Liao, 49, Filipino, First Vice President I, is the Head of the Business Development and Support Department. She has more than 20 years of banking and finance experience, handling multi-faceted roles relating to financial markets, compliance, audit, risk, product development, environmental, social and governance (ESG), information system, customer propositions, customer due diligence, and process re-engineering. She previously worked for different financial institutions such as the Hongkong and Shanghai Banking Corporation (HSBC), Philippine Bank of Communications (PBCom), and Standard Chartered Bank. Ms. Liao earned her Bachelor of Science degree in Business Management from De La

Salle University. She participated in several trainings on AML and corporate governance, among others.

Mary Ann T. Lim, 54, Filipino, First Vice President I, is the Bank's Trust Officer and Head of the Trust and Asset Management Group. She has more than 30 years of banking experience, having worked with different financial institutions, including Bank of China Ltd. - Manila Branch, HSBC, and PCI Bank. She also served in the Board of the Trust Officers Association of the Philippines (TOAP) as Treasurer and Finance Director for three terms from 2019 - 2022. Ms. Lim earned her Bachelor of Science degree in Commerce, Major in Accounting, *cum laude*, from the University of San Carlos. She is a Certified Public Accountant and has completed the Trust Operations and Investment Management course from the Trust Institute Foundation of the Philippines. She is also an SEC Certified Fixed Income Market Salesman. She attended trust summits and various trainings in banking and related fields, including those which focused on trust management, estate planning, corporate governance, AML, and operational and reputational risks.

Mandrake P. Medina, 52, Filipino, First Vice President I, is the Head of RBB's South Luzon Region. He has more than 30 years of banking experience, which he has acquired from banks such as Citytrust Banking Corporation, Solid Bank Corporation, United Overseas Bank, and Chinatrust Banking Corporation. Mr. Medina graduated with a Bachelor of Arts degree in Liberal Arts – Commerce, major in Political Science and Accounting, from the University of Batangas. His professional trainings include AML, corporate governance, risk management, operations control, and service excellence.

Mani Thess Q. Peña-Lee, 44, Filipino, First Vice President I*, is the Head of the Institutional and Transaction Advisory Department. She brings with her 20 years of professional legal experience. She has obtained significant exposure in the general practice of law locally and abroad, spanning the fields of corporate, commercial and civil law, intellectual property, labor and employee relations, and litigation. She was formerly an Associate in the law firm of Castillo Laman Tan Pantaleon and San Jose, and Foreign Legal Advisor and Partner in the Singapore-based commercial law firm Kelvin Chia Partnership. Placing 7th in the 2003 Philippine bar examinations, Atty. Peña-Lee graduated from the University of the Philippines - Manila with a Bachelor of Arts degree in Political Science, *magna cum laude*, and obtained her Bachelor of Laws degree from the University of the Philippines - Diliman.

Marisol M. Teodoro, 61, Filipino, First Vice President I, is seconded as the Director, President, and Chief Executive Officer of Bank subsidiary CBSC since 2017. Prior to this, she was the Bank's Treasury Business Center Head assigned at the Treasury Group. Earlier, she served as the Division Head of the Business Development and Portfolio Management Division of the Bank's Trust Group. She also worked in other financial institutions, namely: Security Bank as Trust Investment Officer and The International Corporate Bank/Union Bank of the Philippines as Credit Evaluation Officer. Ms. Teodoro holds a Bachelor of Science degree in Business Economics and an MBA degree, both obtained from the University of the Philippines. She has participated in various trainings on trust, treasury, investments, financial planning, and corporate governance. She completed the one-year Trust Course from the Trust Institute Foundation of the Philippines, and the registered financial planning course from RFP-Philippines. She is also an Ateneo - BAP Certified Treasury Professional.

Maria Rosanna Catherina L. Testa, 63, Filipino, First Vice President I, is the Advisor to the Bank's Human Resources Group. She spent more than 30 years of her career in human resource management. She previously held key positions at Goodyear Phils., Equitable-PCI Bank, Far East Bank and Trust Company, The Manila Banking Corporation, and John Clements Consultants, among others. Ms. Testa is a graduate of Bachelor of Arts, Major in Business Administration, from the Assumption College, and took up Masters in Business Administration from the Ateneo Business School. She participated in trainings on corporate governance, AML, leadership, and trends and challenges in human resource management.

Michelle Y. Yap-Bersales, 44, Filipino, First Vice President I, is the Head of the Bank's Core Finance Group. Prior to joining the Bank, she was a Senior Director at SGV & Co. where she gained extensive work experience handling tax compliance audits, advisory, planning and due diligence services involving corporate acquisitions, mergers and spin-offs for multinational and domestic corporate clients in the banking, capital markets, insurance, real estate and service outsourcing industries. A Certified Public Accountant, Ms. Bersales earned her Bachelor of Science degree in Accountancy from De La Salle University and obtained her Master's degree in Business Administration from AIM where she studied as an SGV scholar. She attended various seminars on accounting, taxation and management, as well as

training on corporate governance, cybersecurity, AML, and financial technology. Her extensive knowledge and expertise in tax rules applicable to financial institutions made her a member of the Tax Committee of the Banker's Association of the Philippines and the Bank's suitable representative in the Tax Management Association of the Philippines.

Note 1: All the foregoing officers have been involved in the banking industry for more than five (5) years.

Note 2: None of the above-mentioned directors and officers works with the government.

(e) Nominees for election as Directors and Independent Directors

Nominee as Director	Person who nominated	Nominee as Independent Director	Person who nominated and Relationship with Nominee
Hans T. Sy	Sysmart Corporation	Margarita L. San Juan	Maribel S. Meniado, no relation
Gilbert U. Dee	Linda Susan T. Mendoza	Philip S.L. Tsai	Alvin A. Quintanilla, no relation
Romeo D. Uyan, Jr.	Leilani B. Elarmo	Claire Ann T. Yap	Regina Capital Development Corporation, no relation
Peter S. Dee	Nancy D. Yang	Genaro V. Lapez	Regina Capital Development Corporation, no relation
Joaquin T. Dee	Christopher T. Dee		
Herbert T. Sy	Sysmart Corporation		
Harley T. Sy	SM Investments Corporation		
Jose T. Sio	SM Investments Corporation		

All the above-mentioned nominees are incumbent members of the Board.

On December 7, 2022, the Board of Directors approved the succession plan for the position of President and Chief Executive Officer of the Bank, and approved the nomination, election and appointment of Mr. Romeo D. Uyan, Jr. as Director, President and Chief Executive Officer of the Bank effective April 1, 2023, to succeed and serve the unexpired term of Mr. William C. Whang. The Bangko Sentral ng Pilipinas (BSP) Monetary Board issued its confirmation of Mr. Uyan's election and appointment on January 26, 2023.

Upon initial determination, based on the Nomination Forms and attachments submitted to the Nominations and Corporate Governance Committees, the nominees for directors and independent directors were found to be fit and proper for the position they were nominated to and possess all the qualifications and none of the disqualifications of a director or independent director, and their qualities are aligned with the Bank's strategic directions.

The Nominations and Corporate Governance Committees are currently composed of Ms. Margarita L. San Juan (Chairperson), Ms. Claire Ann T. Yap, and Mr. Genaro V. Lapez, all independent directors.

(f) Involvement in Legal Proceedings

To the best knowledge and information of the Bank, none of the above-named directors, nominees, and executive officers have been involved in any of the following events during the past five (5) years: (i) any bankruptcy petition filed by or against any business of which such person was a general partner or executive officer either at the time of the bankruptcy or within two (2) years prior to that time; (ii) any conviction by final judgment, including the nature of the offense, in a criminal proceeding, domestic or foreign, or being subject to a pending criminal proceeding, domestic or foreign, excluding traffic violations and other minor offenses; (iii) being subject to any order, judgment, or decree, not subsequently reversed,

suspended or vacated, of any court of competent jurisdiction, domestic or foreign, permanently or temporarily enjoining, barring, suspending or otherwise limiting his involvement in any type of business, securities, commodities or banking activities; and (iv) being found by a domestic or foreign court of competent jurisdiction (in a civil action), the Commission or comparable foreign body, or a domestic or foreign exchange or other organized trading market or self-regulatory organization, to have violated a securities or commodities law or regulation and the judgment has not been reversed, suspended, or vacated.

For the past five (5) years, the Bank, its affiliates, subsidiaries, directors and officers have not been involved in any legal proceedings that would affect their ability, competence or integrity, and/or would involve a material or substantial portion of their property before any court of law, quasi-judicial body or administrative body in the Philippines or elsewhere, except in the usual routine cases directed against the Bank, arising from the ordinary conduct of its business.

All legal proceedings involving the Bank are efficiently and competently attended to and managed by a group of eighteen (18) in-house lawyers and one (1) consultant who are graduates of reputable law schools in the country. For its external counsels, the Bank retains the services of respected law firms, among which are Medialdea Bello Guevarra & Suarez Law Offices, ACCRA Law Office, Britanico Sarmiento & Ringler Law Offices, Divina Law Office, Tagayuna Panopio & Escobar Law Firm, Atty. Omar D. Vigilia, The Law Firm of Hermosissima & Hermosissima, and Catabay-Lauigan Law Office.

(g) Significant Employees

The Bank highly values its human resources. It expects each employee to do his share in achieving the Bank's set goals; in return, the Bank has in place policies and programs for the protection and growth of employees.

(h) Family Relationship

Chairman Hans T. Sy and Directors Herbert T. Sy and Harley T. Sy are brothers; Mr. Henry Sy, Sr. (†) is their father. Ms. Angela D. Cruz, Senior Vice President and Head of Wealth Management Group, and Mr. James Christian T. Dee, First Vice President II and Director and President of Bank subsidiary CBSI, are the daughter and son, respectively, of Director Joaquin T. Dee. Mr. Gerard T. Dee, First Vice President II and Head of Institutional Banking Segment's Commercial Banking II, is the son of Mr. Gilbert U. Dee, Vice Chairman of the Board.

Item 10. Executive Compensation

Name	Year	Salary	Bonuses & Other Compensation	Total
Total for the 5 most highly compensated executive Officers*	2023 (estimates)	96,909,316.21	67,019,774.54	163,929,090.75
	2022 (actual)	65,233,046.16	70,881,724.72	136,114,770.88
	2021 (actual)	59,808,878.16	57,874,732.22	117,683,610.38
Total for all Officers and Directors	2023 (estimates)	2,367,209,763.55	1,120,377,805.38	3,487,587,568.93
	2022 (actual)	2,191,551,984.86	1,033,109,806.70	3,224,661,791.56
	2021 (actual)	1,948,580,099.36	872,878,811.29	2,821,458,910.65
Total for all Directors	2023 (estimates)		78,500,000	
	2022 (actual)		74,900,000	
	2021 (actual)		72,280,000	

* For Years 2021 – 2022: Messrs. Gilbert U. Dee, William C. Whang, Romeo D. Uyan, Jr., and Patrick D. Cheng, and Ms. Rosemarie C. Gan. For 2023: Messrs. Gilbert U. Dee, William C. Whang, Romeo D. Uyan, Jr., Patrick D. Cheng, Jose L. Osmena, Jr., and Aloysius C. Alday, Jr., and Mmes. Lilian Yu and Magnolia N. Palanca.

Other than those relating to the foregoing figures, there are no actions to be taken as regards any bonus, profit sharing, pension, or retirement plan, granting or extension of any option warrant or right to purchase any securities between the Bank and its directors and officers. The officers receive compensation based on their performance, banking experience, employment status, position, and rank in the Bank. On the other hand, the directors are entitled to a per diem of up to P10,000 for attendance at each meeting of the Board or of any committee and to 4% of the Bank's net earnings, in accordance with Article IV, Section 11, and Article VIII, Section 1 (a) of the Bank's Amended By-Laws, which was registered with the SEC on July 18, 2022. The directors and officers have no other compensatory arrangement with the Bank.

In 2022, each member of the Board of Directors received the following amount as compensation:

Hans T. Sy	₱6,415,000
Gilbert U. Dee	6,350,000
William C. Whang	6,405,000
Peter S. Dee	6,485,000
Joaquin T. Dee	6,555,000
Herbert T. Sy	6,170,000
Harley T. Sy	6,315,000
Jose T. Sio	6,240,000
Margarita L. San Juan	6,515,000
Philip S.L. Tsai	6,470,000
Claire Ann T. Yap	6,535,000
Genaro V. Lapez	4,445,000

**Item 11. Security Ownership of Certain Record and Beneficial Owners and Management
as of March 31, 2023**

(a) Record and beneficial owners holding 5% or more of voting securities:

Title of Class	Name, Address of Record Owner & Relationship with Issuer	Name of Beneficial Owner & Relationship with Record Owner	Citizenship	No. of Shares Held	Percentage
Common	PCD Nominee Corporation * 29 th Floor BDO Equitable Tower, 8751 Paseo de Roxas, Makati City Stockholder	Various stockholders/clients	Non-Filipino	715,820,168	26.60%
Common	PCD Nominee Corporation * 29 th Floor BDO Equitable Tower, 8751 Paseo de Roxas, Makati City Stockholder	Various stockholders/clients	Filipino	574,615,158	21.35%
Common	SM Investments Corporation 10 th Floor L.V. Locsin Bldg., 6752 Ayala Avenue, Makati City Stockholder	Sy Family PCD Nominee Corporation Stockholders	Filipino	463,922,761	17.24%
Common	Sysmart Corporation 10 th Floor L.V. Locsin Bldg., 6752 Ayala Avenue, Makati City Stockholder	Sy Family Sycamore Pacific Corporation Stockholders	Filipino	416,402,026	15.47%

* Based on the list provided by the Philippine Depository & Trust Corporation to the Bank's transfer agent, Stock Transfer Service, Inc., as of March 31, 2023, The Hongkong and Shanghai Banking Corporation Limited (523,483,793 shares or 19.45%) and BDO Securities Corporation (193,052,535 shares or 7.17%) hold 5% or more of the Bank's securities under the names of various beneficial owners. The beneficial owners, such as the clients of PCD Nominee Corporation, have the power to decide how their shares are to be voted.

Mr. Henry Sy, Sr.'s (†) family is known to have substantial holdings in SM Investments Corporation and Sysmart Corporation and, as such, could direct the voting or disposition of the shares of said companies.

Except as stated above, the Bank has no knowledge of any person holding more than 5% of the Bank's outstanding shares under a voting trust or similar agreement. The Bank is likewise not aware of any arrangement which may result in a change in control of the Bank, or of any additional shares which the above-listed beneficial or record owners have the right to acquire within thirty (30) days, from options, warrants, rights, conversion privilege or similar obligation, or otherwise.

(b) Directors and Management:

Title of Class	Name	Position	Citizenship	Amount & Nature of Ownership (Direct (D) / Indirect (I))	Percentage
(a) Directors					
Common	Hans T. Sy	Chairman of the Board	Filipino	4,223,441 (D)	0.157%
				2,075,421 (I)	0.077%
Common	Gilbert U. Dee	Vice Chairman	Filipino	838,006 (D)	0.031%
Common	William C. Whang ⁽¹⁾	Director and President (former)	Filipino	21,318 (D)	0.001%
Common	Romeo D. Uyan, Jr. ⁽²⁾	Director, President & CEO (incumbent)	Filipino	305,200 (D)	0.011%
Common	Peter S. Dee	Director	Filipino	301,305 (D)	0.011%
Common	Joaquin T. Dee	Director	Filipino	44,315,883 (D)	1.647%
				7,371,029 (I)	0.274%
Common	Herbert T. Sy	Director	Filipino	735,431 (D)	0.027%
Common	Harley T. Sy	Director	Filipino	897,254 (D)	0.033%
Common	Jose T. Sio	Director	Filipino	3,517 (D)	0.000%
Common	Margarita L. San Juan	Lead Independent Director	Filipino	95,238 (D)	0.004%
Common	Philip S.L. Tsai	Independent Director	Filipino	2,000 (D)	0.000%
Common	Claire Ann T. Yap	Independent Director	Filipino	100 (D)	0.000%
Common	Genaro V. Lapez	Independent Director	Filipino	100 (D)	0.000%
Total				61,185,243	2.273%
(b) Executive Officers (in addition to Messrs. Gilbert U. Dee, William C. Whang, and Romeo D. Uyan, Jr.)					
Common	Patrick D. Cheng	Executive Vice President & CFO	Filipino	620,256 (D)	0.023%
Common	Jose L. Osmeña, Jr.	Executive Vice President	Filipino	10,000 (D)	0.000%
Common	Magnolia Luisa N. Palanca	Executive Vice President	Filipino	100 (D)	0.000%
Common	Lilian Yu	Executive Vice President	Filipino	400 (D)	0.000%
Common	Ananias S. Cornelio III	Senior Vice President	Filipino	10,700 (D)	0.000%
Common	Angela D. Cruz	Senior Vice President	Filipino	1,642,376 (D)	0.061%
				50,000 (D) ⁽³⁾	0.002%
Common	Christopher Ma. Carmelo Y. Salazar	Senior Vice President	Filipino	100 (D)	0.000%
Common	Clara C. Sy	Senior Vice President	Filipino	3,131,804 (D)	0.116%
				584,900 (I)	0.022%
Common	Jose Luis A. Alcuaz, Jr.	First Vice President II	Filipino	4,200 (D)	0.000%
Common	Cristina P. Arceo	First Vice President II	Filipino	1,200 (D)	0.000%
Common	Gerard T. Dee ⁽⁴⁾	First Vice President II	Filipino	12,279,464 (D)	0.456%
Common	James Christian T. Dee	First Vice President II	Filipino	2,911,081 (D)	0.108%
				50,000 (D) ⁽⁵⁾	0.002%
Common	Antonio Jose S. Dominguez	First Vice President II	Filipino	100 (D)	0.000%
Common	Madelyn V. Fontanilla	First Vice President II	Filipino	1,400 (D)	0.000%
Common	Jerry Ron T. Hao	First Vice President II	Filipino	300 (D)	0.000%
Common	Delia Marquez	First Vice President II	Filipino	26,760 (D)	0.001%
Common	Elizabeth C. Say	First Vice President II	Filipino	6,633 (D)	0.000%
Common	Belenette C. Tan	First Vice President II	Filipino	7,708 (D)	0.000%
Common	Stephen Y. Tan	First Vice President II	Filipino	4,046 (D)	0.000%
Common	Layne Y. Arpon	First Vice President I	Filipino	11,832 (D)	0.000%
Common	Amelia Caridad C. Castelo	First Vice President I	Filipino	100 (D)	0.000%
Common	Marie Carolina L. Chua	First Vice President I	Filipino	38,343 (D)	0.001%
Common	Melissa F. Corpus	First Vice President I	Filipino	1,500 (D)	0.000%
Common	Rhodin Evan O. Escolar	First Vice President I	Filipino	400 (D)	0.000%
Common	Maria Luz B. Favis	First Vice President I	Filipino	1,300 (D)	0.000%
Common	Pablito P. Flores	First Vice President I	Filipino	1,400 (D)	0.000%
Common	Cristina F. Gotuaco	First Vice President I	Filipino	3,300 (D)	0.000%
Common	Angelyn Claire C.C. Liao	First Vice President I	Filipino	300 (D)	0.000%
				240,000 (I)	0.009%
Common	Mary Ann T. Lim	First Vice President I	Filipino	200 (D)	0.000%
Common	Mandrake P. Medina	First Vice President I	Filipino	1,200 (D)	0.000%
Common	Mani Thess Q. Pena-Lee	First Vice President I	Filipino	200 (D)	0.000%
Common	Marisol M. Teodoro	First Vice President I	Filipino	23,923 (D)	0.001%

Common	Maria Rosanna Catherina L. Testa	First Vice President I	Filipino	7,340 (D)	0.000%
Common	Michelle Y. Yap-Bersales	First Vice President I	Filipino	700 (D)	0.000%
Total				21,625,566	0.804%
GRAND TOTAL				82,810,809	3.077%

(c) Other Officers and Employees (including Centennial Stock Grantees)				5,452,853 (D)	0.203%
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⁽¹⁾ Retired effective at the close of business on March 31, 2023

⁽²⁾ Elected effective April 1, 2023

⁽³⁾ Jointly held with family members and another Principal Officer

⁽⁴⁾ Under his own name or held jointly with family members

⁽⁵⁾ Jointly held with family members and another Principal Officer

Item 12. Certain Relationships and Related Transactions

In the ordinary course of business, the Bank has loans and other transactions with its directors, officers, stockholders, and related interests (DOSRI), which were made substantially on fair terms or at an arm's length basis, that is, terms not less favorable to the Bank than those offered to others. Material related party transactions are passed upon by the Related Party Transaction Committee of the Bank, and endorsed to the Board of Directors and then to the stockholders for approval/confirmation/ratification. The Related Party Transaction Committee evaluates the terms and conditions of the facilities/transactions to ensure that they are fair, negotiated on an arm's length basis, or upon terms not less favorable to the Bank than those offered to others, that no business resources of the Bank are misappropriated or misapplied, no potential reputational risk issues may arise as a result of or in connection with the transactions, and that the same are in compliance with the existing rules. Appropriate disclosures and reports for these transactions are also made through reports with the appropriate regulatory agency.

Related party transactions are also discussed in Notes 30 and 38 of the Audited Financial Statements.

The Bank retains SGV & Co. / Ernst & Young as its external auditor, and the following law firms for the handling of some of the cases filed for and against the Bank: Medialdea Bello Guevarra & Suarez Law Offices, ACCRA Law Office, Britanico Sarmiento & Ringler Law Offices, Divina Law Office, Tagayuna Panopio & Escobar Law Firm, Atty. Omar D. Vigilia, The Law Firm of Hermosisima Hermosisima & Hermosisima, and Catabay-Lauigan Law Office.

PART IV - CORPORATE GOVERNANCE

Item 13. Corporate Governance

Championing Quality Customer Experience through Good Governance

Good corporate governance has been a vital driving force in China Bank's continuing pursuit to be a dependable and trusted institution in the industry. By incessantly upholding the highest ethical standards in conducting our business, we remained committed to enhancing shareholder value and public confidence. By building on the principles of Fairness, Accountability, Transparency and Integrity, the Bank was able to keep abreast with changes in the relevant laws, regulations, and corporate governance standards and triumphantly endured all challenges and obstacles in the past 102 years.

Setting the tone of governance is the Bank's Board of Directors. It guides the overall corporate philosophy and direction; and carry out oversight responsibility for business and risk strategy, financial soundness, and regulatory compliance. The Board provides strategic direction, oversight and sets the pace for the Bank's current operations and initiatives to ensure that regulatory requirements and obligations to stakeholders are met. As the principal steward of the Bank, the Board exercises ethical leadership and encourages collaborative participation from China Bank employees and other stakeholders to further strengthen the organization's franchise value.

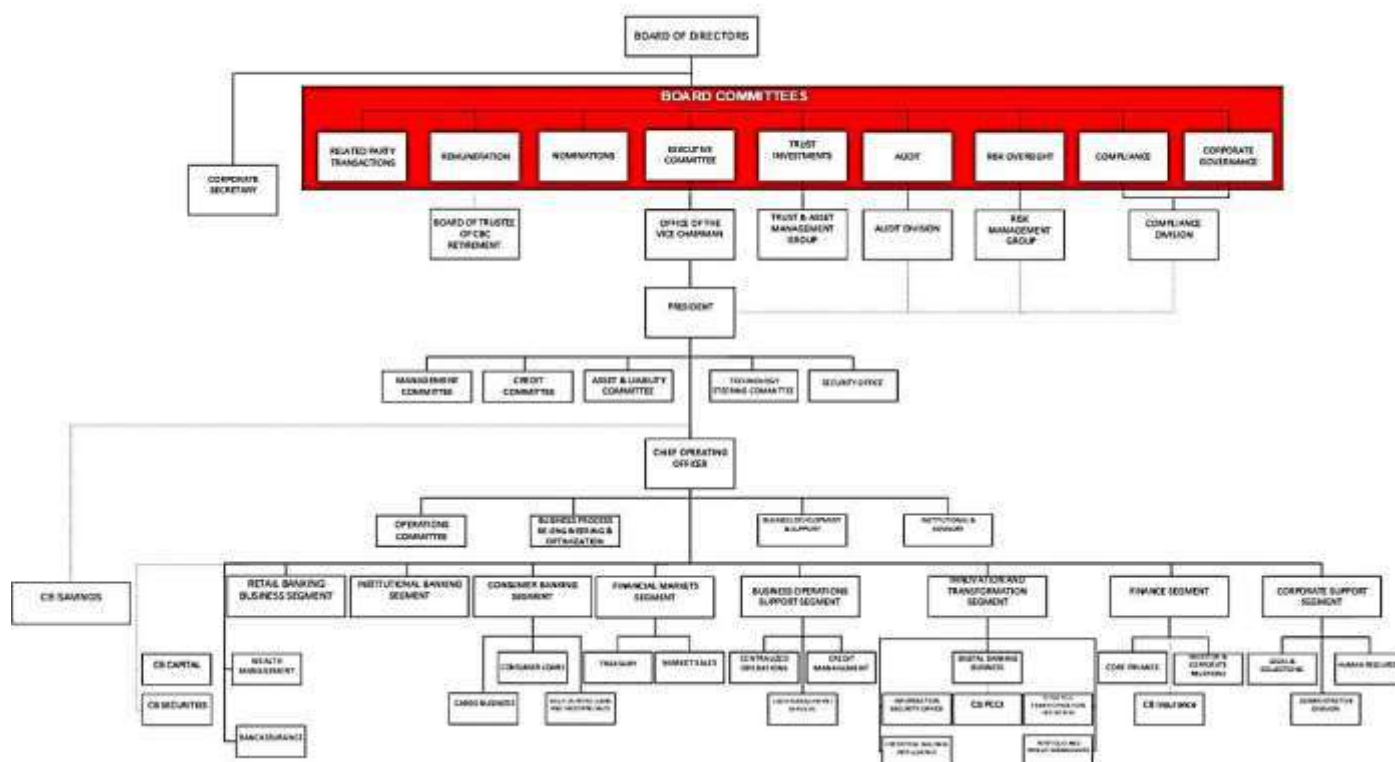
In China Bank, customer service is regarded as a pivotal factor in reinforcing brand loyalty. We believe that by fulfilling our commitments and remaining true to our guiding principles and solid work ethics, we can give our customers the superior banking experience they truly deserve. With robust control mechanisms and governance systems in place, we are confident that we will continue to improve our business operations, create more value and ultimately, satisfy our clients.

In 2022, along with the regular best governance practices, key initiatives were implemented to further strengthen our position as one of the best governed companies in the region. These practices and initiatives include the following:

- Conducted the virtual Annual Stockholders' Meeting, allowing stockholders to exercise their voting rights through a secured electronic registration and voting facilities, in light of the pandemic.
- Updated the Corporate Governance Manual to align with recent rules, regulations and international practices.
- Crafted the policies on interlocking positions to serve as basis for the annual assessment of concerned directors and officers, in compliance with BSP requirements.
- Enhanced the Board Committee Charters and Board Self-Assessment Forms.
- Conducted the annual assessment for the Board, Board-level committees, Independent Directors, Compliance Division, External Auditor and the President.
- Independent validation of the Board performance evaluation by an external / third-party entity, to ensure its objectivity.
- Accomplishment of the Conflict of Interest and RPT Disclosure Form by the newly/re-elected directors.
- Conducted online corporate governance training for the Bank's directors and key officers, as facilitated by the Institute of Corporate Directors.
- Engaged Moody's Analytics as external advisor in setting up Bank's Environmental and Social Risk Management System (ESRMS) conducive to the expectations of the BSP in its Circulars.

Organizational Structure

At the core of the Bank's corporate governance structure is our Board of Directors which continues to foster a culture of accountability and responsibility for the corporate affairs and performance of the Bank. The Board is supported by a proactive & competent Management in achieving its goal of going beyond compliance, by adopting local and ASEAN best corporate governance practices.



Board of Directors

We have twelve (12) directors and one (1) advisor to the Board – two (2) are executive directors and the rest are non-executive directors. For proper diversity and balanced structure of the Board, the Bank has put in place a rigorous and transparent procedure for the nomination and election of new directors, which is updated annually. The members of the Board are selected from a pool of qualified candidates based on the Bank's Manual on Corporate Governance that is aligned with laws, rules and regulations. Candidates are considered, among other things, based on their integrity, competence, independence, leadership, ability to exercise sound judgment, and experience at policy-making involving issues affecting business, government, and other areas relevant to finance and banking operations. The Board may use professional search firms or other external sources when searching for candidates for the Board.

Acknowledging the significant and crucial role of Independent Directors, the Bank has four (4) Independent (non-executive) Directors in the Board to ensure a strong element of independence. They are independent of management and major/substantial shareholders, and free from any business, family or any other relationship with the Bank, which could affect their judgment.

The members of the Board are given a copy of their general and specific duties and responsibilities as prescribed by the Manual of Regulations for Banks (MORB). The directors acknowledge that they have received and certify that they read and fully understood the same. Moreover, the Directors also individually submit a Sworn Certification that they possess all the qualifications as enumerated in the MORB. These certifications are submitted to BSP after their election. Additional certifications are executed by Independent Directors to comply

with Securities Regulation Code and BSP rules which are then submitted to the SEC.

Board Committees

The Bank's Board is supported by various Board Committees to effectively carry out its mandate of good corporate governance through compliance with laws, rules, regulations and best practices. These Board Committees are as follows:

- **Executive Committee** has the powers of the Board, when the latter is not in session, in the management of the business and affairs of the Bank to the fullest extent permitted under its By-Laws and Philippine laws. The Executive Committee had 41 meetings in 2022, including 1 joint meeting with the Risk Oversight Committee.

Name of Director	Attendance
Hans T. Sy (Chairman)	38
Gilbert U. Dee	41
Peter S. Dee	38
Joaquin T. Dee	41
William C. Whang	40

* 1 joint meeting with the Risk Oversight Committee

- **Corporate Governance Committee** is responsible for ensuring that the Bank's Corporate Governance framework is regularly reviewed, updated, and implemented accordingly at all times. It provides assistance to the Board in fulfilling its responsibilities by ensuring compliance with, and proper observance of governance laws, rules, principles, and best practices, including the continuing education program for the directors and conduct of the Board assessment, among others. The Corporate Governance Committee had 32 meetings in 2022, including 12 joint meetings with the Compliance Committee, 19 joint meetings with the Nominations Committee, and 1 joint meeting with the Remuneration Committee.

Name of Director	Attendance
Margarita L. San Juan (Chairman)	31
Claire Ann T. Yap	32
Genaro V. Lapez	31

*12 joint meetings with the Compliance Committee

19 joint meetings with the Nominations Committee

1 joint meeting with the Remuneration Committee

- **Audit Committee** primarily oversees all matters pertaining to audit – mainly the evaluation of the adequacy and effectiveness of the Bank's internal control system, as well as the integrity of its financial statements. It appoints, reviews and concurs in the appointment or replacement of the Chief Audit Executive (CAE), and is responsible for ensuring that the CAE and internal audit function are free from interference by outside parties. It also ensures that an annual review is performed with regard to the effectiveness of the internal audit mechanism, including compliance with the Institute of Internal Auditors' International Standards for the Professional Practice of Internal Auditing and Code of Ethics. It provides oversight over Management's activities in maintaining an adequate internal control framework, managing credit, market, liquidity, operational, legal and other risks of the Bank, including regular receipts from management of information on risk exposures and risk management activities. It likewise ensures that internal and external auditors remain independent and are given unrestricted access to records, properties and personnel, to enable them to perform their respective audit functions. It is also responsible for the recommendation on the appointment and removal of the external auditor. It has the explicit authority to investigate any matter within its terms of reference, in order to ensure the effectiveness and efficiency of the Bank's internal controls. The Audit Committee had 15 meetings in 2022.

Name of Director	Attendance
Claire Ann T. Yap (Chairman)	15

Joaquin T. Dee	15
Philip S.L. Tsai	15

- **Compliance Committee** is tasked to monitor compliance with established bank laws, rules and regulations specifically in creating a dynamic and responsive compliance risk management system for identifying and mitigating risks that may erode the franchise value of the Bank, and ensuring that management is doing business in accordance with the said prescribed laws, rules and regulations including policies, procedures, guidelines and best practices. The Compliance Committee had 12 meetings in 2022, including 12 joint meetings with the Corporate Governance Committee.

Name of Director	Attendance
Margarita L. San Juan (Chairman)	12
Harley T. Sy	12
Philip S.L. Tsai ^(a)	8
Joaquin T. Dee ^(b)	4

*12 joint meetings with the Corporate Governance Committee

- (a) Member from May 5, 2022; attended 8 out of 8 meetings of the Joint Compliance and Corporate Governance Committees meetings
- (b) Member up to May 4, 2022; attended 4 out of 4 meetings of the Joint Compliance and Corporate Governance Committees meetings

- **Risk Oversight Committee** is responsible for the development and oversight of the Bank's risk management functions, including the evaluation of the effectiveness of the enterprise risk management framework and ensuring that corrective actions are in place to address concerns in a timely manner. It oversees the risk-taking activities of the Bank and warrants the continued relevance, comprehensiveness and overall value of the institutional risk management plan. The Risk Oversight Committee had 13 meetings in 2022, including 1 joint meeting with the Executive Committee.

Name of Director	Attendance
Philip S.L. Tsai (Chairman)	13
Margarita L. San Juan	13
Claire Ann T. Yap	13

*1 joint meeting with the Executive Committee

- **Nominations Committee** is responsible for reviewing and evaluating the qualifications of all persons nominated to the Board. Jointly with the CG Committee, oversees the nomination process for, and evaluates the qualifications of all persons nominated to Department and Division Head positions, as well as all promotions to any Bank Officer position. It also undertakes the process of reviewing the qualifications of the Board candidates, to ensure that their qualities and/or skills are sufficient to lead and/or assist the Bank in accomplishing its vision and corporate goals, and identify if the quality of the directors nominated is aligned with the Bank's strategic directions. The Committee is composed entirely of Independent Directors. The Nominations Committee had 19 meetings in 2022, including 19 joint meetings with the Corporate Governance Committee.

Name of Director	Attendance
Margarita L. San Juan (Chairman)	18
Claire Ann T. Yap	19
Genaro V. Lapez	19

*19 joint meetings with the Corporate Governance Committee

- **Remuneration Committee** provides oversight over the remuneration of senior management and other key personnel, ensuring that compensation is consistent with the interest of all stakeholders and the Bank's culture, strategy and control environment. The Remuneration Committee had 3 meetings in 2022, including 1 joint meeting with the Corporate Governance Committee.

Name of Director	Attendance
Genaro V. Lapez (Chairman)	3

Herbert T. Sy	3
Philip S.L. Tsai	3

*1 joint meeting with the Corporate Governance Committee

- **Related Party Transactions Committee** is responsible for reviewing all material related party transactions (RPTs) to ensure that they are conducted at an arm's length. Composed entirely of Independent Directors, the committee oversees the proper implementation of the RPT Policy and ensures that corresponding transactions are duly identified, measured, monitored, controlled and reported. The Related Party Transactions Committee had 12 meetings in 2022.

Name of Director	Attendance
Genaro V. Lapez (Chairman)	12
Margarita L. San Juan	12
Philip S.L. Tsai	12

- **Trust Investment Committee** provides oversight functions, overall strategic business development and financial policy directions to the Trust and Asset Management Group. It oversees the trust, investment management and fiduciary activities of the Bank, and ensures that they are conducted in accordance with applicable rules and regulations, and judicious practices. Moreover, it ensures that prudent operating standards and internal controls are in place and that the Board's objectives are clearly understood and duly implemented by the concerned units and personnel. The Trust Investment Committee convened 11 times in 2022.

Name of Director	Attendance
Peter S. Dee (Chairman)	11
Harley T. Sy	11
Jose T. Sio	11
William C. Whang	11
Mary Ann T. Lim *	11

* First Vice President I, Trust Officer and Head of Trust and Asset Management Group

Additional details on the Committees and their charters can be accessed through the Bank's website at www.chinabank.ph.

Corporate Secretary

Assisting the Board of Directors in the effective and efficient discharge of their duties, is the Corporate Secretary, who reports operationally to the Chairman and is accountable to the Board. Our Corporate Secretary is Atty. Leilani B. Elarmo. Her duties and responsibilities are clearly stated in the Bank's Corporate Governance Manual.

The Corporate Secretary is a senior, strategic-level corporate officer who has the vital role of official record keeper responsible for the administrative side of Board and committee meetings; corporate governance gatekeeper responsible for overseeing sound board practices; and Board liaison who works and deals fairly and objectively with the Board, Management, stockholders and other stakeholders.

Article VI, Section 8 of the Bank's By-Laws provide that the Corporate Secretary has the following functions: (a) issue notices of all meetings; (b) keep their minutes; (c) in charge of the seal and corporate books; (d) sign with the President the certificates of stock and such other instruments as would require such signature; (e) act as the election inspector at the annual meeting to elect directors, and, as such, to determine the number of shares of stock entitled to vote, the existence, the validity and effect of proxies, and the result of the election, subject to the results of the independent validation of votes by a third party; and (f) make such reports and perform such other duties as are incident to his office or are properly required of him by the Board of Directors and/or the Chairman/Chief Executive Officer.

Board Training and Orientation Program

In compliance with existing rules and regulations and as part of the continuing education program, the Board undergoes an annual training. Last August 3, 2022, the directors and members of the Management Committee, together with key officers of the Bank and subsidiaries have attended the Bank's online exclusive advanced Corporate Governance training as facilitated by the Institute of Corporate Directors (ICD). The said training focused on Cybersecurity Governance: Challenges and Solutions; Managing Finances in the Digital Age: FinTech; and Anti-Money Laundering Updates.

In addition, directors also participate in various small-scale learning opportunities, trainings, webinars, etc., whenever available and/or applicable.

Moreover, a new member of the Board is briefed on his duties and responsibilities and is given an orientation kit, containing: (1) Specific Duties and Responsibilities of Directors, (2) Corporate Governance Manual and (3) applicable Board Committee Charters. He is also required to attend an orientation program from accredited training providers.

Performance Evaluation for the Board, Individual Directors, Board Committees and President

The Bank has an annual performance assessment to determine the Board, individual Directors, Independent Directors, all Board-level Committees, and the President's level of compliance with leading practices and principles on good governance and to identify areas for improvement. The evaluation seeks to assess the effectiveness and collective performance of the Board through a self-assessment. The Compliance Division summarizes the results of the evaluation and reports it to the Board through the Corporate Governance Committee.

A five-point scale rating system is used for the self-assessment, where the lowest is 0, equivalent to "Poor" and the highest is 5, equivalent to "Excellent".

Rating	Description
0	Poor – Leading practice or principle is not adopted in the company's Manual of Corporate Governance
1	Needs Improvement – Leading practice or principle is adopted in the Manual, but compliance has not yet been made
2-3	Fair – Leading practice or principle is adopted in the Manual and compliance has been made but with major deviation(s) or incompleteness
4	Good – Leading practice or principle is adopted in the Manual and compliance has been made but with minor deviation(s) or incompleteness
5	Excellent – Leading practice or principle is adopted in the Manual and full compliance with the same has been made

The Board reviews the results and evaluates the enhancements needed in order to improve the performance of the Board collectively, the individual directors, and the various committees.

In 2022:

- The assessment was validated by an independent entity/facilitator.
- There are no significant deviations and in general, the Bank has fully complied with the provisions and requirements of the Corporate Governance Manual.

Compliance System

Vital to the implementation of a group-wide culture of compliance is our Compliance Division (“Compliance”), which designs and manages the implementation of the compliance program across the Bank and also oversees compliance across the Group. It provides assistance the Board in the discharge of its governance function to protect the franchise value of the Bank as well as the interests of its various stakeholders. The Bank’s compliance risk management system is designed to identify and mitigate risks to ensure the safety and soundness of the Bank. Compliance endeavors to strengthen the culture of compliance and promotes awareness of all applicable laws, rules and regulations, by disseminating the latest regulatory issuances.

Compliance is headed by the Chief Compliance and Governance Officer (CCGO), Atty. Aileen Paulette S. De Jesus, who functionally reports to the Compliance and the Corporate Governance Committees and administratively to the Bank’s President. The Compliance function is supported by a duly approved Compliance Charter that defines the duties and responsibilities, mandate, independence, and manner on which compliance is implemented. At the helm of this function is the *Regulatory Compliance Department*, which ensures that the compliance system is updated and implemented accordingly. The *Corporate Governance Department* carries out and manages the implementation of the corporate governance mandates, which include managing compliance with the Code of Corporate Governance, BSP and SEC rules on governance and international best practices. The *AML Department* manages the Bank’s compliance with Anti-Money Laundering laws and regulations, and implementation of Money Laundering and Terrorist Financing Prevention Program (MTPP) whilst the *IT Compliance Department* provides the necessary IT support to the AML Compliance Department in the administration of the Bank’s AML system, the Base60. IT Compliance Department likewise oversees the regulatory compliance of IT-related units of the Bank. The *Subsidiaries Compliance Department* oversees group-wide compliance to relevant rules, laws and regulations by providing direction and support to the Bank’s subsidiaries. Finally, the *Associated Person* is responsible for the Bank’s compliance with the Securities Regulations Code, including relevant laws and issuances related thereon.

All bank units have Compliance Coordinators to ensure that all risks associated to the operations and business of the individual units are identified, monitored, mitigated and remediated.

To enhance regulatory, compliance and good governance awareness and continuously strengthen the implementation of our compliance culture within the Bank, Compliance:

1. Cascades all recent laws, rules, and regulations to all concerned;
2. Acts as liaison for the Board and Management on regulatory compliance matters, with the regulatory agencies;
3. Provides advisory services, including reviewing proposed Bank products and services;
4. Reviews and updates the Compliance Manual, MTPP and Corporate Governance Manual annually or as necessary, to align with recent regulatory requirements;
5. Continuously educates Bank employees about compliance, anti-money laundering, good governance and its benefits, consumer protection and related party transactions, among others, to ensure that everyone in the institution is in the same direction towards good governance and to develop a culture of trust and integrity and to enable the employees of the Bank embrace the principles set forth by the Board;
6. Conducts briefings and training for Compliance Coordinators in the branches and Head Office to raise the level of awareness and understanding of the principles, concepts, and elements of good corporate governance and compliance. The Compliance Coordinators are required to cascade their learnings to their respective areas; and
7. Conducts lectures to all new employees of the Bank for the basic orientation on Compliance System, AML, Whistleblowing, and Corporate Governance giving them an overview of the Bank’s Compliance Risk Management System. Compliance Division also conducts lectures during the Junior Executive Development (JED) and Supervisory Development Program (SDP), among others.

Governance Policies

- **Corporate Governance Manual**

The Bank's extensive Corporate Governance Manual, that is kept updated to ensure that it is aligned with latest regulatory issuances, contains the corporate governance policies, structure, principles, as well as the general and specific duties and responsibilities of the Board and the individual directors. To enjoin Bank-wide compliance and for easy access, a copy of the Manual is posted on the Bank's website and is available in the SharePoint page of Compliance, under the Corporate Governance Department. The CCGO is primarily tasked to monitor compliance with the Manual, and is always available to respond to inquiries from Bank officials and personnel regarding good corporate governance policies and practices.

In 2022, the Bank has fully complied with the provisions of the Corporate Governance Manual.

- **Board Remuneration**

The Bank's amended By-Laws provides that the directors shall receive a *per diem* of up to ten thousand pesos (P10,000.00) for attendance at each meeting / session of the Board of Directors or of any Committee. In accordance with Article VIII of the Bank's By-Laws, a portion of the net earnings shall be given to the members of the Board.

In compliance with the Revised Corporation Code, the Bank has disclosed the compensation of the directors (for the preceding year) on an individual basis.

- **Dividend Policy**

The Bank, as a matter of policy, shall declare cash dividends at a payout ratio of approximately thirty percent (30%) of the net income of the prior year, subject to the conditions and limitations set forth in this policy statement. The Bank's Dividend Policy is an integral component of its Capital Management Policy and Process. Its fundamental and overriding philosophy is sustainability.

Dividend payouts are reviewed annually. These are referenced against the Bank's Capital Management Process. Based on this process, dividend payouts are calibrated based on the prior year's earnings while taking into consideration dividend yields, future earnings streams, and future business opportunities.

In declaring dividend payouts, the Bank uses a combination of cash or stock dividends as follows:

1. The dividend is increased in response to the Bank's achieving a higher level of sustainable earnings.
2. Dividends may be increased for a specific year to plow back to shareholders a commensurate share of unusually high earnings for a given year.

The Bank's capital management philosophy and process, and consequently its Dividend Policy which comprises an integral component of this undertaking, are driven by the following primary objectives:

1. Ensuring compliance with externally imposed regulatory capital requirements.
2. Maintaining strong credit ratings.
3. Maintaining healthy capital ratios to support its business and maximize shareholder value.

Moreover, the Bank manages its capital structure and makes adjustments to it in the light of:

1. Changes in economic conditions.
2. The risk characteristics of its activities.
3. The assessment of prospective business requirements or directions.

- **Whistleblowing**

Without fear of any retaliation, Bank employees, customers, shareholders, and any third-party service providers may report questionable or illegal activity, unethical conduct, fraud or any other malpractice by mail, phone or e-mail. The identity of the whistleblower is kept confidential and all reports are acted upon based on their merits. If determined sufficient in form and substance, the disclosure is referred to the appropriate unit/s for further investigation. If the report is found to be baseless, the Whistleblower is informed of the status.

Although the CCGO is the primary driver in the implementation of the Whistleblowing Policy, the policy allows reporting of any disclosure to the Chief Audit Executive, Chief Risk Officer, and the HRG Head. All the disclosures, and their corresponding status and resolution are reported to the Board, thru the Audit Committee.

- **Code of Ethics**

In the conduct of our business and dealings with stakeholders, we are guided by our core values, integrity, high performance standards, commitment to quality, customer service focus, concern for people, efficiency and resourcefulness, and initiative that strengthens our commitment to carry our daily tasks of business in an honest and ethical manner. These core values are also the foundation of the Bank's Code of Ethics.

Setting the tone from the top, our Board of Directors is fully committed to principled conduct of business. Just as it expects full compliance to the Code of Ethics from all Bank employees, the body believes that its members should also uphold the principles of integrity, fairness, accountability and transparency at all times.

The Code of Ethics for Directors articulates the acceptable practices in relation to both internal and external dealings (*i.e., investors, creditors, customers, depositors, contractors, suppliers, regulators, and the general public*) of the members of the Board. It also provides the guiding principles on the performance of their duties in accordance with the fit and proper rules; and establishes standards for professional and ethical conduct. All new directors are given a copy of the Code, which they acknowledge receipt thereof.

To ensure that business is carried out in compliance with relevant laws and in the protection of the interest of the Bank's customers, shareholders and other stakeholders, the Bank's HRG has disseminated the Bank's Code of Ethics to all employees, including new hires. Employees are required to sign an acknowledgement receipt that they have received a copy of the Code of Ethics.

Copies of the Codes are also made available in the Bank's intranet to be readily accessible to all employees, and are also available on the Bank's website. A comprehensive discussion on the Code of Ethics is conducted with new employees of the Bank to foster a culture of awareness on the Bank's core values. Such discussion also highlights the behavioral standards, business conduct, and corresponding sanctions for violations of the Code of Ethics.

- **Anti-Bribery and Corruption**

The Bank promotes a culture of integrity and transparency in its banking operations ensuring compliance with the laws, rules and regulations, including disclosure requirements, accounting standards and good governance best practices. The Bank is subject to external audit and regulatory examination/s, which validates its compliance to the aforementioned rules and standards.

The Bank does not tolerate any form of bribery and corruption. As established in the Code of Ethics, Directors, officers, and employees are prohibited from offering, promising, or giving a financial or other advantage to any person or party, including public officials, with the intention of inducing or rewarding improper performance by them of their duties or to facilitate Bank transactions. They are likewise prohibited from accepting any financial or other advantage as a reward for participating in any act prejudicial to the Bank or any of its stakeholders.

- **Policy on Conflict of Interest**

In accordance with the Bank's Code of Ethics, conflict of interest between the Bank and its directors, officers and employees should be avoided at all times. However, should a conflict arise, the interest of the Bank must prevail. Employees are not permitted to have or be involved in any financial interests that are in conflict or appear to be in conflict with their duties and responsibilities to the Bank. They are likewise barred from engaging in work outside of the Bank unless with duly-approved permission, as well as work that lies in direct competition with the Bank.

To further strengthen our governance practices in the prevention of conflict of interest, in 2020, the Corporate Governance Committee approved the use of Disclosure Form on Conflict of Interest and Related Party Transactions by the Directors, making mandatory the disclosure of any possible conflict of interest, as set forth in the relevant regulations and internal policies.

- **Disclosure and Transparency**

The Bank is committed to a high standard of disclosure and transparency to facilitate an understanding of the Bank's financial condition, operations and corporate governance systems. The Bank believes all material information about its financial condition and operations is disclosed in accordance with applicable rules and regulations. In addition to compliance with reporting requirements, such as the publication of quarterly financial statements in national newspapers and publication of a comprehensive annual report for the Bank's annual stockholders meeting, the Bank promptly discloses major and market-sensitive information, including but not limited to dividend declarations, joint ventures and acquisitions, sale and disposition of significant assets, and financial and non-financial information that may affect or influence an investor's investment decision. The Bank also electronically files its disclosures through Electronic Disclosure Generation Technology (EDGE) which are then made available publicly on the PSE's website. The Bank's corporate website is likewise regularly updated to include the latest news and information about the Bank.

The Bank aims to ensure that information about its products and services are clear, accurate, and accessible. The Bank provides all necessary and relevant information to its customers so that they can make informed decisions when transacting with it. The Bank communicates such information to its customers and other stakeholders through the use of wide range of media, including via print materials, advertisements in bank branches and electronic and digital advertisements on TV, radio, the internet and social media channels such as Twitter and Facebook; and through its Customer Contact Center. The Bank believes it displays all consumer information required by the BSP at its branches. Further, the Bank's branch personnel are trained to handle customer inquiries in a professional manner and to adequately explain risks relating to the Bank's products and services and to provide advice on financial matters as appropriate.

PART V – EXHIBITS AND SCHEDULES

Item 14. Exhibits and Reports

(a) Exhibits

Subsidiaries and Investments

- i. *China Bank Savings, Inc. (CBSI)* – formerly known as The Manila Banking Corporation (TMBC), CBSI was acquired by China Bank in June 2007. It was incorporated on May 23, 1960 and was formed to carry on, engage in the business of, and exercise the general powers of a commercial bank as provided by law. On June 23, 1999, the Bangko Sentral ng Pilipinas (BSP) granted TMBC authority to operate as a thrift bank. In 2008, in pursuance of the Bank's acquisition of TMBC, the BSP and the Securities and Exchange Commission (SEC) approved the change of name to CBSI. Further, the Monetary Board and SEC gave their approvals on November 21, 2013 and January 20, 2014, respectively, to the merger with Unity Bank, A Rural Bank, Inc. (Unity Bank), a Pampanga- based rural bank, with CBSI as the surviving bank. On August 14, 2014, the stockholders owning at least 2/3 of the outstanding capital stock of CBSI approved the Plan of Merger of Planters Development Bank and CBSI, with the latter as the surviving bank. BSP approved the merger on November 6, 2015 and SEC registered/approved the merger on December 17, 2015. China Bank now owns 98.29% of the total outstanding capital stock of CBSI.

Board of Directors/Officers

Ricardo R. Chua	-	Chairman of the Board
Nancy D. Yang	-	Vice Chairman
James Christian T. Dee	-	President/Director
Romeo D. Uyan, Jr.	-	Director
Patrick D. Cheng	-	Director
Jose L. Osmena, Jr.	-	Director
Herbert T. Sy, Jr.	-	Director
Philip S.L. Tsai	-	Independent Director
Claire Ann T. Yap	-	Independent Director
Genaro V. Lapez	-	Independent Director
Antonio S. Espedido, Jr.	-	Independent Director
Arturo Jose M. Constantino III	-	Corporate Secretary
No. of Employees	-	2,453

- ii. *China Bank Capital Corporation (CBCC)* – was incorporated on November 27, 2015 as a full-service investment house with broker/dealer of securities functions. CBCC is also licensed to deal with government securities. It is 100% owned by the Bank. CBCC's business is supplemented by its wholly owned subsidiaries: (a) China Bank Securities Corporation (formerly ATC Securities, Inc.), an equity broker-dealer; (b) CBC Assets One (SPC) Inc., a special purpose corporation; and (c) Resurgent Capital (FIST-AMC) Inc., also a special purpose corporation.

Board of Directors/Officers

Ricardo R. Chua	-	Chairman of the Board
Romeo D. Uyan, Jr.	-	Vice Chairman
Ryan Martin L. Tapia	-	President/Director
Howard Conrad T. Sy	-	Director
Lilian Yu	-	Director
Magnolia Luisa N. Palanca	-	Director
Margarita L. San Juan	-	Independent Director
Philip S.L. Tsai	-	Independent Director
Claire Ann T. Yap	-	Independent Director
Wilfred Francis B. Martinez	-	Corporate Secretary
No. of Employees	-	21

- iii. *China Bank Securities Corporation (CBSC)* – formerly known as ATC Securities, Inc. (ATC), it is a wholly-owned subsidiary of CBCC. ATC originally started out as Cathay Asia Securities, Inc. which was incorporated on December 13, 1978. On April 12, 1984, Cathay Asia Securities changed its name to ATC Securities, Inc. On June 29, 2016, CBCC and the stockholders of ATC executed a Share Purchase Agreement for the purchase by CBCC of 100% shares in ATC. The SEC approved CBCC's intended purchase of ATC on August 23, 2016, subject to certain documentary filings. The acquisition of ATC was eventually approved by the PSE on February 22, 2017 and the closing of the purchase of ATC was completed on March 6, 2017. On July 6, 2017, the SEC approved CBSC's amended articles of incorporation, including its change in corporate name from ATC Securities, Inc. to China Bank Securities Corporation. CBSC operates as a stock brokerage licensed by the SEC to engage in dealing, for its own and its customers, accounts, securities listed in the PSE as well as providing securities research and analysis services. The company is eligible to trade dollar-denominated securities or DDS, real estate investment trust (REITs) and also offers online trading.

Board of Directors/Officers

Romeo D. Uyan, Jr.	-	Chairman of the Board
Ryan Martin L. Tapia	-	Vice Chairman
Marisol M. Teodoro	-	Director/President & CEO
Gerald O. Florentino	-	Director
Juan Paolo E. Colet	-	Director
Claire Ann T. Yap	-	Independent Director
Genaro V. Lapez	-	Independent Director
Ma. Hildelita P. Alano	-	Corporate Secretary
No. of Employees	-	22

- iv. *CBC Assets One (SPC) Inc. (CBC Assets)* – is a special purpose subsidiary of CBCC. It was incorporated on June 15, 2016, with the primary purpose of securitization of assets which include receivables, mortgage loans and other debt instruments. CBC Assets is 100% owned by CBCC.

Board of Directors/Officers

Ryan Martin L. Tapia	-	Chairman/ President & CEO
Juan Paolo E. Colet	-	Director/Legal Counsel/Treasurer
Roberto A. Cabusay	-	Director/Operations Officer
Ma. Cecilia A. Gironella	-	Independent Director
Ariel A. Soner	-	Independent Director
Wilfred Francis B. Martinez	-	Corporate Secretary
No. of Employees	-	0*

* All CBC Assets directors and officers are seconded from the parent company.

- v. *Resurgent Capital (FISTC-AMC) Inc. (RECAP)* - is a special purpose subsidiary of CBCC. It was incorporated on September 6, 2021, with the primary purpose of investing in or acquiring non-performing assets of financial institutions as contemplated under Republic Act No. 11523 or the Financial Institutions Strategic Transfer (FIST) Act and its implementing rules and regulations.

Board of Directors/Officers

Romeo D. Uyan, Jr.	-	Chairman
Ryan Martin L. Tapia	-	Director/President & CEO
Juan Paolo E. Colet	-	Director/Treasurer/Legal Counsel
Lilian Yu	-	Director
Rhodin Evan O. Escolar	-	Director
Margarita L. San Juan	-	Independent Director
Claire Ann T. Yap	-	Independent Director
Wilfred Francis B. Martinez	-	Corporate Secretary
No. of Employees	-	0*

* All RECAP directors and officers are seconded from the parent company.

- vi. *CBC Properties and Computer Center, Inc. (CBC PCCI)* – was incorporated on April 14, 1982. It renders general services of computer and other computer-related products and services solely to the Bank and its business group. CBC PCCI is 100% owned by the Bank.

Board of Directors/Officers

Gilbert U. Dee	-	Chairman of the Board
Peter S. Dee	-	Director/President
Ricardo R. Chua	-	Director
William C. Whang*	-	Director/Treasurer
Delfin Jay M. Sabido IX	-	Director
Rikki Daniele Louis A. Dela Paz	-	Corporate Secretary
No. of Employees	-	187

* Recall of interlocking appointment Mr. Whang in the company was approved by the China Bank's Board effective April 1, 2023 in view of his retirement as Director and President of the Bank.

- vii. *Chinabank Insurance Brokers, Inc. (CIBI)* – incorporated on November 3, 1998 as a full-service insurance broker, providing insurance advice and solutions for retail and corporate customers, with a wide and comprehensive range of products for non-life and life insurance requirements. CIBI offers Property, Motor, Marine, Bonds/Surety, Construction All Risk/Engineering Lines, Liability, Financial Lines such as Directors and Officers Liability, Professional Indemnity, Trade Credit, Cyber Liability, and Travel and Group Personal Accident for the Bank clients including non-mortgaged accounts. CIBI is 100% owned by the Bank.

Board of Directors/Officers

Patrick D. Cheng	-	Chairman of the Board
William C. Whang*	-	Director
Frankie G. Panis	-	Director & President
Margarita L. San Juan	-	Independent Director
Philip S.L. Tsai	-	Independent Director
Belenette C. Tan	-	Corporate Secretary
No. of Employees	-	121

* Recall of interlocking appointment Mr. Whang in the company was approved by the China Bank's Board effective April 1, 2023 in view of his retirement as Director and President of the Bank.

- viii. *Manulife Chinabank Life Assurance Corporation (MCBLife)* – in 2007, the Bank entered into an agreement with The Manufacturers Life Insurance Company (a parent company of The Manufacturers Life Insurance Co. (Phils.), Inc. or Manulife Philippines) for an exclusive bancassurance alliance to distribute life insurance products to the Bank's customers. Initially incorporated as The Pramerica Life Insurance Company, Inc. in 1998, its name was changed to Manulife China Bank Life Assurance Corporation (MCBLife) on March 23, 2007. The Bank initially held a 5% interest in MCBLife, the minimum stake required by the BSP, which has since increased to 40%, giving the Bank better opportunities to expand its fee-based business.

Board of Directors/Officers

Sachin Shah	-	Chairman
Neil Robert Bowyer	-	Director/President & CEO
Rahul Hora	-	Director
William Whang*	-	Director
Patrick Cheng	-	Director
Matthew Lawrence	-	Director
Janette Pena	-	Independent Director
Rhoda Regina Rara	-	Independent Director
Conrado Favorito	-	Independent Director
Abbiegail D. Sac	-	Corporate Secretary
No. of Employees	-	502

* Recall of interlocking appointment Mr. Whang in the company was approved by the China Bank's Board effective April 1, 2023 in view of his retirement as Director and President of the Bank.

(b) Reports on SEC Form 17-C

The following reports have been submitted by the Bank during the year 2022 through official disclosure letters:

REPORT	DATE REPORTED
Advisement letter on the attendance of directors in Board Meetings for the year 2021	January 3, 2022
Board of Directors' approval, confirmation and/or ratification of the following: (a) 2022 Rules Governing the Nomination and Election of Directors, with Nomination Form, and to set March 1, 2022 as the deadline for nominations for directors and independent directors for election at the Bank's Annual Stockholders' Meeting (ASM); (b) amendment of the Bank's By-Laws for purposes of complying with the requirements of the Revised Corporation Code of the Philippines and addressing the comments of the <i>Bangko Sentral ng Pilipinas</i> (BSP); (c) interlocking directorship of Ms. Claire Ann T. Yap and Ms. Margarita L. San Juan, Independent Directors of the Bank, who are also Independent Directors in Bank subsidiary China Bank Capital Corporation (CBCC), in CBCC's new subsidiary, Resurgent Capital (FISTC-AMC) Inc., as Independent Directors, effective September 28, 2021; (d) interlocking appointments of the following Bank officers in CBCC subsidiary Resurgent Capital (FISTC-AMC) Inc., effective September 28, 2021: (i) Mr. Romeo D. Uyan, Jr., as Chairman of the Board of Directors, (ii) Ms. Lilian Yu, as Director, (iii) Mr. Rhodin Evan O. Escolar, as Director, and (iv) Atty. Wilfred Francis B. Martinez, as Assistant Corporate Secretary; and (e) secondment of the following Audit officers of Bank subsidiary China Bank Savings, Inc. (CBSI) to the Parent Bank: (i) Ms. Ivy Inguillo Tapawan, effective from January 13, 2022 to November 30, 2022; and (ii) Ms. Nyra De Los Santos Manguilin, effective from January 13, 2022 to April 30, 2022	February 3, 2022
Executive Committee's approval of the promotion of Atty. Leilani B. Elarmo, Corporate Secretary, from Assistant Vice President to Senior Assistant Vice President, effective February 10, 2022	February 9, 2022
Executive Committee's approval of the following: (a) appointment of Mr. Aloysius C. Alday, Jr., Senior Vice President and Group Head of Cards Business and Customer Contact Center (CBCCC), as Segment Head of Consumer Banking Segment (CBS), effective March 1, 2022; (b) retirement/end engagement of Ms. Lilibeth R. Cariño, First Vice President II, as Head of Consumer Banking Group, effective February 28, 2022, and her contractual engagement as Adviser to CBS for a period of ten (10) months from March 1, 2022 to December 31, 2022	February 16, 2022
Board of Directors' approval to set the close of business on March 18, 2022 as the record date for the determination of stockholders entitled to notice of and vote at the ASM on May 5, 2022 via remote communication and any adjournment(s) thereof, and closing of the Bank's Stock and Transfer Book from April 13, 2022 to May 5, 2022, inclusive	March 2, 2022
Board of Directors' approval, confirmation and/or ratification of the following: (a) appointment of Mr. Aloysius C. Alday, Jr., Senior Vice President and formerly Group Head of CBCCC, as Segment Head of CBS, effective March 1, 2022; and (b) promotion of Mr. Christopher Ma. Carmelo Y. Salazar, Treasurer and Treasury Group Head, from First Vice President II to Senior Vice President, effective March 3, 2022	March 3, 2022
Notice of the Bank's receipt on March 14, 2022 of the Certificate of Authority issued by the BSP dated February 24, 2022, stating that the amendments to the Bank's By-Laws were approved by the BSP on February 24, 2022, thus, enabling the Bank to register the amendments with the Securities and Exchange Commission (SEC)	March 16, 2022

Executive Committee's approval, confirmation, and/or ratification of the interlocking appointment of Atty. Rikki Daniele Louis A. Dela Paz, Senior Assistant Manager and OCS Officer - Minutes and Agenda, as Corporate Secretary of Bank subsidiary CBC Properties and Computer Center, Inc. (PCCI), effective July 1, 2021	April 27, 2022
Board of Directors' approval of the declaration of P1.00 per share regular cash dividend and an additional P0.50 per share special cash dividend, and to set and/or recommend May 20, 2022 as the record date and June 3, 2022 as the payment/issuance date of the dividends	May 4, 2022
Board of Directors' approval, confirmation and/or ratification of the following: (a) promotion of the following senior officers: (i) Mr. Romeo D. Uyan, Jr., COO, from Executive Vice President to Senior Executive Vice President, effective May 16, 2022; (ii) Mr. Jerry Ron T. Hao, Chief Dealer, Treasury Group, from First Vice President I to First Vice President II, effective May 16, 2022; and (iii) Ms. Michelle Y. Yap-Bersales, Group Head of Core Finance, from Vice President II to First Vice President I, effective May 6, 2022; and (b) interlocking appointment of Atty. Rikki Daniele Louis A. Dela Paz, Senior Assistant Manager and OCS Officer – Minutes and Agenda, as Corporate Secretary of PCCI, effective July 1, 2021	May 5, 2022
Notice of approval of the unaudited financial statements for the quarter ended March 31, 2022 and submission of a copy of the press release statement entitled "China Bank declares P4.04 billion cash dividends; nets P4.9 billion in 1Q 2022, up 37%"	
Report on the results of the regular annual meeting of stockholders via remote communication on May 5, 2022: (a) election of the Board of Directors; (b) approval/confirmation/ratification/notation of the acts and matters approved during the fiscal year 2021, including the amendment to Article III, Section 1 of the By-Laws relating to the schedule of the regular meeting of stockholders as approved by the Board of Directors on February 2, 2022 exercising its delegated power to amend the By-Laws, and immediately preceding the stockholders' meeting; (c) re-appointment of SyCip Gorres Velayo & Co. as external auditor of the Bank; and (d) announcement of (i) regular cash dividend of P1.00 per share, and (ii) special cash dividend of P0.50 per share, as well as on the results of the organizational meeting of the Board of Directors	
Notice of the Bank's holding of a virtual meeting exclusive for analysts on May 13, 2022 at 3:30 PM to discuss the Bank's financial results for first quarter of 2022	May 6, 2022
Notice of submission of the Bank's Balance Sheets as of March 31, 2022	May 16, 2022
Notice of the Bank's participation in the Philippine Stock Exchange, Inc.'s (PSE) Strengthening Access and Reach (STAR) Investor Day	May 19, 2022
Board of Directors' approval, confirmation and/or ratification of the following: (a) appointment of Mr. Jose Luis A. Alcuaz, Jr. as Head of Business Re-Engineering and Optimization Division with the rank of First Vice President II, effective June 16, 2022; (b) appointment of the following principal officers: (i) Ms. Clara C. Sy, First Vice President I and Region Head of Retail Banking Business Segment (RBBS) – Metro Manila East Region, as Deputy Head of RBBS, effective July 1, 2022; (ii) Mr. Jose L. Osmeña, Jr., Senior Vice President and Deputy Segment Head of RBBS, as Segment Head of RBBS, effective July 1, 2022; and (iii) Ms. Rosemarie C. Gan, Executive Vice President and Segment Head of RBBS, as Adviser to RBBS with the rank of Executive Vice President, effective July 1, 2022 until her retirement/end of engagement on December 31, 2022; (c) promotion of Mr. James Christian T. Dee, Bank officer seconded to Bank subsidiary CBSI as President and Director, from First Vice President I to First Vice President II, effective June 16, 2022; (d) recall of interlocking appointment of Ms. Lilian Yu, as Director of Bank subsidiary China Bank Securities Corporation (CBSEC), effective March 4, 2022; and (e) interlocking appointments of the following Bank officers: (i) Mr. Gerald O. Florentino, as Director of Bank subsidiary	June 1, 2022

CBSEC, effective April 8, 2022; (ii) Atty. Wilfred Francis B. Martinez, as Corporate Secretary of CBCC's subsidiaries, Resurgent Capital (FISTC-AMC) Inc. and CBC Assets One (SPC) Inc., effective April 18, 2022; (iii) Atty. Steven Angelo Michael C. Sy, as Assistant Corporate Secretary of Resurgent Capital (FISTC-AMC) Inc. and CBC Assets One (SPC) Inc., effective April 18, 2022; and (iv) Mr. Roberto A. Cabusay, as Director and Operations Officer of CBC Assets One (SPC) Inc., effective April 18, 2022	
Executive Committee's approval of the change in the date of effectivity of the appointment of Mr. Jose Luis A. Alcuaz, Jr., as Head of Business Re-Engineering and Optimization Division, with the rank of First Vice President II, from June 16, 2022 to July 18, 2022	June 29, 2022
Notice of submission of a copy of the Bank's latest news release, "Moody's maintains China Bank's investment grade credit rating"	July 5, 2022
Board of Directors' approval, confirmation and/or ratification of the following: (a) promotions of the following senior officers, effective July 16, 2022: (i) Mr. Rhodin Evan E. Escolar, Head of Credit Portfolio Quality Assurance, Institutional Banking Segment (IBS), from Vice President II to First Vice President I; and (ii) Ms. Marie Carolina L. Chua, Division Head of Electronic Channels and Platforms Division, Digital Banking Business Group (DBBG), from Vice President II to First Vice President I; and (b) retirement of Mr. Manuel C. Tagaza, effective July 31, 2022, and his engagement on a contractual status as Group Head of DBBG, with the rank of Senior Vice President, for a period of two (2) years from August 1, 2022 to July 31, 2024, with retention of his function as General Manager of the Bank subsidiary PCCI	July 6, 2022
Executive Committee's notation of the resignation of Ms. Grace C. Buenavista, First Vice President I and Head of Commercial Banking Division 3, effective June 27, 2022, and approval of her engagement as Consultant under IBS for a period of one (1) year from July 14, 2022 to July 14, 2023	July 13, 2022
Notice of the Bank's receipt on July 20, 2022 of the Certificate of Filing of Amended By-Laws, issued by the SEC on July 18, 2022	July 20, 2022
Notice of approval of the unaudited financial statements for the quarter ended June 30, 2022, and submission of a copy of the Bank's latest news release, "China Bank 1H 2022 net income grows 39% to P10.1B"	July 28, 2022
Notice of the Bank's holding of a virtual briefing exclusive for analysts on August 12, 2022 at 3:30 PM to discuss the Bank's financial results for the first half of 2022	August 3, 2022
Board of Directors' approval, confirmation and/or ratification of the following: (a) appointment of Dr. Delfin Jay M. Sabido IX, as Chief Innovation and Transformation Officer and Head of the Innovation and Transformation Segment (ITS) with the rank of Senior Vice President, effective August 16, 2022; (b) secondment of Mr. Francis Andre Z. Delos Santos, First Vice President I and currently Business Solutions Division (BSD) Head, to Bank subsidiary PCCI, and his appointment as Chief Technology Officer, effective September 1, 2022 in line with the integration of Business Solutions to PCCI; and (c) promotion of the following senior officers, effective August 16, 2022: (i) Ms. Clara C. Sy, Deputy Segment Head of RBBS, from First Vice President I to First Vice President II; (ii) Ms. Elizabeth C. Say, Head of RBBS - Branches and Administration Division, from First Vice President I to First Vice President II; and (iii) Ms. Madelyn V. Fontanilla, Head of RBBS- Branch Operations Division, from First Vice President I to First Vice President II	
Notice of submission of the Bank's Balance Sheets as of June 30, 2022	August 9, 2022

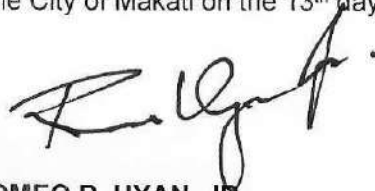
Executive Committee's approval of the secondment of the following Bank officers under BSD, to Bank subsidiary PCCI, effective September 1, 2022, subject to approval of PCCI Board of Directors: (a) Mr. Rafael B. Gamad, Jr., Vice President I and Head of Solutions Design and Support Department (SDSD); (b) Ms. Maricor B. Paez, Assistant Vice President and Senior Business Analyst of SDSD; (c) Ms. Mary Ann L. Valencia, Senior Manager and Senior Business Analyst of SDSD; (d) Mr. Andrian A. Cabucos, Assistant Manager and Business Solutions Developer of SDSD; (e) Ms. Maria Charmina B. Bonifacio, Senior Assistant Vice President and Unit Head of Solutions Design and Support - Cards Systems Department (SDS-CSD); (f) Ms. Kristina A. Barbosa, Manager and Business Analyst of SDS-CSD; (g) Ms. Cherry Mae M. Abad, Assistant Manager and Business Analyst of SDS-CSD; (h) Mr. Jose Julian E. Baduria, Jr., Vice President II and Head of Solutions Projects and Test Management Department (SPTMD); (i) Ms. Pamela Junno B. Lising, Assistant Vice President and Senior Project and Test Manager of SPTMD; and (j) Ms. Meliza O. De Leon, Senior Manager and Senior Project and Test Manager of SPTMD	August 10, 2022
Board of Directors' approval, confirmation and/or ratification of the secondment of officers approved by the Executive Committee on August 10, 2022	September 7, 2022
Board of Directors' approval, confirmation and/or ratification of the promotion of Ms. Luellia S. Espine, currently Team Head of IBS' Corporate Banking Division 2 - Team 4, from Vice President II to First Vice President I, and her appointment as Division Head of IBS' Corporate Banking Division 2, effective November 1, 2022	October 5, 2022
Notice of the Bank's holding of a virtual briefing exclusive for analysts on November 10, 2022 at 4:00 PM to discuss the Bank's financial results for the third quarter of 2022	October 27, 2022
Notice of approval of the unaudited financial statements for the quarter ended September 30, 2022 and submission of a copy of the Bank's latest news release, "China Bank nets P14.7B in 9 months, up 31%"	November 3, 2022
Executive Committee's approval of the recall of the following officers who were previously seconded to Bank subsidiary PCCI and their appointment/return to the Bank effective November 10, 2022 under Portfolio and Project Management Division (PPMD) of the ITS: (a) Mr. Jose Julian E. Baduria, Jr.; (b) Ms. Pamela Junno B. Lising; and (c) Ms. Meliza O. De Leon	November 9, 2022
Notice of submission of the Bank's Balance Sheets as of September 30, 2022	December 2, 2022
Board of Directors' notation, approval, confirmation and/or ratification of the following: (a) retirement of Mr. William C. Whang, Director and President of the Bank, effective at the close of business on March 31, 2023; (b) nomination, election, and appointment of Mr. Romeo D. Uyan, Jr., as Director, President and Chief Executive Officer of the Bank, effective April 1, 2023; (c) promotion of the following senior officers, effective January 1, 2023: (i) Ms. Lilian Yu, Head of IBS, from Senior Vice President to Executive Vice President; (ii) Ms. Magnolia Luisa N. Palanca, Head of Financial Markets Segment, from Senior Vice President to Executive Vice President; (iii) Mr. Jose L. Osmena, Jr., Head of RBBS, from Senior Vice President to Executive Vice President; (iv) Mr. Aloysius C. Alday, Jr., Head of CBS, from Senior Vice President to Executive Vice President; and (v) Mr. Pablito P. Flores, Head of RBBS - North Luzon Region, from Vice President II to First Vice President I; and (d) recall of the following officers from PCCI, and their appointment/return to the Bank effective November 10, 2022, under the PPMD of ITS: (i) Mr. Jose Julian E. Baduria, Jr.; (ii) Ms. Pamela Junno B. Lising; and (ii) Meliza O. De Leon	December 7, 2022

Executive Committee's approval of the following: (a) retirement/end of engagement of the following Bank officers, effective December 31, 2022: (i) Ms. Rosemarie C. Gan, Executive Vice President and Adviser to RBBS; and (ii) Ms. Lilibeth R. Carino, First Vice President II and Adviser to CBS- Consumer Loans Group; (b) recall of the interlocking appointments of the following Bank officers, effective January 1, 2023: (i) Ms. Rosemarie C. Gan, as Director of Bank subsidiary CBSI due to her retirement/end of engagement; and (ii) Ms. Kristha Feliz A. Mangahas, as Treasurer of Bank subsidiary China Insurance Brokers, Inc. (CIBI), due to her resignation effective December 31, 2022

December 21, 2022

SIGNATURES

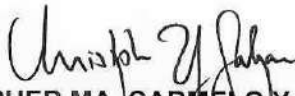
Pursuant to the requirements of Section 17 of the Securities Regulation Code and Section 177 of the Revised Corporation Code, this report is signed on behalf of the issuer by the undersigned, thereunto duly authorized, in the City of Makati on the 13th day of April 2023.



ROMEO D. UYAN, JR.
Principal Executive Officer
Principal Operating Officer
President & Chief Executive Officer



PATRICK D. CHENG
Principal Financial officer
Executive Vice President & Chief Finance Officer



CHRISTOPHER MA. CARMELO Y. SALAZAR
Senior Vice President, Treasurer
& Treasury Group Head



MICHELLE Y. YAP-BERSALES
Principal Accounting Officer
First Vice President I & Core Finance Group Head



MICHAEL C. TOMON
Vice President II & Financial Control and Accounting
Division Head



LEILANI B. ELARMO
Corporate Secretary

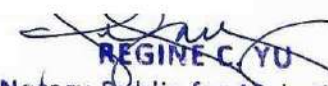
SUBSCRIBED AND SWORN to before me this APR 13, 2023, affiants exhibiting to me their proofs of identification, as follows:

NAMES

Romeo D. Uyan, Jr.
Patrick D. Cheng
Christopher Ma. Carmelo Y. Salazar
Michelle Y. Yap-Bersales
Michael C. Tomon
Leilani B. Elarmo

PROOF OF IDENTIFICATION

Doc No. 235
Page No. 48
Book No. 12
Series of 2023.



REGINE C. YU
Notary Public for Makati City
Appt. No. M-289 until 31 December 2024
4/F Philcom Building,
8755 Paseo de Roxas, Makati City
PTR No. 9570182; 01-06-2023; Makati City
IBP Lifetime No. 016425; 05-29-2017; Makati City
MCLE Compliance No. VII-0005310; 10-01-2021
Roll of Attorney's No. 60761

STATEMENT OF MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL STATEMENTS

The management of China Banking Corporation (the Bank) is responsible for the preparation and fair presentation of the consolidated financial statements including the schedules attached therein, for the years ended December 31, 2022 and 2021, in accordance with the prescribed financial reporting framework indicated therein, and for such internal control as management determines is necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, management is responsible for assessing the Bank's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Bank or to cease operations, or has no realistic alternative but to do so.

The Board of Directors is responsible for overseeing the Bank's financial reporting process.

The Board of Directors reviews and approves the consolidated financial statements including the schedules attached therein, and submits the same to the stockholders.

SyCip Gorres Velayo & Co., the independent auditors appointed by the stockholders, has audited the consolidated financial statements of the Bank in accordance with Philippine Standards on Auditing, and in its report to the stockholders, has expressed its opinion on the fairness of presentation upon completion of such audit.


Hans T. Sy
Chairman of the Board


William C. Whang
President


Patrick D. Cheng
Chief Finance Officer 


Republic of the Philippines }
City of Makati } S.S.
FEB 28 2023

Signed this _____ day of _____, 2023, affiants exhibiting to me their Social Security System Nos. as follows:

Name
Hans T. Sy
William C. Whang
Patrick D. Cheng

SSS Nos.

Doc. No.: **310**
Page No.: **63**
Book No.: **23**
Series of: **2023**


MY ANGELO N. ANASTACIO
Notary Public for Makati City
Appt. No. M-013 until 31 December 2023
4/F Philcom Building,
8755 Paseo de Roxas, Makati City
PTR No. 8855316; 01-05-22; Makati City
IBP No. 174904; 01-05-22; Quezon City
Roll of Attorney's No. 39202

STATEMENT OF MANAGEMENT'S RESPONSIBILITY FOR ANNUAL INCOME TAX RETURN

The Management of **China Banking Corporation** (herein referred to as "the Bank") is responsible for all information and representations contained in the **Annual Income Tax Return** for the year ended **December 31, 2022**. Management is likewise responsible for all information and representations contained in the financial statements accompanying the Annual Income Tax Return covering the same reporting period. Furthermore, the Management is responsible for all information and representations contained in all the other tax returns filed for the reporting period, including, but not limited, to the value added tax and/or percentage tax returns, withholding tax returns, documentary stamp tax returns, and any and all other tax returns.

In this regard, the Management affirms that the attached audited financial statements for the year ended December 31, 2022 and the accompanying Annual Income Tax Return are in accordance with the books and records of the Bank, complete and correct in all material respects. Management likewise affirms that:

- a. the Annual Income Tax Return has been prepared in accordance with the provisions of the National Internal Revenue Code, as amended, and pertinent tax regulations and other issuances of the Department of Finance and the Bureau of Internal Revenue;
- b. any disparity of figures in the submitted reports arising from the preparation of financial statements pursuant to financial accounting standards and the preparation of the income tax return pursuant to tax accounting rules has been reported as reconciling items and maintained in the Bank's books and records in accordance with the requirements of Revenue Regulations No. 8-2007 and other relevant issuances;
- c. the Bank has filed all applicable tax returns, reports and statements required to be filed under Philippine tax laws for the reporting period, and all taxes and other impositions shown thereon to be due and payable have been paid for the reporting period, except those contested in good faith.



Signature:

Romeo D. Uyan, Jr., President and Chief Executive Officer

Date:

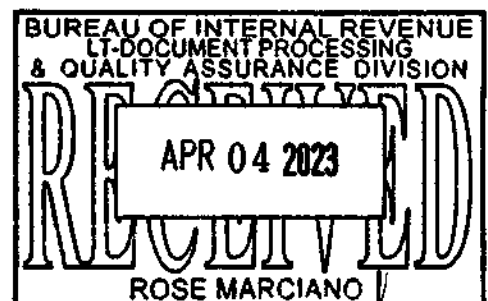


Signature:

Patrick D. Cheng, Chief Finance Officer

Date:

03- APR- 2023



COVER SHEET

for
AUDITED FINANCIAL STATEMENTS



SEC Registration Number

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COMPANY NAME

C	H	I	N	A		B	A	N	K	I	N	G		C	O	R	P	O	R	A	T	I	O	N		A	N	D
S	U	B	S	I	D	I	A	R	I	E	S																	

PRINCIPAL OFFICE (No. / Street / Barangay / City / Town / Province)

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Form Type

A	A	F	S
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Department requiring the report

S	E	C	
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Secondary License Type, If Applicable

N	/	A	
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COMPANY INFORMATION

Company's Email Address

<https://www.chinabank.ph>

Company's Telephone Number

8885-5555

Mobile Number

N.A

No. of Stockholders

1,875

Annual Meeting (Month / Day)

04/20

Fiscal Year (Month / Day)

12/31

CONTACT PERSON INFORMATION

The designated contact person **MUST** be an Officer of the Corporation

Name of Contact Person

Patrick D. Cheng

Email Address

pdcheng@chinabank.ph

Telephone Number/s

8885-5022

Mobile Number

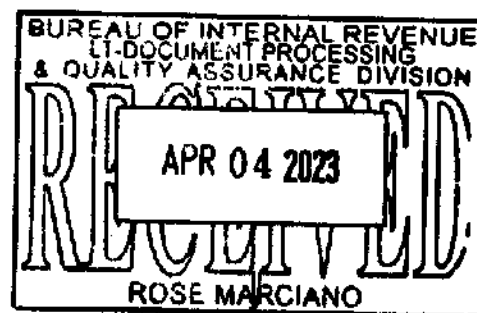
CONTACT PERSON'S ADDRESS

8745 Paseo de Roxas cor. Villar St., Makati City

NOTE 1: In case of death, resignation or cessation of office of the officer designated as contact person, such incident shall be reported to the Commission within thirty (30) calendar days from the occurrence thereof with information and complete contact details of the new contact person designated.

2: All Boxes must be properly and completely filled-up. Failure to do so shall cause the delay in updating the corporation's records with the Commission and/or non-receipt of Notice of Deficiencies. Further, non-receipt of Notice of Deficiencies shall not excuse the corporation from liability for its deficiencies.





INDEPENDENT AUDITOR'S REPORT

The Board of Directors and Stockholders
China Banking Corporation
8745 Paseo de Roxas cor. Villar St.
Makati City

Report on the Consolidated and Parent Company Financial Statements

Opinion

We have audited the consolidated financial statements of China Banking Corporation and its subsidiaries (the Group) and the parent company financial statements of China Banking Corporation (the Parent Company), which comprise the consolidated and parent company balance sheets as at December 31, 2022 and 2021, and the consolidated and parent company statements of income, consolidated and parent company statements of comprehensive income, consolidated and parent company statements of changes in equity and consolidated and parent company statements of cash flows for each of the three years in the period ended December 31, 2022, and notes to the consolidated and parent company financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying consolidated and parent company financial statements present fairly, in all material respects, the financial position of the Group and the Parent Company as at December 31, 2022 and 2021, and their financial performance and their cash flows for each of the three years in the period ended December 31, 2022 in accordance with Philippine Financial Reporting Standards (PFRSs).

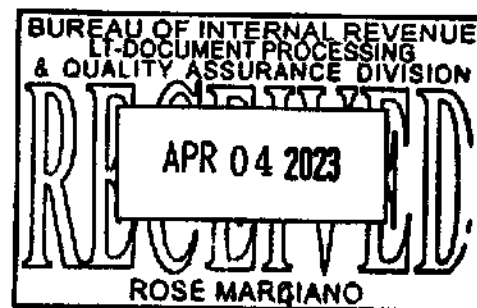
Basis for Opinion

We conducted our audits in accordance with Philippine Standards on Auditing (PSAs). Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Consolidated and Parent Company Financial Statements* section of our report. We are independent of the Group and the Parent Company in accordance with the Code of Ethics for Professional Accountants in the Philippines (Code of Ethics) together with the ethical requirements that are relevant to our audit of the consolidated and parent company financial statements in the Philippines, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the consolidated and parent company financial statements of the current period. These matters were addressed in the context of our audit of the consolidated and parent company financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. For each matter below, our description of how our audit addressed the matter is provided in that context.





We have fulfilled the responsibilities described in the *Auditor's Responsibilities for the Audit of the Consolidated and Parent Company Financial Statements* section of our report, including in relation to these matters. Accordingly, our audit included the performance of procedures designed to respond to our assessment of the risks of material misstatement of the consolidated and parent company financial statements. The results of our audit procedures, including the procedures performed to address the matters below, provide the basis for our audit opinion on the accompanying consolidated and parent company financial statements.

Applicable to the audit of the Consolidated and Parent Company Financial Statements

Adequacy of allowance for credit losses

The Group's and the Parent Company's application of the expected credit loss (ECL) model in calculating the allowance for credit losses on loans and receivables is significant to our audit as it involves the exercise of significant management judgment. Key areas of judgment include: segmenting the Group's and the Parent Company's credit risk exposures; determining the method to estimate ECL; defining default; identifying exposures with significant deterioration in credit quality, taking into account extension of payment terms and payment holidays provided as a result of the coronavirus pandemic; determining assumptions to be used in the ECL model such as the counterparty credit risk rating, the expected life of the financial asset, expected recoveries from defaulted accounts, and impact of any financial support and credit enhancements extended by any party; and incorporating forward-looking information, including the impact of the coronavirus pandemic, in calculating ECL.

Allowance for credit losses for loans and receivables as of December 31, 2022 for the Group and the Parent Company amounted to ₱16.94 billion and ₱14.17 billion, respectively. Provision for credit losses of the Group and the Parent Company in 2022 amounted to ₱9.01 billion and ₱7.43 billion, respectively.

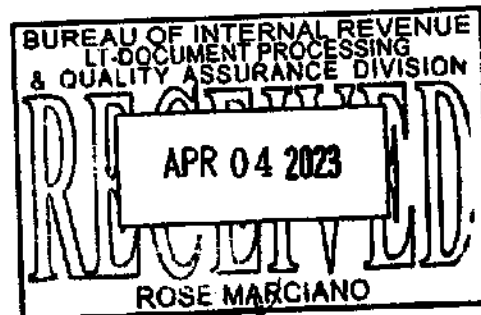
Refer to Notes 3 and 16 of the financial statements for the disclosure on the details of the allowance for credit losses using the ECL model.

Audit Response

We obtained an understanding of the board approved methodologies and models used for the Group's and the Parent Company's different credit exposures and assessed whether these considered the requirements of PFRS 9, *Financial Instruments* to reflect an unbiased and probability-weighted outcome, and to consider time value of money and the best available forward-looking information.

We (a) assessed the Group's and the Parent Company's segmentation of its credit risk exposures based on homogeneity of credit risk characteristics; (b) tested the definition of default and significant increase in credit risk criteria against historical analysis of accounts, credit risk management policies and practices in place, and management's assessment of the impact of the coronavirus pandemic on the counterparties; (c) tested the Group's and the Parent Company's application of internal credit risk rating system, including the impact of the coronavirus pandemic on the borrowers, by reviewing the ratings of sample credit exposures; (d) assessed whether expected life is different from the contractual life by testing the maturity dates reflected in the Group's and the Parent Company's records and considering management's assumptions regarding future collections, advances, extensions, renewals and modifications; (e) tested loss given default by inspecting historical recoveries and related costs, write-offs and collateral valuations, and the effects of any financial support and credit enhancements provided by any party; (f) tested exposure at default considering outstanding commitments and repayment scheme; (g) evaluated





the forward-looking information used for overlay through corroboration of publicly available information and our understanding of the Group's and the Parent Company's lending portfolios and broader industry knowledge, including the impact of the coronavirus pandemic; and (h) tested the effective interest rate used in discounting the expected loss.

Further, we compared the data used in the ECL models from source system reports to the data warehouse and from the data warehouse to the loss allowance analysis/models and financial reporting systems. To the extent that the loss allowance analysis is based on credit exposures that have been disaggregated into subsets of debt financial assets with similar risk characteristics, we traced or re-performed the disaggregation from source systems to the loss allowance analysis.

We involved our internal specialist in the performance of the above procedures. We recalculated impairment provisions on a sample basis.

Impairment testing of goodwill and branch licenses with indefinite useful life

Under PFRS, the Group and the Parent Company are required to perform annual impairment test of goodwill and branch licenses with indefinite useful life. As of December 31, 2022, the goodwill recognized in the consolidated and parent company financial statements amounting to ₱222.84 million is attributed to the Parent Company's Retail Banking Business (RBB) segment, while goodwill of ₱616.91 million in the consolidated financial statements is attributed to the subsidiary bank, China Bank Savings, Inc. (CBSI). In addition, the respective branches are identified as the cash-generating units (CGUs) for purposes of impairment testing of branch licenses. The Group and the Parent Company performed the impairment testing using the CGUs' value-in-use.

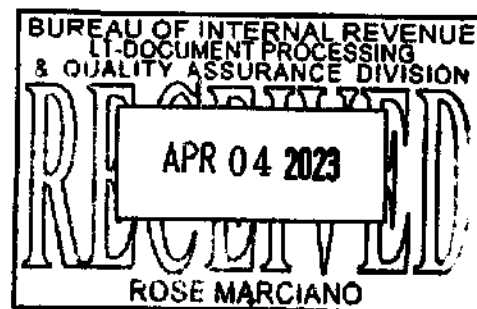
Management's assessment process requires significant judgment and is based on assumptions which are subject to higher level of estimation uncertainty due to the current economic conditions which have been impacted by the coronavirus pandemic, specifically loan and deposit growth rates, discount rate and the long-term growth rate. Hence, the annual impairment test is significant to our audit.

The Group's disclosures about goodwill and branch licenses are included in Notes 3 and 14 to the financial statements.

Audit Response

We evaluated the methodologies used and the management's assumptions by comparing the key assumptions used, such as loan and deposit growth and long-term growth rates against the historical performance of the branches, RBB and CBSI, industry/market outlook and other relevant external data, taking into consideration the impact associated with the coronavirus pandemic. We tested the parameters used in the determination of the discount rate against market data. We also reviewed the Group's disclosures about those assumptions to which the outcome of the impairment test is most sensitive; specifically those that have the most significant effect on the determination of the recoverable amount of goodwill and branch licenses.





Recoverability of deferred tax assets

As of December 31, 2022, the deferred tax assets of the Group and the Parent Company amounted to ₱4.55 billion and ₱3.15 billion. The recognition of deferred tax assets is significant to our audit because it requires significant judgment and is based on assumptions such as availability of future taxable income and the timing of the reversal of the temporary differences that are affected by expected future market or economic conditions and the expected performance of the Group.

The disclosures in relation to deferred income taxes are included in Notes 3 and 28 to the financial statements.

Audit Response

We involved our internal specialist in interpreting the tax regulations, testing the temporary differences identified by the Group and the Parent Company, and the applicable tax rate. We also re-performed the calculation of the deferred tax assets. We evaluated the management's assessment on the availability of future taxable income in reference to financial forecast and tax strategies. We evaluated management's forecast by comparing the loan portfolio and deposit growth rates to the historical performance of the Group and the industry, including future market circumstances. We also assessed the timing of the reversal of future taxable and deductible temporary differences.

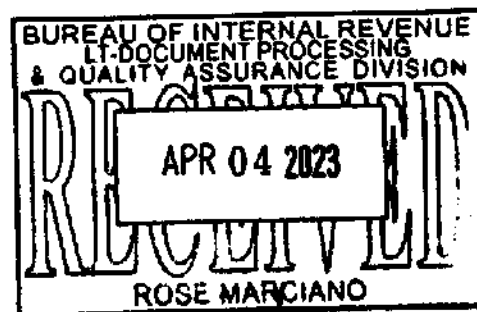
Other Information

Management is responsible for the other information. The other information comprises the information included in the SEC Form 20-IS (Definitive Information Statement), SEC Form 17-A and Annual Report for the year ended December 31, 2022, but does not include the consolidated and parent company financial statements and our auditor's report thereon. The SEC Form 20-IS (Definitive Information Statement), SEC Form 17-A and Annual Report for the year ended December 31, 2022 are expected to be made available to us after the date of this auditor's report.

Our opinion on the consolidated and parent company financial statements does not cover the other information and we will not express any form of assurance conclusion thereon.

In connection with our audits of the consolidated and parent company financial statements, our responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the consolidated and parent company financial statements or our knowledge obtained in the audits, or otherwise appears to be materially misstated.





Responsibilities of Management and Those Charged with Governance for the Consolidated and Parent Company Financial Statements

Management is responsible for the preparation and fair presentation of the consolidated and parent company financial statements in accordance with PFRSs, and for such internal control as management determines is necessary to enable the preparation of consolidated and parent company financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated and parent company financial statements, management is responsible for assessing the Group's and Parent Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Group and the Parent Company or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Group's and Parent Company's financial reporting process.

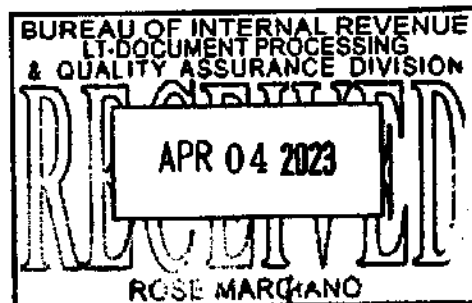
Auditor's Responsibilities for the Audit of the Consolidated and Parent Company Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated and parent company financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with PSAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated and parent company financial statements.

As part of an audit in accordance with PSAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the consolidated and parent company financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Group's and Parent Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's and Parent Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated and parent company





financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group and the Parent Company to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the consolidated and parent company financial statements, including the disclosures, and whether the consolidated and parent company financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the audit. We remain solely responsible for our audit opinion.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the consolidated and parent company financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on the Supplementary Information Required Under Bangko Sentral ng Pilipinas (BSP) Circular No. 1074 and Revenue Regulations 15-2010

Our audits were conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information required under BSP Circular No. 1074 in Note 38 and Revenue Regulations 15-2010 in Note 39 to the financial statements is presented for purposes of filing with the BSP and Bureau of Internal Revenue, respectively, and is not a required part of the basic financial statements. Such information is the responsibility of the management of China Banking Corporation. The information has been subjected to the auditing procedures applied in our audit of the basic financial statements. In our opinion, the information is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.





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The engagement partner on the audit resulting in this independent auditor's report is Janet A. Paraiso.

SYCIP GORRES VELAYO & CO.

Janet A. Paraiso
Janet A. Paraiso

Partner

CPA Certificate No. 92305

Tax Identification No. 193-975-241

BOA/PRC Reg. No. 0001, August 25, 2021, valid until April 15, 2024

SEC Partner Accreditation No. 92305-SEC (Group A)

Valid to cover audit of 2021 to 2025 financial statements of SEC covered institutions

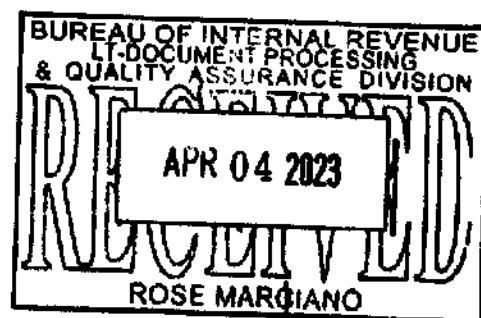
SEC Firm Accreditation No. 0001-SEC (Group A)

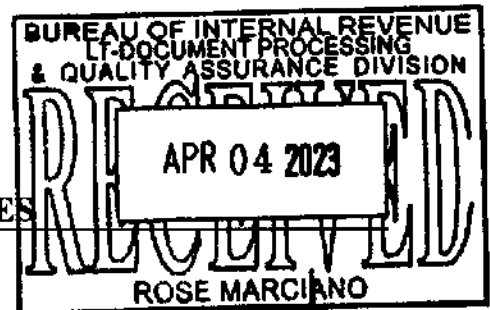
Valid to cover audit of 2021 to 2025 financial statements of SEC covered institutions

BIR Accreditation No. 08-001998-062-2020, December 3, 2020, valid until December 2, 2023

PTR No. 9369768, January 3, 2023, Makati City

February 27, 2023



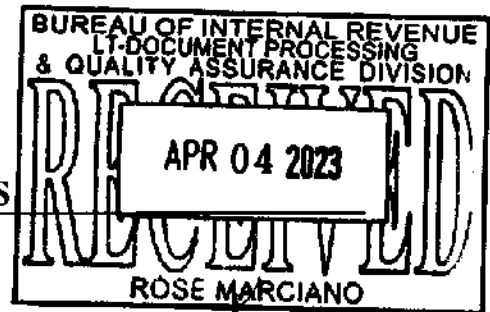


CHINA BANKING CORPORATION AND SUBSIDIARIES
BALANCE SHEETS
(Amounts in Thousands)

	Consolidated		Parent Company	
	December 31		December 31	
	2022	2021	2022	2021
ASSETS				
Cash and Other Cash Items	₱13,689,421	₱16,024,863	₱10,073,767	₱13,649,247
Due from Bangko Sentral ng Pilipinas (Notes 7 and 17)	107,100,295	124,283,115	92,920,540	114,528,773
Due from Other Banks (Note 7)	13,614,609	10,694,312	12,347,169	9,897,264
Interbank Loans Receivable and Securities Purchased under Resale Agreements (Note 8)	43,564,970	36,559,224	41,597,949	35,030,997
Financial Assets at Fair Value through Profit or Loss (Note 9)	4,727,580	7,209,667	3,514,576	5,457,804
Derivative Contracts Designated as Hedges (Note 26)	6,203,379	1,139,233	6,203,379	1,139,233
Financial Assets at Fair Value through Other Comprehensive Income (Note 9)	43,316,757	28,672,240	41,151,125	26,523,712
Investment Securities at Amortized Cost (Note 9)	357,985,926	242,353,729	351,802,877	236,347,682
Loans and Receivables (Notes 10 and 30)	699,594,789	609,006,732	613,197,254	544,171,738
Accrued Interest Receivable (Note 16)	9,781,803	7,616,692	8,730,710	6,428,565
Investment in Subsidiaries (Note 11)	—	—	19,063,796	17,191,345
Investment in Associates (Note 11)	983,243	796,519	983,243	796,519
Bank Premises, Furniture, Fixtures and Equipment and Right-of-use Assets (Note 12)	9,337,260	8,232,859	7,670,562	6,600,139
Investment Properties (Note 13)	3,914,891	3,993,338	1,487,258	1,379,370
Deferred Tax Assets (Note 28)	4,552,692	4,624,981	3,150,610	3,409,600
Intangible Assets (Note 14 and 16)	3,783,643	3,807,889	721,314	768,440
Goodwill (Note 14)	839,748	839,748	222,841	222,841
Other Assets (Note 15)	6,738,460	6,464,385	3,833,925	3,641,671
	₱1,329,729,466	₱1,112,319,526	₱1,218,672,895	₱1,027,184,940
LIABILITIES AND EQUITY				
Liabilities				
Deposit Liabilities (Notes 17 and 30)				
Demand	₱272,109,739	₱252,324,966	₱248,860,724	₱229,349,909
Savings	301,330,580	302,884,786	279,502,452	282,597,580
Time	492,474,358	307,650,145	431,055,393	270,271,411
	1,065,914,677	862,859,897	959,418,569	782,218,900
Bonds Payable (Note 18)	28,312,870	42,473,558	28,312,870	42,473,558
Bills Payable (Note 19)	70,375,267	65,806,274	70,375,267	65,806,274
Manager's Checks	1,550,669	1,854,606	1,296,109	1,466,359
Income Tax Payable	311,915	785,091	293,422	754,026
Accrued Interest and Other Expenses (Note 20)	6,115,889	4,745,861	5,399,625	4,325,426
Derivative Liabilities (Note 26)	1,549,561	998,721	1,549,561	998,721
Derivative Contracts Designated as Hedges (Note 26)	4,156,612	162,399	4,156,612	162,399
Deferred Tax Liabilities (Note 28)	794,432	798,212	—	—
Other Liabilities (Note 21)	16,068,964	12,712,087	13,360,788	9,898,313
	1,195,150,856	993,196,706	1,084,162,823	908,103,976
Equity				
Equity Attributable to Equity Holders of the Parent Company				
Capital stock (Note 24)	26,912,882	26,912,882	26,912,882	26,912,882
Capital paid in excess of par value (Note 24)	17,200,758	17,200,758	17,200,758	17,200,758
Surplus reserves (Notes 24 and 29)	4,429,606	3,730,687	4,429,606	3,730,687
Surplus (Notes 24 and 29)	84,577,170	70,205,517	84,577,170	70,205,517
Net unrealized gain (loss) on financial assets at fair value through other comprehensive income (Note 9)	(4,293,952)	81,200	(4,293,952)	81,200
Remeasurement gain (loss) on defined benefit asset (Note 25)	77,760	(30,489)	77,760	(30,489)
Cumulative translation adjustment	27,469	17,604	27,469	17,604
Remeasurement gain (loss) on life insurance reserves	96,387	(14,029)	96,387	(14,029)
Hedge-related reserve (Note 26)	5,481,992	976,834	5,481,992	976,834
	134,510,072	119,080,964	134,510,072	119,080,964
Non-controlling Interest (Note 11)	68,538	41,856	—	—
	134,578,610	119,122,820	134,510,072	119,080,964
	₱1,329,729,466	₱1,112,319,526	₱1,218,672,895	₱1,027,184,940

See accompanying Notes to Financial Statements.



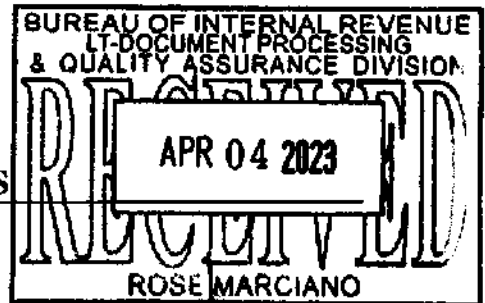


CHINA BANKING CORPORATION AND SUBSIDIARIES
STATEMENTS OF INCOME
(Amounts in Thousands, Except Earnings Per Share)

	Consolidated			Parent Company		
	Years Ended December 31					
	2022	2021	2020	2022	2021	2020
INTEREST INCOME						
Loans and receivables (Notes 10 and 30)	₱39,553,071	₱34,700,337	₱35,684,503	₱32,002,643	₱28,948,921	₱30,372,019
Investment securities at amortized cost and at fair value through other comprehensive income (Note 9)	15,060,053	9,193,747	10,023,174	14,776,396	8,934,652	9,734,684
Due from Bangko Sentral ng Pilipinas and other banks, interbank loans receivable, and securities purchased under resale agreements (Notes 7 and 8)	2,139,618	1,863,599	1,270,850	1,694,026	1,525,166	889,552
Financial assets at fair value through profit or loss	458,670	738,643	707,741	458,670	738,643	707,741
	57,211,412	46,496,326	47,686,268	48,931,735	40,147,382	41,703,996
INTEREST EXPENSE						
Deposit liabilities (Notes 17 and 30)	8,824,483	5,111,577	9,637,175	7,342,011	4,272,332	8,193,587
Bonds payable, bills payable and other borrowings (Notes 18 and 19)	2,615,608	2,104,471	3,425,286	2,615,607	2,104,470	3,425,286
Lease payable (Note 27)	181,789	195,310	232,584	141,000	152,194	182,821
	11,621,880	7,411,358	13,295,045	10,098,618	6,528,996	11,801,694
NET INTEREST INCOME	45,589,532	39,084,968	34,391,223	38,833,117	33,618,386	29,902,302
Trading and securities gain (loss) - net (Notes 9 and 22)	927,538	(64,005)	3,233,872	913,709	(110,743)	3,193,171
Service charges, fees and commissions (Note 22)	2,863,078	2,715,372	2,150,089	1,698,390	1,438,614	1,217,030
Gain on disposal and redemption of investment securities at amortized cost (Note 9)	1,923	4,063,927	2,187,006	1,923	4,063,927	2,187,006
Trust fee income (Note 29)	473,828	450,965	409,916	473,828	450,965	409,916
Foreign exchange gain (loss) - net (Note 26)	(555,316)	686,861	212,419	(568,087)	678,431	213,464
Gain on sale of investment properties	698,802	388,295	187,176	250,612	238,891	65,913
Share in net income (loss) of an associate (Note 11)	285,059	(1,609)	152,441	285,059	(1,609)	152,441
Gain (loss) on asset foreclosure and dacion transactions (Note 13)	145,801	87,485	(22,757)	181,624	31,552	42,885
Share in net income of subsidiaries (Note 11)	-	-	-	2,044,686	1,422,503	790,482
Miscellaneous (Notes 22 and 30)	5,222,179	1,262,841	952,250	4,998,275	1,118,731	847,735
TOTAL OPERATING INCOME	55,652,424	48,675,100	43,853,635	49,113,136	42,949,648	39,022,345
Provision for impairment and credit losses (Note 16)	9,012,633	8,876,744	8,868,919	7,427,202	7,679,877	7,983,206
Compensation and fringe benefits (Notes 25 and 30)	8,145,029	7,505,384	7,527,441	6,432,409	5,899,761	5,893,272
Taxes and licenses	4,729,828	3,529,491	4,041,457	3,954,612	2,901,338	3,498,440
Insurance	2,284,645	2,061,059	1,999,111	2,015,047	1,805,915	1,727,893
Depreciation and amortization (Notes 12, 13 and 14)	1,737,144	1,787,166	1,894,899	1,317,159	1,364,324	1,460,780
Occupancy cost (Notes 27 and 30)	2,163,226	2,090,909	1,758,872	1,611,922	1,657,902	1,339,284
Professional fees, marketing and other related services	727,288	632,857	538,928	579,516	559,649	475,554
Transportation and traveling	576,755	594,063	454,355	429,856	479,985	345,964
Entertainment, amusement and recreation	560,206	490,278	420,641	456,625	381,601	317,774
Stationery, supplies and postage	225,425	218,238	252,365	160,711	149,719	196,668
Repairs and maintenance	184,686	173,825	134,158	154,317	140,177	93,279
Miscellaneous (Notes 22 and 30)	3,020,097	3,251,863	2,499,935	2,604,268	2,773,517	2,140,996
TOTAL OPERATING EXPENSES	33,366,962	31,211,877	30,391,081	27,143,644	25,793,765	25,473,110
INCOME BEFORE INCOME TAX	22,285,462	17,463,223	13,462,554	21,969,492	17,155,883	13,549,235
PROVISION FOR INCOME TAX (Note 28)	3,149,662	2,357,000	1,391,104	2,861,988	2,067,551	1,486,598
NET INCOME	₱19,135,800	₱15,106,223	₱12,071,450	₱19,107,504	₱15,088,332	₱12,062,637
Attributable to:						
Equity holders of the Parent Company (Note 33)	₱19,107,504	₱15,088,332	₱12,062,637			
Non-controlling interest	28,296	17,891	8,813			
	₱19,135,800	₱15,106,223	₱12,071,450			
Basic/Diluted Earnings Per Share (Note 33)	₱7.10	₱5.61	₱4.49			

See accompanying Notes to Financial Statements.





CHINA BANKING CORPORATION AND SUBSIDIARIES
STATEMENTS OF COMPREHENSIVE INCOME
(Amounts in Thousands)

	Consolidated			Parent Company		
	Years Ended December 31					
	2022	2021	2020	2022	2021	2020
NET INCOME	₱19,135,800	₱15,106,223	₱12,071,450	₱19,107,504	₱15,088,332	₱12,062,637
OTHER COMPREHENSIVE INCOME (LOSS)						
Items that recycle to profit or loss in subsequent periods:						
Changes in fair value of debt financial assets at fair value through other comprehensive income (FVOCI):						
Fair value gain (loss) for the year, net of tax	(4,129,185)	(60,479)	2,929,713	(4,020,071)	(27,185)	2,864,317
Gain taken to profit or loss (Note 22)	(3,465)	(60,316)	(3,173,881)	(3,465)	(40,937)	(3,145,147)
Cumulative translation adjustment	10,473	12,270	(5,165)	(25,046)	466	7,211
Gain (loss) on hedges	4,505,157	1,498,043	(469,260)	4,505,157	1,498,043	(469,260)
Share in changes in fair value of financial assets at FVOCI of an associate (Note 11)	(213,444)	(103,148)	119,180	(213,444)	(103,148)	119,180
Share in changes in other comprehensive income (loss) of subsidiaries (Note 11)						
Net unrealized gain (loss) on debt financial assets at FVOCI	-	-	-	(107,021)	(52,037)	35,154
Cumulative translation adjustment	-	-	-	34,911	11,603	(12,166)
Items that do not recycle to profit or loss in subsequent periods:						
Changes in fair value of equity financial assets at FVOCI:						
Fair value gain for the year, net of tax	(31,217)	10,392	3,037	(16,777)	10,965	6,488
Remeasurement loss on defined benefit asset, net of tax (Note 25)	103,494	400,652	(57,188)	114,308	343,496	(111,853)
Share in changes in other comprehensive income (loss) of subsidiaries (Note 11)						
Net unrealized loss on equity financial assets at FVOCI	-	-	-	(14,374)	(573)	(3,451)
Remeasurement gain (loss) on defined benefit plan	-	-	-	(10,751)	56,256	53,626
Share in changes in other comprehensive income of an associate (Note 11)						
Remeasurement loss on life insurance reserves	110,416	31,874	(66,558)	110,416	31,874	(66,558)
Remeasurement gain (loss) on defined benefit plan	4,693	(3,245)	3,415	4,693	(3,245)	3,415
OTHER COMPREHENSIVE INCOME (LOSS) FOR THE YEAR, NET OF TAX	356,922	1,726,043	(716,707)	358,536	1,725,578	(719,044)
TOTAL COMPREHENSIVE INCOME FOR THE YEAR	₱19,492,722	₱16,832,266	₱11,354,743	₱19,466,040	₱16,813,910	₱11,343,593
Total comprehensive income attributable to:						
Equity holders of the Parent Company	₱19,466,040	₱16,813,910	₱11,343,593			
Non-controlling interest	26,682	18,356	11,150			
	₱19,492,722	₱16,832,266	₱11,354,743			

See accompanying Notes to Financial Statements.



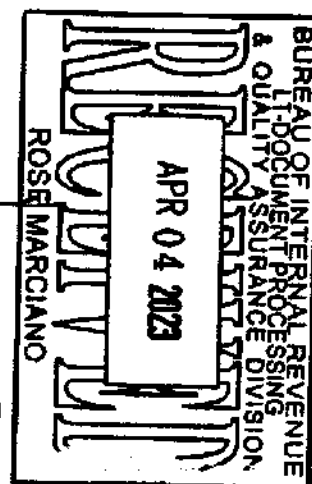
CHINA BANKING CORPORATION AND SUBSIDIARIES

STATEMENTS OF CHANGES IN EQUITY

(Amounts in Thousands)

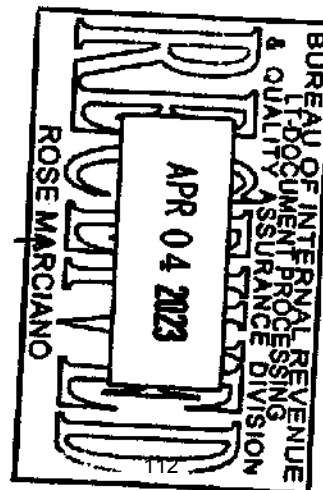
Consolidated													
Equity Attributable to Equity Holders of the Parent Company													
	Capital Stock (Note 24)	Capital Paid in Excess of Par Value (Note 24)	Other Equity - Stock Grants (Note 24)	Surplus Reserves (Notes 24 and 29)	Surplus (Notes 24 and 29)	Net Unrealized Gains (Losses) on Financial Assets at Fair Value through Other Comprehensive Income (Note 9)	Remeasurement Gain (Loss) on Defined Benefit Asset or Liability (Note 25)	Cumulative Translation Adjustment	Remeasurement Gain (Loss) on Life Insurance Reserves	Cash Flow Hedge Reserve	Total Equity	Non- Controlling Interest (Note 11)	Total Equity
Balance at January 1, 2022	¥26,912,882	¥17,200,758	¥-	¥3,730,687	¥70,205,517	¥81,200	(¥30,489)	¥17,604	(¥14,029)	¥976,834	¥119,080,964	¥41,856	¥119,121,820
Total comprehensive income (loss) for the year	-	-	-	-	19,107,504	(4,375,152)	108,249	9,865	110,416	4,505,158	19,466,040	26,682	19,492,722
Transfer from surplus to surplus reserves	-	-	-	47,383	(47,383)	-	-	-	-	-	-	-	-
Appropriation of retained earnings (Note 16)	-	-	-	651,536	(651,536)	-	-	-	-	-	-	-	-
Cash dividends - ¥1.50 per share	-	-	-	-	(4,036,932)	-	-	-	-	-	(4,036,932)	-	(4,036,932)
Balance at December 31, 2022	¥26,912,882	¥17,200,758	¥-	¥4,429,606	¥84,577,170	(¥4,293,952)	¥77,760	¥27,469	¥96,387	¥5,481,992	¥134,510,072	¥68,538	¥134,578,610
Balance at January 1, 2021	¥26,858,998	¥17,122,626	¥140,924	¥2,874,004	¥58,659,768	¥294,115	(¥426,996)	¥5,535	(¥45,903)	(¥521,209)	¥104,961,862	¥23,500	¥104,985,362
Total comprehensive income (loss) for the year	-	-	-	-	15,088,332	(212,915)	396,507	12,069	31,874	1,498,043	16,813,910	18,356	16,832,266
Stock grants	53,884	78,132	(140,924)	-	-	-	-	-	-	-	(8,908)	-	(8,908)
Transfer from surplus to surplus reserves	-	-	-	45,096	(45,096)	-	-	-	-	-	-	-	-
Appropriation of retained earnings (Note 16)	-	-	-	811,587	(811,587)	-	-	-	-	-	-	-	-
Cash dividends - ¥1.00 per share	-	-	-	-	(2,685,900)	-	-	-	-	-	(2,685,900)	-	(2,685,900)
Balance at December 31, 2021	¥26,912,882	¥17,200,758	¥-	¥3,730,687	¥70,205,517	¥81,200	(¥30,489)	¥17,604	(¥14,029)	¥976,834	¥119,080,964	¥41,856	¥119,121,820
Balance at January 1, 2020	¥26,858,998	¥17,122,626	¥-	¥3,598,275	¥48,558,760	¥417,576	(¥368,531)	¥6,835	¥20,655	(¥51,949)	¥96,163,245	¥12,350	¥96,175,595
Total comprehensive income (loss) for the year	-	-	-	-	12,062,637	(123,461)	(58,465)	(1,300)	(66,558)	(469,260)	11,343,593	11,150	11,354,743
Stock grants	-	-	140,924	-	-	-	-	-	-	-	140,924	-	140,924
Transfer from surplus to surplus reserves	-	-	-	40,992	(40,992)	-	-	-	-	-	-	-	-
Appropriation of retained earnings (Note 16)	-	-	-	(765,263)	765,263	-	-	-	-	-	-	-	-
Cash dividends - ¥1.00 per share	-	-	-	-	(2,685,900)	-	-	-	-	-	(2,685,900)	-	(2,685,900)
Balance at December 31, 2020	¥26,858,998	¥17,122,626	¥140,924	¥2,874,004	¥58,659,768	¥294,115	(¥426,996)	¥5,535	(¥45,903)	(¥521,209)	¥104,961,862	¥23,500	¥104,985,362

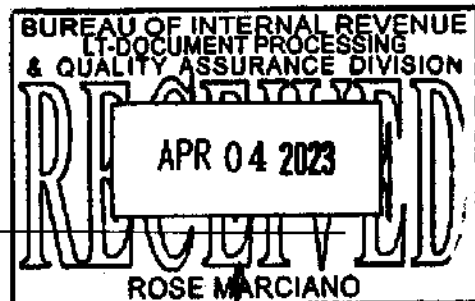
See accompanying Notes to Financial Statements.



	Parent Company										
						Net Unrealized Gains (Losses) on Financial Assets at Fair Value through Other Comprehensive Income (Note 9)	Remeasurement Gain (Loss) on Defined Benefit Asset or Liability (Note 25)	Cumulative Translation Adjustment	Remeasurement Gain (Loss) on Life Insurance Reserves	Hedge-related Reserve	Total Equity
	Capital Stock (Note 24)	Capital Paid in Excess of Par Value (Note 24)	Other Equity - Stock Grants (Note 24)	Surplus Reserves (Notes 24 and 29)	Surplus (Notes 24 and 29)						
Balance at January 1, 2022	P26,912,882	P17,200,758	P-	P3,730,687	P70,205,517	P81,280	(P38,489)	P17,604	(P14,029)	P976,834	P119,080,964
Total comprehensive income (loss) for the year	-	-	-	-	19,187,504	(4,375,152)	108,249	9,865	110,416	4,505,158	19,466,040
Transfer from surplus to surplus reserves	-	-	-	47,383	(47,383)	-	-	-	-	-	-
Appropriation of retained earnings (Note 16)	-	-	-	651,536	(651,536)	-	-	-	-	-	-
Cash dividends - P1.50 per share	-	-	-	-	(4,036,932)	-	-	-	-	-	(4,036,932)
Balance at December 31, 2022	P26,912,882	P17,200,758	P-	P4,429,606	84,577,170	(P4,293,952)	P77,760	P27,469	P96,387	P5,481,092	P134,510,072
Balance at January 1, 2021	P26,858,998	P17,122,626	P140,924	P2,874,004	P58,659,768	P294,115	(P426,996)	P5,535	(P45,903)	(P521,209)	P104,961,862
Total comprehensive income (loss) for the year	-	-	-	-	15,088,332	(212,915)	396,507	12,069	31,874	1,498,043	16,813,910
Stock grants	53,884	78,132	(140,924)	-	-	-	-	-	-	-	(8,908)
Transfer from surplus to surplus reserves	-	-	-	45,096	(45,096)	-	-	-	-	-	-
Appropriation of retained earnings (Note 16)	-	-	-	811,587	(811,587)	-	-	-	-	-	-
Cash dividends - P1.00 per share	-	-	-	-	(2,685,900)	-	-	-	-	-	(2,685,900)
Balance at December 31, 2021	P26,912,882	P17,200,758	P-	P3,730,687	P70,205,517	P81,200	(P38,489)	P17,604	(P14,029)	P976,834	P119,080,964
Balance at January 1, 2020	P26,858,998	P17,122,626	P-	P3,598,275	P48,558,760	P417,576	(P368,531)	P6,835	P20,655	(P51,949)	P96,163,245
Total comprehensive income (loss) for the year	-	-	-	-	12,062,637	(123,461)	(58,465)	(1,300)	(66,538)	(469,260)	11,343,593
Stock grants	-	-	140,924	-	-	-	-	-	-	-	140,924
Transfer from surplus to surplus reserves	-	-	-	40,992	(40,992)	-	-	-	-	-	-
Appropriation of retained earnings (Note 16)	-	-	-	(765,263)	765,263	-	-	-	-	-	-
Cash dividends - P1.00 per share	-	-	-	-	(2,685,900)	-	-	-	-	-	(2,685,900)
Balance at December 31, 2020	P26,858,998	P17,122,626	P140,924	P2,874,004	P58,659,768	P294,115	(P426,996)	P5,535	(P45,903)	(P521,209)	P104,961,862

See accompanying Notes to Financial Statements.





CHINA BANKING CORPORATION AND SUBSIDIARIES
STATEMENTS OF CASH FLOWS
(Amounts in Thousands)

	Consolidated			Parent Company		
	Years Ended December 31					
	2022	2021	2020	2022	2021	2020
CASH FLOWS FROM OPERATING ACTIVITIES						
Income before income tax	P22,285,462	P17,463,223	P13,462,554	P21,969,492	P17,155,883	P13,549,235
Adjustments for:						
Depreciation and amortization (Notes 12, 13 and 14)	1,737,144	1,787,166	1,894,899	1,317,159	1,364,324	1,460,780
Provision for impairment and credit losses (Note 16)	9,012,633	8,876,744	8,868,919	7,427,202	7,679,877	7,983,206
Amortization of transaction costs on bonds payable (Note 18)	126,063	83,022	133,117	126,063	83,022	133,117
Securities gain on financial assets at fair value through other comprehensive income and investment securities at amortized cost (Note 22)	(5,388)	(4,124,243)	(5,360,887)	(5,388)	(4,104,864)	(5,332,153)
Gain on sale of investment properties	(698,802)	(388,295)	(187,176)	(250,612)	(238,891)	(65,913)
Gain on asset foreclosure and dacion transactions (Note 13)	(145,801)	(87,485)	22,757	(181,624)	(31,552)	(42,885)
Share in net loss (income) of an associate (Notes 2 and 11)	(285,059)	1,609	(152,441)	(285,059)	1,609	(152,441)
Share in net income of subsidiaries (Notes 2 and 11)	—	—	—	(2,044,686)	(1,422,503)	(790,482)
Changes in operating assets and liabilities:						
Decrease (increase) in the amounts of:						
Financial assets at fair value through profit or loss	(2,582,059)	5,620,336	5,743,227	(3,120,918)	6,183,974	6,802,323
Loans and receivables	(102,457,363)	(60,053,495)	3,896,534	(79,216,499)	(59,354,783)	3,806,847
Other assets	9,378,000	2,730,389	(2,507,056)	8,866,423	2,094,083	(3,090,935)
Increase (decrease) in the amounts of:						
Deposit liabilities	203,054,780	27,629,067	59,802,970	177,199,669	31,245,992	63,208,455
Manager's checks	(303,937)	286,374	(430,446)	(170,250)	400,261	(469,838)
Accrued interest and other expenses	1,370,028	839,772	(215,357)	1,074,199	745,807	(70,720)
Other liabilities and derivative liabilities	6,843,231	767,884	(822,854)	7,274,719	443,185	1,607,172
Net cash generated from (used in) operations	147,328,932	1,432,068	84,148,760	139,979,890	2,245,424	88,535,768
Income taxes paid	(3,587,642)	(1,764,692)	(2,879,380)	(3,101,705)	(1,422,931)	(2,537,406)
Net cash provided by (used in) operating activities	143,741,290	(332,624)	81,269,380	136,878,185	822,493	85,998,362
CASH FLOWS FROM INVESTING ACTIVITIES						
Acquisitions of/Additions to:						
Bank premises, furniture, fixtures and equipment and capitalized software (Note 12)	(2,064,403)	(632,109)	(541,277)	(1,612,437)	(428,494)	(408,228)
Investment securities at amortized cost	(185,997,437)	(259,499,749)	(69,431,704)	(182,910,629)	(258,538,503)	(67,524,359)
Financial assets at fair value through other comprehensive income	(21,195,283)	(60,990,126)	(61,994,676)	(20,927,405)	(59,739,708)	(60,758,310)
Proceeds from sale or redemption of:						
Investment securities at amortized cost	78,823	59,838,517	32,330,154	78,823	59,838,517	32,330,154
Financial assets at fair value through other comprehensive income	2,392,523	52,512,838	70,814,873	2,248,704	51,545,295	69,454,223
Investment properties	1,297,207	907,423	676,179	378,025	327,875	105,364
Bank premises, furniture, fixtures and equipment	144,493	489,036	730,795	5,174	345,866	139,943
Proceeds from maturity of:						
Investment securities at amortized cost	73,072,428	162,908,132	3,948,763	70,478,078	162,708,584	3,948,763
Cash dividends received from subsidiary and associate (Note 11)	—	40,000	—	75,000	40,000	200,000
Net cash used in investing activities	(132,271,649)	(44,426,038)	(23,466,893)	(132,186,717)	(43,900,568)	(22,512,450)
CASH FLOWS FROM FINANCING ACTIVITIES						
Proceeds from bills payable	402,436,767	193,908,669	116,188,100	402,436,767	193,908,669	116,188,100
Settlement of bills payable	(403,994,487)	(152,843,847)	(124,743,600)	(403,994,487)	(152,843,847)	(124,743,600)
Proceeds from issuance of bonds payable (Note 18)	—	19,878,458	14,803,803	—	19,878,458	14,803,803
Payments of cash dividends (Note 24)	(4,036,932)	(2,685,900)	(2,685,900)	(4,036,932)	(2,685,900)	(2,685,900)

(Forward)

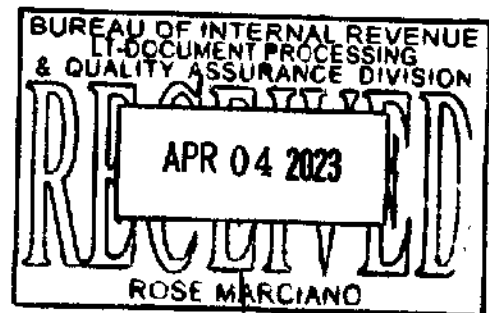


	Consolidated			Parent Company		
	Years Ended December 31					
	2022	2021	2020	2022	2021	2020
Settlement of bonds payable (Note 18)	(P15,000,000)	(P30,000,000)	P-	(P15,000,000)	(P30,000,000)	P-
Payments of principal portion of lease liabilities (Note 27)	(467,208)	(597,435)	(655,914)	(263,672)	(410,396)	(350,593)
Net cash provided by financing activities	(21,061,860)	27,659,945	2,906,489	(20,858,324)	27,846,984	3,211,810
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(9,592,219)	(17,098,717)	60,708,976	(16,166,856)	(15,231,091)	66,697,722
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR						
Cash and other cash items	14,024,863	15,984,210	16,839,755	13,649,247	13,724,265	14,856,844
Due from Bangko Sentral ng Pilipinas (Note 7)	124,283,115	152,156,449	100,174,398	114,528,773	141,811,190	88,109,650
Due from other banks (Note 7)	10,694,312	18,228,721	9,900,642	9,897,264	17,197,750	8,645,547
Interbank Loans Receivable and SPURA (Note 8)	36,559,224	18,290,851	17,036,460	35,030,997	15,604,167	10,027,609
	187,561,514	204,660,231	143,951,255	173,106,281	188,337,372	121,639,650
CASH AND CASH EQUIVALENTS AT END OF YEAR						
Cash and other cash items	13,689,421	16,024,863	15,984,210	10,073,767	13,649,247	13,724,265
Due from Bangko Sentral ng Pilipinas (Note 7)	107,100,295	124,283,115	152,156,449	92,920,540	114,528,773	141,811,190
Due from other banks (Note 7)	13,614,609	10,694,312	18,228,721	12,347,169	9,897,264	17,197,750
Interbank Loans Receivable and SPURA (Note 8)	43,564,970	36,559,224	18,290,851	41,597,949	35,030,997	15,604,167
	P177,969,295	P187,561,514	P204,660,231	P156,939,425	P173,106,281	P188,337,372

OPERATING CASH FLOWS FROM INTEREST

	Consolidated			Parent Company		
	For Years Ended December 31					
	2022	2021	2020	2022	2021	2020
Interest paid	₱12,741,708	₱7,384,207	₱14,297,974	₱10,098,618	₱6,480,050	₱12,679,471
Interest received	55,046,301	46,638,694	45,766,253	46,629,590	40,552,433	41,396,855

See accompanying Notes to Financial Statements.



CHINA BANKING CORPORATION AND SUBSIDIARIES

NOTES TO FINANCIAL STATEMENTS

1. Corporate Information

China Banking Corporation (the Parent Company) is a publicly listed universal bank incorporated in the Philippines. The Parent Company acquired its universal banking license in 1991. It provides expanded commercial banking products and services such as deposit products, loans and trade finance, domestic and foreign fund transfers, treasury products, trust products, foreign exchange, corporate finance and other investment banking services through a network of 479 and 477 local branches as of December 31, 2022 and 2021, respectively.

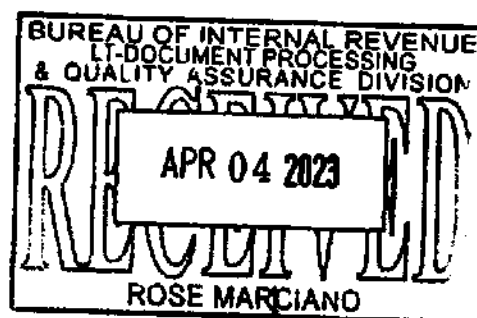
The Parent Company acquired its original Certification of Incorporation issued by the Securities and Exchange Commission (SEC) on July 20, 1920. By virtue of Section 11 of Republic Act No. 11232 also known as the "Revised Corporation Code of the Philippines," which took effect on February 23, 2019, the Parent Company has a perpetual existence.

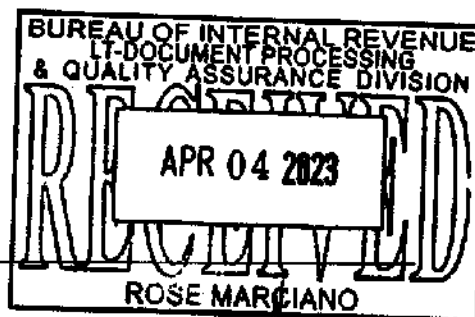
The Parent Company has the following subsidiaries:

Subsidiary	Effective Percentages of Ownership		Country of Incorporation and Place of Business	Principal Activities
	2022	2021		
Chinabank Insurance Brokers, Inc. (CIBI)	100.00%	100.00%	Philippines	Insurance brokerage
CBC Properties and Computer Center, Inc. (CBC-PCCI)	100.00%	100.00%	Philippines	Computer services
China Bank Savings, Inc. (CBSI)	98.29%	98.29%	Philippines	Retail and consumer banking
China Bank Capital Corporation (CBCC)	100.00%	100.00%	Philippines	Investment house
CBC Assets One (SPC) Inc.	100.00%	100.00%	Philippines	Special purpose corporation
China Bank Securities Corporation (CBCSec)	100.00%	100.00%	Philippines	Stock brokerage
Resurgent Capital (FIST-AMC) Inc.,*	100.00%	100.00%	Philippines	FIST Corporation

The Parent Company has no ultimate parent company. SM Investments Corporation, its significant investor, has effective ownership in the Parent Company of 22.51% as of December 31, 2022 and 2021.

The Parent Company's principal place of business is at 8745 Paseo de Roxas cor. Villar St., Makati City.





2. Summary of Significant Accounting Policies

Basis of Preparation

The accompanying consolidated financial statements include the financial statements of the Parent Company and its subsidiaries (collectively referred to as "the Group").

The accompanying financial statements have been prepared on a historical cost basis except for financial instruments at fair value through profit or loss (FVTPL), derivative contracts designated as hedges and financial assets at fair value through other comprehensive income (FVOCI). The financial statements are presented in Philippine peso, and all values are rounded to the nearest thousand except when otherwise indicated.

The financial statements of the Parent Company reflect the accounts maintained in the Regular Banking Unit (RBU) and Foreign Currency Deposit Unit (FCDU). The financial statements of these units are combined after eliminating inter-unit accounts.

Each entity in the Group determines its own functional currency and items included in the financial statements of each entity are measured using that functional currency. The functional currency of the Parent Company and each of the subsidiaries is the Philippine peso, except for the FCDU of the Parent Company and CBSI whose functional currency is USD.

Statement of Compliance

The financial statements of the Group and the Parent Company have been prepared in compliance with Philippine Financial Reporting Standards (PFRS).

Presentation of Financial Statements

The balance sheets of the Group and of the Parent Company are presented in order of liquidity. An analysis regarding recovery of assets or settlement of liabilities within 12 months after the reporting date (current) and more than 12 months after the reporting date (non-current) is presented in Note 23.

Financial assets and financial liabilities are offset and the net amount reported in the balance sheets only when there is a legally enforceable right to offset the recognized amounts and there is an intention to settle on a net basis, or to realize the asset and settle the liability simultaneously. The Group and the Parent Company assess that they have currently enforceable right of offset if the right is not contingent on a future event, and is legally enforceable in the normal course of business, event of default, and event of insolvency or bankruptcy of the Group, the Parent Company and all of the counterparties.

Income and expenses are not offset in the statement of income unless required or permitted by any accounting standard or interpretation, and as specifically disclosed in the accounting policies of the Group and the Parent Company.

Basis of Consolidation and Investments in Subsidiaries

The consolidated financial statements of the Group are prepared for the same reporting year as the Parent Company, using consistent accounting policies. All significant intra-group balances, transactions and income and expenses resulting from intra-group transactions are eliminated in full.



Subsidiaries are consolidated from the date on which control is obtained by the Parent Company.

The Group controls an investee if and only if the Group has:

- power over the investee (i.e., existing rights that give it the current ability to direct the relevant activities of the investee);
- exposure, or rights, to variable returns from its involvement with the investee, and
- the ability to use its power over the investee to affect its returns.

When the Group has less than a majority of the voting or similar rights of an investee, the Group considers all relevant facts and circumstances in assessing whether it has power over an investee, including:

- the contractual arrangement with the other vote holders of the investee
- rights arising from other contractual arrangements
- the Group's voting rights and potential voting rights.

The Group re-assesses whether or not it controls an investee if facts and circumstances indicate that there are changes to one or more of the three elements of control. Consolidation of a subsidiary begins when the Group obtains control over the subsidiary and ceases when the Group loses control of the subsidiary. Assets, liabilities, income and expenses of a subsidiary acquired or disposed of during the year are included in the consolidated financial statements from the date the Group gains control until the date the Group ceases to control the subsidiary. Profit or loss and each component of other comprehensive income (OCI) are attributed to the equity holders of the Group and to the non-controlling interests. When necessary, adjustments are made to the financial statements of the subsidiary to bring its accounting policies into line with the Group's accounting policies. All intra-group assets and liabilities, equity, income, expenses and cash flows relating to transactions between members of the Group are eliminated in full on consolidation.

A change in the ownership interest of a subsidiary, without a loss of control, is accounted for as an equity transaction. If the Group loses control over a subsidiary, it:

- Derecognizes the assets (including goodwill) and liabilities of the subsidiary
- Derecognizes the carrying amount of any non-controlling interest
- Derecognizes the related OCI recorded in equity and recycle the same to profit or loss or surplus
- Recognizes the fair value of the consideration received
- Recognizes the fair value of any investment retained
- Recognizes the remaining difference in profit or loss
- Reclassifies the parent's share of components previously recognized in OCI to profit or loss or retained earnings, as appropriate, as would be recognized if the Group had directly disposed of the related assets or liabilities

Non-Controlling Interest

Non-controlling interest represents the portion of profit or loss and net assets not owned, directly or indirectly, by the Parent Company.

Non-controlling interest is presented separately in the consolidated statement of income, consolidated statement of comprehensive income, and within equity in the consolidated balance sheet, separately from parent shareholders' equity. Any losses applicable to the non-controlling interest are allocated against the interests of the non-controlling interest even if this results in the non-controlling interest having a deficit balance.



Changes in Accounting Policies and Disclosures

The accounting policies adopted are consistent with those of the previous financial year except for the following amendments to PFRS which became effective as of January 1, 2022. Except as otherwise indicated, these changes in the accounting policies did not have any significant impact on the financial position or performance of the Group:

Effective beginning on or after January 1, 2022

- Amendments to PFRS 3, *Reference to the Conceptual Framework*

The amendments are intended to replace a reference to the Framework for the Preparation and Presentation of Financial Statements, issued in 1989, with a reference to the Conceptual Framework for Financial Reporting issued in March 2018 without significantly changing its requirements. The amendments added an exception to the recognition principle of PFRS 3, *Business Combinations* to avoid the issue of potential 'day 2' gains or losses arising for liabilities and contingent liabilities that would be within the scope of PAS 37, *Provisions, Contingent Liabilities and Contingent Assets* or Philippine-IFRIC 21, *Levies*, if incurred separately.

At the same time, the amendments add a new paragraph to PFRS 3 to clarify that contingent assets do not qualify for recognition at the acquisition date.

The amendments are effective for annual reporting periods beginning on or after January 1, 2022 and apply prospectively.

- Amendments to PAS 16, *Plant and Equipment: Proceeds before Intended Use*

The amendments prohibit entities deducting from the cost of an item of property, plant and equipment, any proceeds from selling items produced while bringing that asset to the location and condition necessary for it to be capable of operating in the manner intended by management. Instead, an entity recognizes the proceeds from selling such items, and the costs of producing those items, in profit or loss.

The amendment is effective for annual reporting periods beginning on or after January 1, 2022 and must be applied retrospectively to items of property, plant and equipment made available for use on or after the beginning of the earliest period presented when the entity first applies the amendment.

- Amendments to PAS 37, *Onerous Contracts – Costs of Fulfilling a Contract*

The amendments specify which costs an entity needs to include when assessing whether a contract is onerous or loss-making. The amendments apply a "directly related cost approach". The costs that relate directly to a contract to provide goods or services include both incremental costs and an allocation of costs directly related to contract activities. General and administrative costs do not relate directly to a contract and are excluded unless they are explicitly chargeable to the counterparty under the contract.

The amendments are effective for annual reporting periods beginning on or after January 1, 2022. The Group will apply these amendments to contracts for which it has not yet fulfilled all its obligations at the beginning of the annual reporting period in which it first applies the amendments.



- *Annual Improvements to PFRSs 2018-2020 Cycle*

- Amendments to PFRS 1, *First-time Adoption of Philippines Financial Reporting Standards, Subsidiary as a first-time adopter*

The amendment permits a subsidiary that elects to apply paragraph D16(a) of PFRS 1 to measure cumulative translation differences using the amounts reported by the parent, based on the parent's date of transition to PFRS. This amendment is also applied to an associate or joint venture that elects to apply paragraph D16(a) of PFRS 1.

The amendment is effective for annual reporting periods beginning on or after January 1, 2022 with earlier adoption permitted.

- Amendments to PFRS 9, *Financial Instruments, Fees in the '10 per cent' test for derecognition of financial liabilities*

The amendment clarifies the fees that an entity includes when assessing whether the terms of a new or modified financial liability are substantially different from the terms of the original financial liability. These fees include only those paid or received between the borrower and the lender, including fees paid or received by either the borrower or lender on the other's behalf. An entity applies the amendment to financial liabilities that are modified or exchanged on or after the beginning of the annual reporting period in which the entity first applies the amendment.

The amendment is effective for annual reporting periods beginning on or after January 1, 2022 with earlier adoption permitted. The Group will apply the amendments to financial liabilities that are modified or exchanged on or after the beginning of the annual reporting period in which the entity first applies the amendment.

- Amendments to PAS 41, *Agriculture, Taxation in fair value measurements*

The amendment removes the requirement in paragraph 22 of PAS 41 that entities exclude cash flows for taxation when measuring the fair value of assets within the scope of PAS 41.

An entity applies the amendment prospectively to fair value measurements on or after the beginning of the first annual reporting period beginning on or after January 1, 2022 with earlier adoption permitted.

Significant Accounting Policies

Foreign Currency Translation

The consolidated financial statements are presented in Philippine peso.

Transactions and balances

The books of accounts of the RBU are maintained in Philippine peso, the RBU's functional currency, while those of the FCDU are maintained in United States (US) dollars (USD), the FCDU's functional currency.

RBU

For financial reporting purposes, the foreign currency-denominated monetary assets and liabilities in the RBU are translated in Philippine peso based on the Bankers Association of the Philippines (BAP) closing rate at end of the year, and foreign currency-denominated income and expenses, at the



exchange rates on transaction dates. Foreign exchange differences arising from restatements of foreign currency-denominated assets and liabilities are credited to or charged against operations in the period in which the rates change. Non-monetary items that are measured in terms of historical cost in a foreign currency are translated using the exchange rates as at the dates of the initial transactions. Non-monetary items measured at fair value in a foreign currency are translated using the exchange rates at the date when the fair value was determined.

FCDU

As at the reporting date, the assets and liabilities of the FCDU are translated into the Parent Company's presentation currency (the Philippine Peso) at the BAP closing rate at the reporting date, and its income and expenses are translated at the BAP weighted average rate for the year. Exchange differences arising on translation are taken directly to the statement of comprehensive income under 'Cumulative translation adjustment'. Upon actual remittance or transfer of the FCDU income to RBU, the related exchange difference arising from translation lodged under 'Cumulative translation adjustment' is recognized in the statement of income of the RBU books.

Fair Value Measurement

The Group measures financial instruments, such as financial instruments at FVTPL, derivative contracts designated as hedges and financial assets at FVOCI at fair value at each reporting date. Also, fair values of financial instruments measured at amortized cost are disclosed in Note 5.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- in the principal market for the asset or liability, or
- in the absence of a principal market, in the most advantageous market for the asset or liability.

The principal or the most advantageous market must be accessible by the Group. The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest.

If an asset or a liability measured at fair value has a bid price and an ask price, the price within the bid-ask spread that is most representative of fair value in the circumstances shall be used to measure fair value regardless of where the input is categorized within the fair value hierarchy.

A fair value measurement of a non-financial asset takes into account a market participant's ability to generate economic benefits by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use.

The Group uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximizing the use of relevant observable inputs and minimizing the use of unobservable inputs.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorized within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

- Level 1 - Quoted (unadjusted) market prices in active markets for identical assets or liabilities
- Level 2 - Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable



- Level 3 - Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable

For assets and liabilities that are recognized in the financial statements on a recurring basis, the Group determines whether transfers have occurred between Levels in the hierarchy by re-assessing categorization (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period.

Cash and Cash Equivalents

For purposes of reporting cash flows, cash and cash equivalents include cash and other cash items, due from BSP and other banks, interbank loans receivables and securities purchased under resale agreements (SPURA) that are convertible to known amounts of cash which have original maturities of three months or less from dates of placements and that are subject to an insignificant risk of changes in value. Due from BSP includes the statutory reserves required by the BSP which the Group considers as cash equivalents wherein withdrawals can be made to meet the Group's cash requirements as allowed by the BSP.

SPURA

Securities purchased under agreements to resell at a specified future date ('reverse repos') are not recognized in the balance sheet. An asset corresponding to the cash paid, including accrued interest, is recognized in the balance sheet as SPURA. The difference between the purchase price and the resale price is treated as interest income and is accrued over the life of the agreement using the EIR method.

Financial Instruments - Initial Recognition

Date of recognition

Purchases or sales of financial assets, except for derivative instruments, that require delivery of assets within the time frame established by regulation or convention in the marketplace are recognized on the settlement date. Settlement date accounting refers to (a) the recognition of an asset on the day it is received by the Group, and (b) the derecognition of an asset and recognition of any gain or loss on disposal on the day that such asset is delivered by the Group. Any change in fair value of a financial asset is recognized in the statement of income for assets classified as financial assets at FVTPL, and in equity for assets classified as financial assets at FVOCI. Derivatives are recognized on a trade date basis. Deposits, amounts due from banks and customers and loans and receivables are recognized when cash is received by the Group or advanced to the borrowers.

Initial recognition of financial instruments

All financial instruments are initially recognized at fair value. Except for financial assets and financial liabilities at FVTPL, the initial measurement of financial instruments includes transaction costs.

'Day 1' difference

Where the transaction price in a non-active market is different with the fair value from other observable current market transactions in the same instrument or based on a valuation technique whose variables include only data from observable market, the Group recognizes the difference between the transaction price and fair value (a 'Day 1' difference) in the statement of income. In cases where the transaction price used is made of data which is not observable, the difference between the transaction price and model value is only recognized in the statement of income when the inputs become observable or when the instrument is derecognized. For each transaction, the Group determines the appropriate method of recognizing the 'Day 1' difference amount.



Classification and Measurement

Under PFRS 9, the classification and measurement of financial assets is driven by the contractual cash flow characteristics of the financial assets and the entity's business model for managing the financial assets.

As part of its classification process, the Group assesses the contractual terms of financial assets to identify whether they meet the 'solely payments of principal and interest' (SPPI) test. 'Principal' for the purpose of this test is defined as the fair value of the financial asset at initial recognition and may change over the life of the financial asset (e.g., if there are repayments of principal or amortization of the premium or discount).

The most significant elements of interest within a lending arrangement are typically the consideration for the time value of money and credit risk. To make the SPPI assessment, the Group applies judgment and considers relevant factors such as the currency in which the financial asset is denominated and the period for which the interest rate is set. In contrast, contractual terms that introduce a more than de minimis exposure to risks or volatility in the contractual cash flows that are unrelated to a basic lending arrangement do not give rise to contractual cash flows that are solely payments of principal and interest on the amount outstanding. In such cases, the financial asset is required to be measured at FVTPL.

The Group determines its business model at the level that best reflects how it manages groups of financial assets to achieve its business objective.

The Group's business model is not assessed on an instrument-by-instrument basis, but at a higher level of aggregated portfolios and is based on observable factors such as:

- how the performance of the business model and the financial assets held within that business model are evaluated and reported to the entity's key management personnel;
- the risks that affect the performance of the business model (and the financial assets held within that business model) and, in particular, the way those risks are managed;
- how managers of the business are compensated (for example, whether the compensation is based on the fair value of the assets managed or on the contractual cash flows collected); and
- the expected frequency, value, and timing of sales are also important aspects of the Group's assessment.

The business model assessment is based on reasonably expected scenarios without taking 'worst case' or 'stress case' scenarios into account. If cash flows after initial recognition are realized in a way that is different from the Group's original expectations, the Group does not change the classification of the remaining financial assets held in that business model, but incorporates such information when assessing newly originated or newly purchased financial assets going forward; unless a change in business model has taken place, in which case, reclassification is necessary.

The Group's measurement categories are described below:

Financial assets at Amortized Cost

Financial assets are measured at amortized cost if both of the following conditions are met:

- the asset is held within the Group's business model whose objective is to hold financial assets in order to collect contractual cash flows; and
- the contractual terms of the instrument give rise, on specified dates, to cash flows that are SPPI on the principal amount outstanding.



Financial assets meeting these criteria are measured initially at fair value plus transaction costs. They are subsequently measured at amortized cost using the effective interest method less any impairment in value. The amortization is included in 'Interest income' in the statement of income. Gains or losses are recognized in the statement of income when these investments are derecognized or impaired, as well as through the amortization process. The expected credit losses (ECL) are recognized in the statement of income under 'Provision for impairment and credit losses'. The effects of revaluation of foreign currency-denominated investments are recognized in the statement of income. Gains or losses arising from disposals and redemptions of these instruments are included in 'Gains (losses) on disposal and redemption of investment securities at amortized cost' in the statement of income.

The Group's financial assets at amortized cost are presented in the balance sheet as Due from BSP, Due from other banks, Interbank loans receivable and SPURA, Investment securities at amortized cost, Loans and receivables, Accrued interest receivables and certain financial assets under Other assets.

The Group may irrevocably elect at initial recognition to classify a financial asset that meets the amortized cost criteria above as at FVTPL if that designation eliminates or significantly reduces an accounting mismatch had the financial asset been measured at amortized cost.

Financial Assets at FVTPL

Debt instruments that neither meet the amortized cost nor the FVOCI criteria, or that meet the criteria but the Group has chosen to designate as at FVTPL at initial recognition, are classified as financial assets at FVTPL. Equity investments are classified as financial assets at FVTPL, unless the Group irrevocably designates an equity investment that is not held for trading as at FVOCI at initial recognition. The Group's financial assets at FVTPL include government securities, corporate bonds, derivatives, and equity securities which are held for trading purposes.

A financial asset is considered as held for trading if:

- it has been acquired principally for the purpose of selling it in the near term;
- on initial recognition, it is part of a portfolio of identified financial instruments that the Group manages together and has evidence of a recent actual pattern of short-term profit-taking; or
- it is a derivative that is not designated and effective as a hedging instrument or financial guarantee.

Gains and losses arising from changes in the fair value (mark-to-market) of the financial assets at FVTPL are included in 'Trading and securities gain (loss) - net' account in the statement of income.

Interest recognized based on the contractual interest rate of these investments is reported in the statement of income under 'Interest income' account while dividend income is reported in the statement of income under 'Miscellaneous income' account when the right of payment has been established.



Derivative instruments

The Parent Company is a party to derivative instruments, particularly, forward exchange contracts, interest rate swaps (IRS), cross currency swaps (CCS), futures, and warrants. These contracts are entered into as a service to customers, as a means of reducing and managing the Parent Company's foreign exchange risk and interest rate risk, as well as for trading purposes. Such derivative financial instruments, which are not designated as accounting hedges, are carried at fair value through profit or loss.

Any gains or losses arising from changes in fair value of derivative instruments that are not designated as accounting hedges are taken directly to the statement of income under 'Foreign exchange gain (loss) - net' for forward exchange contracts and 'Trading and securities gain (loss) - net' for IRS, CCS, futures and warrants.

An embedded derivative is a component of a hybrid instrument that also includes a non-derivative host contract with the effect that some of the cash flows of the combined instrument vary in a way similar to a stand-alone derivative. An embedded derivative causes some or all of the cash flows that otherwise would be required by the contract to be modified according to a specified interest rate, financial instrument price, commodity price, foreign exchange rate, index of prices or rates, credit rating or credit index, or other variable, provided that, in the case of a non-financial variable, it is not specific to a party to the contract. A derivative that is attached to a financial instrument, but is contractually transferable independently of that instrument, or has a different counterparty from that instrument, is not an embedded derivative, but a separate financial instrument.

Derivatives embedded in financial liability or a non-financial host are separated from the host and accounted for as separate derivatives if: the economic characteristics and risks are not closely related to the host; a separate instrument with the same terms as the embedded derivative would meet the definition of a derivative; and the hybrid contract is not measured at fair value through profit or loss. Embedded derivatives are measured at fair value with changes in fair value recognized in profit or loss. Reassessment only occurs if there is either a change in the terms of the contract that significantly modifies the cash flows that would otherwise be required or a reclassification of a financial asset out of the fair value through profit or loss category.

Financial Assets at FVOCI - Equity Investments

At initial recognition, the Group can make an irrevocable election (on an instrument-by-instrument basis) to designate equity investments as at FVOCI. However, such designation is not permitted if the equity investment is held by the Group for trading. The Group has designated certain equity instruments as at FVOCI.

Financial assets at FVOCI are initially measured at fair value plus transaction costs. Subsequently, they are measured at fair value, with no deduction for any disposal costs. Gains and losses arising from changes in fair value are recognized in other comprehensive income and accumulated in 'Net unrealized gain (loss) on financial assets at FVOCI' in the balance sheet. When the asset is disposed of, the cumulative gain or loss previously recognized in the 'Net unrealized gain (loss) on financial assets at FVOCI' account is not reclassified to profit or loss, but is reclassified directly to Surplus account. Any dividends earned on holding these equity instruments are recognized in profit or loss under 'Miscellaneous income' account.



Financial Assets at FVOCI - Debt Investments

The Group applies the category of debt instruments measured at FVOCI when both of the following conditions are met:

- the instrument is held within a business model, the objective of which is achieved by both collecting contractual cash flows and selling financial assets; and
- the contractual terms of the financial asset meet the SPPI test.

FVOCI debt instruments are subsequently measured at fair value with gains and losses arising due to changes in fair value being recognized in OCI. Interest income and foreign exchange gains and losses are recognized in profit or loss. Provision for credit and impairment losses is recognized in profit or loss with the corresponding allowance for ECL recognized in OCI.

On derecognition, cumulative gains or losses previously recognized in OCI are reclassified from OCI to profit or loss.

Reclassification

The Group can only reclassify financial assets if the objective of its business model for managing those financial assets changes. Accordingly, the Group is required to reclassify financial assets:

- i. from amortized cost to fair value, if the objective of the business model changes so that the amortized cost criteria are no longer met; and
- ii. from fair value to amortized cost, if the objective of the business model changes so that the amortized cost criteria start to be met and the characteristic of the instrument's contractual cash flows meet the amortized cost criteria.

A change in business model occurs when the Group either begins or ceases to perform an activity that is significant to its operations. A change in the objective of the Group's business model will be effected only at the beginning of the next reporting period following the change in the business model.

Impairment of Financial assets

ECL represents credit losses that reflect an unbiased and probability-weighted measure of expected cash shortfalls, discounted at the EIR, which is determined by evaluating a range of possible outcomes, the time value of money, and reasonable and supportable information about past events, current conditions, and forecasts of future economic conditions. A cash shortfall is the difference between the cash flows that are due to an entity in accordance with the contract and the cash flows that the entity expects to receive. ECL allowances are measured at amounts equal to either (i) 12-month ECL or (ii) lifetime ECL for those financial instruments which have experienced a significant increase in credit risk (SICR) since initial recognition (General Approach). The 12-month ECL is the portion of lifetime ECL that results from default events on a financial instrument that are possible within the 12 months after the reporting date. Lifetime ECL pertains to credit losses that result from all possible default events over the expected life of a financial instrument.

For non-credit-impaired financial instruments:

- Stage 1 consists of all non-impaired financial instruments which have not experienced a SICR since initial recognition. The Group and the Parent Company recognize a 12-month ECL for Stage 1 financial instruments.



- Stage 2 consists of all non-impaired financial instruments which have experienced a SICR since initial recognition. The Group and the Parent Company recognize a lifetime ECL for Stage 2 financial instruments.

For credit-impaired financial instruments:

- Financial instruments are classified as Stage 3 when there is objective evidence of impairment as a result of one or more loss events that have occurred after initial recognition with a negative impact on the estimated future cash flows of a financial asset or a portfolio of financial assets. The ECL model requires that lifetime ECL be recognized for impaired financial instruments.

The Group uses internal credit assessment and approvals at various levels to determine the credit risk of exposures at initial recognition. Assessment can be quantitative or qualitative and depends on the materiality of the facility or the complexity of the portfolio to be assessed.

ECL is a function of the probability of default (PD), exposure at default (EAD), and loss given default (LGD), with the timing of the loss also considered, and is estimated by incorporating forward-looking economic information and through the use of experienced credit judgment.

The PD represents the likelihood that a credit exposure will not be repaid and will go into default in either a 12-month horizon for Stage 1 or lifetime horizon for Stage 2. EAD represents an estimate of the outstanding amount of credit exposure at the time a default may occur. For off-balance sheet exposures and undrawn amounts, EAD includes an estimate of any further amounts to be drawn within the contractual availability period of the irrevocable commitments. LGD is the amount that may not be recovered in the event of default. LGD takes into consideration the amount and quality of any collateral held. Please refer to Note 6 for other information related to the Group's models for PD, EAD, and LGD.

The calculation of ECL, including the estimation of PD, EAD, LGD, and discount rate, is made on an individual basis for most of the Group's financial assets, and on a collective basis for retail products such as credit card receivables. The collective assessments are made separately for portfolios of facilities with similar credit risk characteristics.

In certain circumstances, the Group modifies the original terms and conditions of a credit exposure to form a new loan agreement or payment schedule. The modifications can be given depending on the borrower's or counterparty's current or expected financial difficulty. The modifications may include, but are not limited to, change in interest rate and terms, principal amount, maturity date, date and amount of periodic payments, and accrual of interest and charges. Distressed restructuring with indications of unlikelihood to pay are categorized as impaired accounts and are moved to Stage 3.

Hedge Accounting

For the purpose of hedge accounting, hedges are classified as:

- Fair value hedges when the risk being hedged is the exposure to changes in the fair value of a recognized asset or liability or an unrecognized firm commitment;
- Cash flow hedges when the risk being hedged is the exposure to variability in cash flows that is either attributable to a particular risk associated with a recognized asset or liability or a highly probable forecast transaction or the foreign currency risk in an unrecognized firm commitment; and
- Hedges of a net investment in a foreign operation.



At the inception of a hedge relationship, the Parent Company formally designates and documents the hedge relationship to which it wishes to apply hedge accounting and the risk management objective and strategy for undertaking the hedge.

The documentation includes identification of the hedging instrument, the hedged item, the nature of the risk being hedged, and how the Parent Company will assess whether the hedging relationship meets the hedge effectiveness requirements (including the analysis of sources of hedge ineffectiveness and how the hedge ratio is determined).

A hedging relationship qualifies for hedge accounting if it meets all of the following effectiveness requirements:

- There is an economic relationship between the hedged item and the hedging instrument.
- The effect of credit risk does not dominate the value changes that result from that economic relationship.
- The hedge ratio of the hedging relationship is the same as that resulting from the quantity of the hedged item that the Parent Company actually hedges and the quantity of the hedging instrument that the Parent Company actually uses to hedge that quantity of hedged item.

An economic relationship exists when the hedging instrument and the hedged item have values that generally move in opposite directions in response to movements in the same risk (hedged risk). The Parent Company assesses economic relationship by performing prospective qualitative or quantitative hedge effectiveness assessment at each reporting date. In addition, the Parent Company measures ineffectiveness by comparing the cumulative change in the fair value of the hedging instrument with the cumulative change in the fair value of the hedged item.

The Parent Company applies the IBOR reform Phase 1 reliefs to hedging relationships directly affected by IBOR reform during the period before the replacement of an existing interest rate benchmark with an alternative risk-free rate (RFR). A hedging relationship is affected if IBOR reform gives rise to uncertainties about the timing and/or amount of benchmark-based cash flows of the hedged item or the hedging instrument. The reliefs require that for the purpose of determining whether a forecast transaction is highly probable, it is assumed that the IBOR on which the hedged cash flows are based is not altered as a result of IBOR reform.

IBOR reform Phase 1 also requires that for hedging relationships affected by IBOR reform, the Parent Company must assume that, for the purpose of assessing expected future hedge effectiveness, the interest rate is not altered as a result of IBOR reform. Further, the Parent Company is not required to discontinue the hedging relationship. The hedge ineffectiveness must be recognized in profit or loss, as normal.

The reliefs cease to apply once certain conditions are met. These include when the uncertainty arising from IBOR reform is no longer present with respect to the timing and amount of the benchmark-based cash flows of the hedged item, if the hedging relationship is discontinued, or once amounts in the cash flow hedge reserve have been released.

IBOR reform Phase 2 provides temporary reliefs that allow the Parent Company's hedging relationships to continue upon the replacement of an existing interest rate benchmark with an RFR. The reliefs require the Parent Company to amend the hedge designations and hedge documentation.



Cash flow hedges

The effective portion of the gain or loss on the hedging instrument is recognized in OCI as cash flow hedge reserve (Note 26) presented under 'Hedge-related reserve' in the balance sheet, while any ineffective portion is recognized immediately in the statement of income. The cash flow hedge reserve is adjusted to the lower of the cumulative gain or loss on the hedging instrument and the cumulative change in fair value of the hedged item. For 2022 and 2021, there is no ineffective portion recognized in the statement of income.

When foreign exchange forward contracts are used in hedging relationships, the Parent Company can designate the instrument in its entirety or exclude the forward element by designating the spot element only. The forward element in a foreign exchange forward contract is the difference between the spot and forward prices. When only the spot element is designated, the Parent Company has a choice to apply the cost of hedging accounting to the excluded forward element. In applying the cost of hedging accounting to the forward element of the foreign exchange forward contract, the change in the fair value of the forward element is recognized in OCI and accumulated in a separate component of equity. In case of a time period-related hedged item, the forward element that exists at inception is amortized from the separate component of equity to profit or loss on a systematic and rational basis. The unamortized portion of the cost of hedging is presented under 'Hedge-related reserve' in the balance sheet.

As of December 31, 2022, the Parent Company has interest rate swaps and foreign exchange forward contracts that have been designated as hedging instruments in cash flow hedges (Note 26). As of December 31, 2021, the Parent Company has interest rate swaps that have been designated as hedging instruments in cash flow hedges (Note 26).

Financial Liabilities

Financial liabilities which include deposit liabilities, bills payable, bonds payable, derivative liabilities, and other liabilities (except tax-related payables, pre-need reserves and post-employment defined benefit obligation) are recognized when the Group becomes a party to the contractual terms of the instrument.

Financial liabilities, except derivative liabilities, are recognized initially at their fair value and subsequently measured at amortized cost using the effective interest method. All interest-related charges incurred on financial liabilities are recognized as an expense in the statements of income under 'Interest expense'.

Deposit liabilities are stated at amounts in which they are to be paid. Interest is accrued periodically and recognized in a separate liability account before recognizing as part of deposit liabilities.

'Bills payable' and 'Bonds payable' are recognized initially at fair value, which is the issue proceeds (fair value of consideration received) less any issuance costs. These are subsequently measured at amortized cost, any difference between the proceeds net of transaction costs and the redemption value is recognized in the statement of income over the period of the borrowings using the effective interest method.

Securities sold under agreements to repurchase at a specified future date ('repos') are not derecognized from the statement of financial position. The corresponding cash received, including accrued interest, is recognized in the statement of financial position as SSURA included in 'Bills payable' and is considered as a loan to the Group, reflecting the economic substance of such transaction.



Derivative liabilities are recognized initially and subsequently measured at fair value with changes in fair value recognized in the statement of income, unless designated as an accounting hedge.

Derecognition of Financial Assets and Liabilities

Financial assets

A financial asset (or, where applicable, a part of a financial asset or part of a group of financial assets) is derecognized when:

- the rights to receive cash flows from the asset have expired; or
- the Group retains the right to receive cash flows from the asset, but has assumed an obligation to pay them in full without material delay to a third party under a "pass-through" arrangement; or
- the Group has transferred its rights to receive cash flows from the asset and either (a) has transferred substantially all the risks and rewards of the asset, or (b) has neither transferred nor retained the risks and rewards of the asset but has transferred control of the asset.

Where the Group has transferred its rights to receive cash flows from an asset or has entered into a pass-through arrangement and has neither transferred nor retained substantially all the risks and rewards of the asset nor transferred control of the asset, the asset is recognized to the extent of the Group's continuing involvement in the asset. Continuing involvement that takes the form of a guarantee over the transferred asset is measured at the lower of the original carrying amount of the asset and the maximum amount of consideration that the Group could be required to repay.

Modification of financial assets

The Group derecognizes a financial asset when the terms and conditions have been renegotiated to the extent that, substantially, it becomes a new asset, with the difference between its carrying amount and the fair value of the new asset recognized as a derecognition gain or loss in profit or loss, to the extent that an impairment loss has not already been recorded.

The Group considers both qualitative and quantitative factors in assessing whether a modification of financial asset is substantial or not. When assessing whether a modification is substantial, the Group considers the following factors, among others:

- Change in currency;
- Introduction of an equity feature;
- Change in counterparty; and
- If the modification results in the asset no longer considered SPPI.

The Group also performs a quantitative assessment similar to that being performed for modification of financial liabilities. In performing the quantitative assessment, the Group considers the new terms of a financial asset to be substantially different if the present value of the cash flows under the new terms, including any fees paid net of any fees received and discounted using the original effective interest rate, is at least 10% different from the present value of the remaining cash flows of the original financial asset.

When the contractual cash flows of a financial asset are renegotiated or otherwise modified and the renegotiation or modification does not result in the derecognition of that financial asset, the Group recalculates the gross carrying amount of the financial asset as the present value of the renegotiated or modified contractual cash flows discounted at the original EIR (or credit-adjusted EIR for purchased or originated credit-impaired financial assets) and recognizes a modification gain or loss in the statement of income.



When the modification of a financial asset results in the derecognition of the existing financial asset and the subsequent recognition of a new financial asset, the modified asset is considered a 'new' financial asset and a gain or loss on derecognition of the "old" financial asset is recognized in the statements of income, if any. Accordingly, the date of the modification shall be treated as the date of initial recognition of that financial asset when applying the impairment requirements to the modified financial asset. The newly recognized financial asset is classified as Stage 1 for ECL measurement purposes, unless the new financial asset is deemed to be purchased or originated as credit impaired (POCI).

Financial liabilities

A financial liability is derecognized when the obligation under the liability is discharged, cancelled, or has expired. Where an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as a derecognition of the original liability and the recognition of a new liability, and the difference in the respective carrying amounts is recognized in the statement of income.

Exchange or modification of financial liabilities

The Group considers both qualitative and quantitative factors in assessing whether a modification of financial liabilities is substantial or not. The terms are considered substantially different if the present value of the cash flows under the new terms, including any fees paid net of any fees received and discounted using the original effective interest rate, is at least 10% different from the present value of the remaining cash flows of the original financial liability. However, under certain circumstances, modification or exchange of a financial liability may still be considered substantial, even where the present value of the cash flows under the new terms is less than 10% different from the present value of the remaining cash flows of the original financial liability. There may be situations where the modification of the financial liability is so fundamental that immediate derecognition of the original financial liability is appropriate (e.g., restructuring a financial liability to include an embedded equity component).

When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as a derecognition of the original liability and the recognition of a new liability. The difference between the carrying value of the original financial liability and the fair value of the new liability is recognized in profit or loss.

When the exchange or modification of the existing financial liability is not considered as substantial, the Group recalculates the gross carrying amount of the financial liability as the present value of the renegotiated or modified contractual cash flows discounted at the original EIR and recognizes a modification gain or loss in profit or loss.

If modification of terms is accounted for as an extinguishment, any costs or fees incurred are recognized as part of the gain or loss on the extinguishment. If the modification is not accounted for as an extinguishment, any costs or fees incurred adjust the carrying amount of the financial instrument and are amortized over the remaining term of the modified financial instrument.

In the context of IBOR reform, the Group's assessment of whether a modification is substantial or not is made after applying the practical expedient introduced by IBOR reform Phase 2. The IBOR reform Phase 2 amendments allow as a practical expedient for changes to the basis for determining contractual cash flows to be treated as changes to a floating rate of interest, provided certain conditions are met. The conditions include that the change is necessary as a direct consequence of IBOR reform and that the transition takes place on an economically equivalent basis.



Financial Guarantees and Undrawn Loan Commitments

The Group issues financial guarantees and loan commitments. Financial guarantees are those issued by the Group to creditors as allowed under existing rules and regulations whereby it guarantees third party obligations by signing as guarantor in the contract/agreement. Undrawn loan commitments and letters of credit are commitments under which the Group is required, over the duration of the commitment, to provide a loan with pre-specified terms to the customer. The nominal contractual value of financial guarantees and undrawn loan commitments, where the loan agreed to be provided is on market terms, are not recorded in the balance sheet. These contracts are in the scope of the ECL requirements where the Group estimates the expected portion of the undrawn loan commitments that will be drawn over their expected life. The ECL related to loan commitments is recognized in 'Other liabilities'.

Write-offs

Financial assets are written off either partially or in their entirety when the Group no longer expects collections or recoveries within a foreseeable future. If the amount to be written off is greater than the accumulated loss allowance, the difference is first treated as an addition to the allowance that is then applied against the gross carrying amount. Any subsequent recoveries are credited to the 'Miscellaneous income' account in the statement of income.

Investment in Associates

Associates pertain to all entities over which the Group has significant influence, but not control, generally accompanying a shareholding of between 20.00% and 50.00% of the voting rights. In the consolidated and parent company financial statements, investments in associates are accounted for under the equity method of accounting.

Under the equity method, an investment in an associate is carried in the balance sheet at cost plus post-acquisition changes in the Group's share of the net assets of the associates. Goodwill, if any, relating to an associate is included in the carrying value of the investment and is not amortized. The statement of income reflects the share of the results of operations of the associate. Where there has been a change recognized directly in the equity of the associate, the Group recognizes its share of any changes and discloses this, when applicable, in the statement of changes in equity.

When the Group's share of losses in an associate equals or exceeds its interest in the associate, including any other unsecured receivables, the Group does not recognize further losses, unless it has incurred obligations or made payments on behalf of the associate. Profits or losses resulting from transactions between the Group and an associate are eliminated to the extent of the interest in the associate.

Dividends earned on this investment are recognized as a reduction from the carrying value of the investment.

The financial statements of the associate are prepared for the same reporting period as the Parent Company. Where necessary, adjustments are made to bring the accounting policies in line with those of the Group.

Upon loss of significant influence over the associate, the Group measures and recognizes any retained investment at its fair value. Any difference between the carrying amount of the associate upon loss of significant influence and the fair value of the retained investment and proceeds from disposal is recognized in profit or loss.



Investment in Subsidiaries

In the parent company financial statements, investment in subsidiaries is accounted for under the equity method of accounting similar to the investment in associates.

Business Combinations and Goodwill

Business combinations are accounted for using the acquisition method. The cost of an acquisition is measured as the aggregate of the consideration transferred, measured at acquisition date fair value, and the amount of any non-controlling interest in the acquiree. For each business combination, the acquirer measures the non-controlling interest in the acquiree either at fair value or at the proportionate share of the acquiree's identifiable net assets. Acquisition costs incurred are charged to profit or loss.

When the Group acquires a business, it assesses the financial assets and liabilities assumed for appropriate classification and designation in accordance with the contractual terms, economic circumstances, and pertinent conditions as at the acquisition date. This includes the separation of embedded derivatives in host contracts by the acquiree.

If the business combination is achieved in stages, the acquisition date fair value of the acquirer's previously held equity interest in the acquiree is remeasured to fair value at the acquisition date through profit or loss.

Any contingent consideration to be transferred by the acquirer will be recognized at fair value at the acquisition date. Subsequent changes to the fair value of the contingent consideration which is deemed to be an asset or liability, will be recognized in accordance with PFRS 9, either in profit or loss or as a charge to OCI. If the contingent consideration is classified as equity, it should not be remeasured until it is finally settled within equity.

Goodwill is initially measured at cost, being the excess of the aggregate of fair value of the consideration transferred and the amount recognized for non-controlling interest over the net identifiable assets acquired and liabilities assumed. If this consideration is lower than the fair value of the net assets of the subsidiary acquired, the difference is recognized in profit or loss as gain on bargain purchase under 'Miscellaneous income'.

After initial recognition, goodwill is measured at cost less any accumulated impairment losses.

Goodwill is tested for impairment annually or more frequently if events or changes in circumstances indicate the carrying value may be impaired. For the purpose of impairment testing, goodwill acquired in a business combination is, from the date of acquisition, allocated to each of the Group's CGUs, or groups of CGUs, that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the acquiree are assigned to those units or group of units. Each unit or group of units to which the goodwill is allocated:

- represents the lowest level within the Group at which the goodwill is monitored for internal management purposes; and
- is not larger than an operating segment identified for segment reporting purposes.

Where goodwill forms part of a CGU (or group of CGUs) and part of the operation within that unit is disposed of, the goodwill associated with the operation disposed of is included in the carrying amount of the operation when determining the gain or loss on disposal of the operation. Goodwill disposed of in this circumstance is measured based on the relative values of the operation disposed of and the portion of the CGU retained.



Cash Dividend and Non-cash Distribution to Equity Holders of the Parent Company

The Group recognizes a liability to make cash or non-cash distributions to equity holders of the Parent Company when the distribution is authorized and the distribution is no longer at the discretion of the Group. A corresponding amount is recognized directly in equity.

Non-cash distributions are measured at the fair value of the assets to be distributed, with fair value remeasurement recognized directly in equity.

Upon distribution of non-cash assets, any difference between the carrying amount of the liability and the carrying amount of the assets distributed is recognized in the statement of income.

Bank Premises, Furniture, Fixtures and Equipment

Land is stated at cost less any impairment in value while depreciable properties such as buildings, leasehold improvements, and furniture, fixtures and equipment are stated at cost less accumulated depreciation and amortization, and any impairment in value. Such cost includes the cost of replacing part of the bank premises, furniture, fixtures and equipment when that cost is incurred and if the recognition criteria are met, but excluding repairs and maintenance costs.

Construction-in-progress is stated at cost less any impairment in value. The initial cost comprises its construction cost and any directly attributable costs of bringing the asset to its working condition and location for its intended use, including borrowing costs. Construction-in-progress is not depreciated until such time that the relevant assets are completed and put into operational use.

Depreciation and amortization is calculated using the straight-line method over the estimated useful life (EUL) of the depreciable assets as follows:

	EUL
Buildings	50 years
Furniture, fixtures and equipment	3 to 5 years
Leasehold improvements	Shorter of 6 years or the related lease terms

The depreciation and amortization method and useful life are reviewed periodically to ensure that the method and period of depreciation and amortization are consistent with the expected pattern of economic benefits from items of bank premises, furniture, fixtures and equipment and leasehold improvements.

An item of bank premises, furniture, fixtures and equipment is derecognized upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising on derecognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in the statement of income in the year the asset is derecognized.



Investment Properties

Investment properties include real properties acquired in settlement of loans and receivables which are measured initially at cost, including certain transaction costs. Investment properties acquired through a nonmonetary asset exchange is measured initially at fair value unless (a) the exchange lacks commercial substance or (b) the fair value of neither the asset received nor the asset given up is reliably measurable. The difference between the fair value of the investment property upon foreclosure and the carrying value of the loan is recognized under 'Gain on asset foreclosure and dacion transactions' in the statement of income. Subsequent to initial recognition, depreciable investment properties are stated at cost less accumulated depreciation and any accumulated impairment in value except for land which is stated at cost less impairment in value.

Expenditures incurred after the investment properties have been put into operation, such as repairs and maintenance costs, are normally charged against income in the period in which the costs are incurred.

Depreciation is calculated on a straight-line basis using the remaining EUL of the building and improvement components of investment properties which ranged from 10 to 33 years from the time of acquisition of the investment properties.

Investment properties are derecognized when they have either been disposed of or when the investment properties are permanently withdrawn from use and no future benefit is expected from their disposal. Any gains or losses on the derecognition of an investment property are recognized as 'Gain on sale of investment properties' in the statement of income in the year of derecognition.

Transfers are made to investment properties when, and only when, there is a change in use evidenced by ending of owner occupation, commencement of an operating lease to another party or ending of construction or development. Transfers are made from investment properties when, and only when, there is a change in use evidenced by commencement of owner occupation or commencement of development with a view to sale.

Intangible Assets

Intangible assets include software cost and branch licenses resulting from the Parent Company's acquisition of CBSI, Unity Bank, and PDB (Notes 11 and 14).

Software costs

Costs related to software purchased by the Group for use in operations are amortized on a straight-line basis over 3 to 10 years. The amortization method and useful life are reviewed periodically to ensure that the method and period of amortization are consistent with the expected pattern of economic benefits embodied in the asset.

Branch licenses

The branch licenses are initially measured at cost as of the date of acquisition (at fair value if part of assets acquired in a business combination) and are deemed to have an indefinite useful life as there is no foreseeable limit to the period over which they are expected to generate net cash inflows for the Group.

Such intangible assets are not amortized, instead they are tested for impairment annually either individually or at the CGU level. Impairment is determined by assessing the recoverable amount of each CGU (or group of CGUs) to which the intangible asset relates. Recoverable amount represents the CGU's value in use. Where the recoverable amount of the CGU is less than its carrying amount, an impairment loss is recognized.



Gains and losses arising from derecognition of an intangible asset are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognized in earnings when the asset is derecognized.

Exchange Trading Right

Exchange trading right is a result of the Philippine Stock Exchange (PSE) conversion plan, as discussed in Note 14, to preserve access of CBCSec to the trading facilities and continue transacting business in the PSE. Exchange trading right is carried at original cost less any allowance for impairment loss. CBCSec does not intend to sell the exchange trading right in the near future.

The exchange trading right is an intangible asset that is regarded as having an indefinite useful life as there is no foreseeable limit to the period over which this asset is expected to generate net cash inflows for the Group but is tested annually for any impairment in realizable value.

Impairment of Non-financial Assets

At each reporting date, the Group assesses whether there is any indication that its non-financial assets (e.g., investment in associates, investment properties, bank premises, furniture, fixtures and equipment, goodwill and intangible assets) may be impaired. When an indicator of impairment exists or when an annual impairment testing for an asset is required, the Group makes a formal estimate of recoverable amount.

Recoverable amount is the higher of an asset's (or CGU's) fair value less costs to sell and its value in use and is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets or groups of assets, in which case the recoverable amount is assessed as part of the CGU to which it belongs. Where the carrying amount of an asset (or CGU) exceeds its recoverable amount, the asset (or CGU) is considered impaired and is written down to its recoverable amount. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset (or CGU).

An impairment loss is charged to operations in the year in which it arises.

For non-financial assets, excluding goodwill and branch licenses, an assessment is made at each reporting date as to whether there is any indication that previously recognized impairment losses may no longer exist or may have decreased. If such indication exists, the recoverable amount is estimated. A previously recognized impairment loss is reversed, except for goodwill, only if there has been a change in the estimates used to determine the asset's recoverable amount since the last impairment loss was recognized. If that is the case, the carrying amount of the asset is increased to its recoverable amount. That increased amount cannot exceed the carrying amount that would have been determined, net of depreciation, had no impairment loss been recognized for the asset in prior years. Such reversal is recognized in the statement of income. After such a reversal, the depreciation expense is adjusted in future years to allocate the asset's revised carrying amount, less any residual value, on a systematic basis over its remaining life.

Accounting Policy on Leases

The Group assesses at contract inception whether a contract is, or contains, a lease. That is, if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration.



Group as a lessee

The Group applies a single recognition and measurement approach for all leases, except for short-term leases and leases of low-value assets. The Group recognizes lease liabilities to make lease payments and right-of-use assets representing the right to use the underlying assets.

i) Right-of-use assets

The Group recognizes right-of-use assets at the commencement date of the lease (i.e., the date the underlying asset is available for use). Right-of-use assets are measured at cost, less any accumulated depreciation and impairment losses, and adjusted for any remeasurement of lease liabilities. The cost of right-of-use assets includes the amount of lease liabilities recognized adjusted by lease payments made at or before the commencement date and lease incentives received. Right-of-use assets are depreciated on a straight-line basis over the shorter of the lease term and the estimated useful lives of the depreciable assets. The depreciation expense is presented under 'Depreciation and Amortization' in the statement of income.

If ownership of the leased asset transfers to the Group at the end of the lease term or the cost reflects the exercise of a purchase option, depreciation is calculated using the estimated useful life of the asset.

The right-of-use assets are also subject to impairment. Refer to the accounting policies on Impairment of Non-financial Assets.

ii) Lease liabilities

At the commencement date of the lease, the Group recognizes lease liabilities measured at the present value of lease payments to be made over the lease term. The lease payments include fixed payments (including in-substance fixed payments) less any lease incentives receivable, variable lease payments that depend on an index or a rate, and amounts expected to be paid under residual value guarantees. The lease payments also include the exercise price of a purchase option reasonably certain to be exercised by the Group and payments of penalties for terminating the lease, if the lease term reflects the Group exercising the option to terminate. Variable lease payments that do not depend on an index or a rate are recognized as expenses in the period in which the event or condition that triggers the payment occurs. In calculating the present value of lease payments, the Group uses its incremental borrowing rate at the lease commencement date because the interest rate implicit in the lease is not readily determinable. After the commencement date, the amount of lease liabilities is increased to reflect the accretion of interest and reduced for the lease payments made. In addition, the carrying amount of lease liabilities is remeasured if there is a modification, a change in the lease term, a change in the lease payments (e.g., changes to future payments resulting from a change in an index or rate used to determine such lease payments), or a change in the assessment of an option to purchase the underlying asset.

iii) Short-term leases and leases of low-value assets

The Group applies the short-term lease recognition exemption to its short-term leases of branch sites (i.e., those leases that have a lease term of 12 months or less from the commencement date and do not contain a purchase option). It also applies the lease of low-value assets recognition exemption to leases of ATM sites that are considered to be low value. Lease payments on short-term leases and leases of low value assets are recognized as expense on a straight-line basis over the lease term.

Group as a lessor

Leases in which the Group does not transfer substantially all the risks and rewards incidental to ownership of an asset are classified as operating leases. Rental income arising from leased properties is accounted for on a straight-line basis over the lease terms and is included in revenue in the statement of income due to its operating nature. Initial direct costs incurred in negotiating and



arranging an operating lease are added to the carrying amount of the leased asset and recognized over the lease term on the same basis as rental income. Contingent rents are recognized as revenue in the period in which they are earned.

Capital Stock

Capital stocks are recorded at par. Proceeds in excess of par value are recognized under equity as 'Capital paid in excess of par value' in the balance sheet. Incremental costs incurred which are directly attributable to the issuance of new shares are shown in equity as a deduction from proceeds, net of tax.

Revenue Recognition

Revenues within the scope of PFRS 15, Revenue from Contracts with Customers

Revenue from contract with customers is recognized upon transfer of promised goods or services to customers at an amount that reflects the consideration to which an entity expects to be entitled in exchange for transferring goods or services to a customer. The Group and the Parent Company exercise judgment, taking into consideration all of the relevant facts and circumstances, when applying each step of the five-step model to contracts with customers.

The following specific recognition criteria must be met before revenue is recognized for contracts within the scope of PFRS 15:

Fee and commission income

The Group earns fee and commission income from a diverse range of services it provides to its customers. Fee income can be divided into the following two categories:

- a. *Fee income earned from services that are provided over a certain period of time*
Fees earned for the provision of services over a period of time are accrued over that period. These fees include investment fund fees, custodian fees, fiduciary fees, credit-related fees, asset management fees, portfolio and other management fees, and advisory fees.
- b. *Fee income from providing transactions services*
Fees arising from negotiating or participating in the negotiation of a transaction for a third party - such as commission income, underwriting fees, corporate finance fees, and brokerage fees for the arrangement of the acquisition of shares or other securities or the purchase or sale of businesses - are recognized on completion of the underlying transaction. Fees or components of fees that are linked to a certain performance are recognized after fulfilling the corresponding criteria.

Loan syndication fees are recognized in the statement of income when the syndication has been completed and the Group retains no part of the loans for itself or retains part at the same EIR as for the other participants.

Service charges and penalties

Service charges and penalties are recognized only upon collection or accrued where there is a reasonable degree of certainty as to their collectability.

Other income

Income from sale of service is recognized upon rendition of the service. Income from sale of properties is recognized when control has been transferred to the counterparty and when the collectability of the sales price is reasonably assured.



Revenues outside the scope of PFRS 15

Interest income

For all interest-bearing financial assets, interest income is recorded either (i) at EIR, which is the rate that exactly discounts estimated future cash payments or receipts through the expected life of the financial instrument or a shorter period, where appropriate, to the net carrying amount of the financial asset or financial liability, or (ii) at rate stated in the contract. The calculation takes into account all contractual terms of the financial instrument (for example, prepayment options), includes any fees or incremental costs that are directly attributable to the instrument and are an integral part of the EIR, as applicable, but not future credit losses. The adjusted carrying amount is calculated based on the original EIR. The change in carrying amount is recorded as 'Interest income'. Loan commitment fees for loans that are likely to be drawn down are deferred (together with any incremental costs) and recognized as an adjustment to the EIR on the loan. If the commitment expires without the Group making the loan, the commitment fees are recognized as other income on expiry.

Once the recorded value of a financial asset or group of similar financial assets has been reduced due to an impairment loss, interest income continues to be recognized using the original EIR applied to the new carrying amount.

Dividend income

Dividend income is recognized when the Group's right to receive payment is established.

Trading and securities gain (loss) - net

This represents results arising from trading activities and sale of FVOCI debt financial assets.

Gain on disposal of investment securities at amortized cost

This represents results arising from sale of investment securities measured at amortized cost.

Expense Recognition

Expense is recognized when it is probable that a decrease in future economic benefits related to a decrease in an asset or an increase in liability has occurred and the decrease in economic benefits can be measured reliably. Revenues and expenses that relate to the same transaction or other event are recognized simultaneously.

Interest expense

Interest expense for all interest-bearing financial liabilities are recognized in 'Interest expense' in the statement of income using the EIR of the financial liabilities to which they relate.

Operating expenses

Operating expenses constitute costs which arise in the normal business operation and are recognized when incurred.

Taxes and licenses

This includes all other taxes, local and national, including gross receipts taxes (GRT), documentary stamp taxes, real estate taxes, licenses, and permit fees. Taxes and licenses are recognized when incurred.

Retirement Benefits

Defined benefit plan

The net defined benefit liability or asset is the aggregate of the present value of the defined benefit obligation at the end of the reporting period reduced by the fair value of plan assets and adjusted for any effect of limiting a net defined benefit asset to the asset ceiling. The defined benefit obligation is



calculated annually by an independent actuary. The present value of the defined benefit obligation is determined by discounting the estimated future cash outflows using interest rates on government bonds that have terms to maturity approximating the terms of the related retirement liability. The asset ceiling is the present value of any economic benefits available in the form of refunds from the plan or reductions in future contributions to the plan.

The cost of providing benefits under the defined benefit plans is actuarially determined using the projected unit credit method.

Defined benefit costs and remeasurements comprise the following:

- (a) service cost;
- (b) net interest on the net defined benefit liability or asset; and
- (c) remeasurements of net defined benefit liability or asset.

Service costs which include current service costs, past service costs, and gains or losses on non-routine settlements are recognized as expense in profit or loss. Past service costs are recognized when plan amendment or curtailment occurs.

Net interest on the net defined benefit liability or asset is the change during the period in the net defined benefit liability or asset that arises from the passage of time which is determined by applying the discount rate based on Philippine government bonds to the net defined benefit liability or asset. Net interest on the net defined benefit liability or asset is recognized as expense or income in profit or loss.

Remeasurements comprising actuarial gains and losses, return on plan assets and any change in the effect of the asset ceiling (excluding net interest on defined benefit liability) are recognized immediately in OCI in the period in which they arise. Remeasurements are not reclassified to profit or loss in subsequent periods.

Plan assets are assets that are held by a long-term employee benefit fund. Plan assets are not available to the creditors of the Group, nor can they be paid directly to the Group. The fair value of plan assets is based on market price information. When no market price is available, the fair value of plan assets is estimated by discounting expected future cash flows using a discount rate that reflects both the risk associated with the plan assets and the maturity or expected disposal date of those assets (or, if they have no maturity, the expected period until the settlement of the related obligations).

The Group's right to be reimbursed of some or all of the expenditure required to settle a defined benefit obligation is recognized as a separate asset at fair value when, and only when, reimbursement is virtually certain. If the fair value of the plan assets is higher than the present value of the defined benefit obligation, the measurement of the resulting defined benefit asset is limited to the present value of economic benefits available in the form of refunds from the plan or reductions in future contributions to the plan.

Employee leave entitlement

Employee entitlements to annual leave are recognized as a liability when they are accrued to the employees. The undiscounted liability for leave expected to be settled after the end of the annual reporting period is recognized for services rendered by employees up to the end of the reporting period.



Share-based Payments (Stock Grants)

Employees (including senior executives) of the Group receive remuneration in the form of share-based payments (stock grants), whereby employees render services as consideration for equity instruments (equity-settled transactions).

Equity-settled transactions

The cost of equity-settled transactions is determined by the fair value at the date when the grant is made using an appropriate valuation model. That cost is recognized in employee benefits expense, together with a corresponding increase in equity (other capital reserves), over the period in which the service and, where applicable, the performance conditions are fulfilled (the vesting period). The cumulative expense recognized for equity-settled transactions at each reporting date until the vesting date reflects the extent to which the vesting period has expired and the Group's best estimate of the number of equity instruments that will ultimately vest. The expense or credit in the statement of income for a period represents the movement in cumulative expense recognized as at the beginning and end of that period.

Service and non-market performance conditions are not taken into account when determining the grant date fair value of awards, but the likelihood of the conditions being met is assessed as part of the Group's best estimate of the number of equity instruments that will ultimately vest. Market performance conditions are reflected within the grant date fair value. Any other conditions attached to an award, but without an associated service requirement, are considered to be non-vesting conditions. Non-vesting conditions are reflected in the fair value of an award and lead to an immediate expensing of an award unless there are also service and/or performance conditions. No expense is recognized for awards that do not ultimately vest because non-market performance and/or service conditions have not been met. Where awards include a market or non-vesting condition, the transactions are treated as vested irrespective of whether the market or non-vesting condition is satisfied, provided that all other performance and/or service conditions are satisfied. When the terms of an equity-settled award are modified, the minimum expense recognized is the grant date fair value of the unmodified award, provided the original vesting terms of the award are met. An additional expense, measured as at the date of modification, is recognized for any modification that increases the total fair value of the share-based payment transaction, or is otherwise beneficial to the employee. Where an award is cancelled by the Group or by the counterparty, any remaining element of the fair value of the award is expensed immediately through profit or loss.

When the equity-settled transactions vest immediately but the grant date is not yet determined as of reporting date, the Group recognizes the expense and the corresponding increase in equity using the estimated grant date fair value as of reporting date. Subsequently, once the grant date is determined, the Group revises the estimate based on the actual grant date fair value.

Provisions and Contingencies

Provisions are recognized when the Group has a present obligation (legal or constructive) as a result of a past event and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. Where the Group expects some or all of a provision to be reimbursed, for example, under an insurance contract, the reimbursement is recognized as a separate asset but only when the reimbursement is virtually certain. The expense relating to any provision is presented in the statement of income, net of any reimbursement. If the effect of the time value of money is material, provisions are determined by discounting the expected future cash flows at a pre-tax rate that reflects current market assessments of the time value of money and, where appropriate, the risks specific to the liability. Where discounting is used, the increase in the provision due to the passage of time is recognized as an interest expense.



Contingent liabilities are not recognized in the financial statements but are disclosed, unless the possibility of an outflow of resources embodying economic benefits is remote. Contingent assets are not recognized but are disclosed in the financial statements when an inflow of economic benefits is probable.

Income Taxes

Current tax

Current tax assets and liabilities for the current and prior periods are measured at the amount expected to be recovered from or paid to the taxation authorities. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted as of the reporting date. Effective January 1, 2019, management periodically evaluates positions taken in the tax return with respect to situations in which applicable tax regulations are subject to interpretations and establishes provisions where appropriate.

Deferred tax

Deferred tax is provided, using the balance sheet liability method, on all temporary differences at the reporting date between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes.

Deferred tax liabilities are recognized for all taxable temporary differences. Deferred tax assets are recognized for all deductible temporary differences, carry forward of unused tax credits from the excess of minimum corporate income tax (MCIT) over the regular corporate income tax (RCIT), and unused net operating loss carryover (NOLCO), to the extent that it is probable that sufficient taxable profit will be available against which the deductible temporary differences and carry forward of unused tax credits from MCIT and unused NOLCO can be utilized. Deferred tax, however, is not recognized on temporary differences that arise from the initial recognition of an asset or liability in a transaction that is not a business combination and, at the time of the transaction, affects neither the accounting income nor taxable income.

Deferred tax liabilities are not provided on non-taxable temporary differences associated with investments in domestic subsidiaries and associates.

The carrying amount of deferred tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be utilized. Unrecognized deferred tax assets are reassessed at each reporting date and are recognized to the extent that it has become probable that future taxable profit will allow the deferred tax asset to be recovered.

Deferred tax assets and liabilities are measured at the tax rates that are applicable to the period when the asset is realized or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted at the reporting date.

Current tax and deferred tax relating to items recognized directly in equity is also recognized in equity and not in the statement of income.

Deferred tax assets and deferred tax liabilities are offset if a legally enforceable right exists to set off current tax assets against current tax liabilities and deferred taxes relate to the same taxable entity and the same taxation authority.



Earnings per Share

Basic earnings per share (EPS) is computed by dividing net income for the year by the weighted average number of common shares outstanding during the year after giving retroactive effect to stock splits, stock dividends declared and stock rights exercised during the year, if any.

The Parent Company computes diluted EPS when there are outstanding dilutive potential common shares. Diluted EPS is computed by adjusting both the net income for the year and the weighted average number of common shares outstanding during the year with the impact of the dilutive potential common stock issuance transaction.

Dividends on Common Shares

Dividends on common shares are recognized as a liability and deducted from equity when approved by the respective shareholders of the Parent Company and its subsidiaries. Dividends declared during the year that are approved after the reporting date are dealt with as an event after the reporting date.

Segment Reporting

The Group's operating businesses are organized and managed separately according to the nature of the products and services provided, with each segment representing a strategic business unit that offers different products and serves different markets. Financial information on business segments is presented in Note 32. The Group's revenue-producing assets are located in the Philippines (i.e., one geographical location). Therefore, geographical segment information is no longer presented.

Fiduciary Activities

Assets and income arising from fiduciary activities together with related undertakings to return such assets to customers are excluded from the financial statements where the Parent Company acts in a fiduciary capacity such as nominee, trustee, or agent.

Events after the Reporting Period

Any post year-end events that provide additional information about the Group's position at the reporting date (adjusting event) are reflected in the Group's financial statements. Post year-end events that are not adjusting events, if any, are disclosed when material to the financial statements.

Standards Issued but Not Yet Effective

There are new PFRSs, amendments, interpretation and annual improvements, to existing standards which are effective for annual periods subsequent to 2022. Management will adopt the following relevant pronouncements in accordance with their transitional provisions; and, unless otherwise stated, none of these are expected to have significant impact on the Group's financial statements:

Effective beginning on or after January 1, 2023

- Amendments to PAS 12, *Deferred Tax related to Assets and Liabilities arising from a Single Transaction*

The amendments narrow the scope of the initial recognition exception under PAS 12, so that it no longer applies to transactions that give rise to equal taxable and deductible temporary differences.

The amendments also clarify that where payments that settle a liability are deductible for tax purposes, it is a matter of judgement (having considered the applicable tax law) whether such deductions are attributable for tax purposes to the liability recognized in the financial statements (and interest expense) or to the related asset component (and interest expense).

An entity applies the amendments to transactions that occur on or after the beginning of the earliest comparative period presented for annual reporting periods on or after January 1, 2023.



- Amendments to PAS 8, *Definition of Accounting Estimates*

The amendments introduce a new definition of accounting estimates and clarify the distinction between changes in accounting estimates and changes in accounting policies and the correction of errors. Also, the amendments clarify that the effects on an accounting estimate of a change in an input or a change in a measurement technique are changes in accounting estimates if they do not result from the correction of prior period errors.

An entity applies the amendments to changes in accounting policies and changes in accounting estimates that occur on or after January 1, 2023 with earlier adoption permitted. The amendments are not expected to have a material impact on the Group.

- Amendments to PAS 1 and PFRS Practice Statement 2, *Disclosure of Accounting Policies*

The amendments provide guidance and examples to help entities apply materiality judgements to accounting policy disclosures. The amendments aim to help entities provide accounting policy disclosures that are more useful by:

- Replacing the requirement for entities to disclose their 'significant' accounting policies with a requirement to disclose their 'material' accounting policies, and
- Adding guidance on how entities apply the concept of materiality in making decisions about accounting policy disclosures

The amendments to the Practice Statement provide non-mandatory guidance. Meanwhile, the amendments to PAS 1 are effective for annual periods beginning on or after January 1, 2023. Early application is permitted as long as this fact is disclosed. The amendments are not expected to have a material impact on the Group.

Effective beginning on or after January 1, 2024

- Amendments to PAS 1, *Classification of Liabilities as Current or Non-current*

The amendments clarify paragraphs 69 to 76 of PAS 1, *Presentation of Financial Statements*, to specify the requirements for classifying liabilities as current or non-current. The amendments clarify:

- What is meant by a right to defer settlement;
- That a right to defer must exist at the end of the reporting period;
- That classification is unaffected by the likelihood that an entity will exercise its deferral right; and
- That only if an embedded derivative in a convertible liability is itself an equity instrument would the terms of a liability not impact its classification.

The amendments are effective for annual reporting periods beginning on or after January 1, 2023 and must be applied retrospectively. However, in November 2021, the International Accounting Standards Board (IASB) tentatively decided to defer the effective date to no earlier than January 1, 2024.

Effective beginning on or after January 1, 2025

- PFRS 17, *Insurance Contracts*

PFRS 17 is a comprehensive new accounting standard for insurance contracts covering recognition and measurement, presentation and disclosure. Once effective, PFRS 17 will replace



PFRS 4, *Insurance Contracts*. This new standard on insurance contracts applies to all types of insurance contracts (i.e., life, non-life, direct insurance and re-insurance), regardless of the type of entities that issue them, as well as to certain guarantees and financial instruments with discretionary participation features. A few scope exceptions will apply.

The overall objective of PFRS 17 is to provide an accounting model for insurance contracts that is more useful and consistent for insurers. In contrast to the requirements in PFRS 4, which are largely based on grandfathering previous local accounting policies, PFRS 17 provides a comprehensive model for insurance contracts, covering all relevant accounting aspects. The core of PFRS 17 is the general model, supplemented by:

- A specific adaptation for contracts with direct participation features (the variable fee approach)
- A simplified approach (the premium allocation approach) mainly for short-duration contracts

On December 15, 2021, the FRSC amended the mandatory effective date of PFRS 17 from January 1, 2023 to January 1, 2025. This is consistent with Circular Letter No. 2020-62 issued by the Insurance Commission which deferred the implementation of PFRS 17 by two (2) years after its effective date as decided by the IASB.

PFRS 17 is effective for reporting periods beginning on or after January 1, 2025, with comparative figures required. Early application is permitted.

3. Significant Accounting Judgments and Estimates

The preparation of the financial statements in accordance with PFRS requires the Group to make judgments and estimates that affect the reported amounts of assets, liabilities, income, and expenses and disclosure of contingent assets and contingent liabilities at reporting date. Future events may occur which will cause the judgments and assumptions used in arriving at the estimates to change. The effects of any change in judgments and estimates are reflected in the financial statements as they become reasonably determinable.

Judgments and estimates are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Judgments

a. Financial instruments

Where the fair values of financial assets and financial liabilities recorded on the balance sheet or disclosed in the notes cannot be derived from active markets, they are determined using discounted cash flow model, incorporating inputs such as current market rates of comparable instruments. The carrying values and corresponding fair values of financial instruments, as well as the manner in which fair values were determined, are discussed in more detail in Note 5.

b. Contingencies

The Group is currently involved in various legal proceedings. The estimate of the probable costs for the resolution of these claims has been developed in consultation with outside counsel handling the Group's defense in these matters and is based upon an analysis of potential results. The Group currently does not believe that these proceedings will have a material adverse effect on the financial statements (Note 31).



c. *Evaluation of business model in managing financial assets*

The Group manages its financial assets based on business models that maintain an adequate level of financial assets to match its expected cash outflows, largely arising from customers' withdrawals and continuing loan disbursements to borrowers, while maintaining a strategic portfolio of financial assets for investment and trading activities consistent with its risk appetite.

The Group developed business models which reflect how it manages its portfolio of financial instruments. The Group's business models need not be assessed at the entity level or as a whole but applied at the level of a portfolio of financial instruments (i.e., group of financial instruments that are managed together by the Group) and not on an instrument-by-instrument basis (i.e., not based on intention or specific characteristics of individual financial instrument).

In determining the classification of a financial instrument under PFRS 9, the Group evaluates which business model a financial asset or a portfolio of financial assets belong to, taking into consideration the objectives of each business model established by the Group, various risks and key performance indicators being reviewed and monitored by responsible officers, as well as the manner of compensation for them. The Group also considers the frequency, value, reasons, and timing of past sales and expectation of future sales activity in this evaluation.

In addition, PFRS 9 emphasizes that if more than an infrequent and more than an insignificant sale is made out of a portfolio of financial assets carried at amortized cost, an entity should assess whether and how such sales are consistent with the objective of collecting contractual cash flows. In making this judgment, the Group considers certain circumstances to assess that an increase in the frequency and value of sales of financial instruments in a particular period is not necessarily inconsistent with a held-to-collect business model if the Group can explain the reasons for those sales and why those sales do not reflect a change in the Group's objective for the business model.

The business model assessment is based on reasonably expected scenarios without taking worst case or stress case scenarios into account. If cash flows, after initial recognition, are realized in a way that is different from the Group's original expectations, the Group does not change the classification of the remaining financial assets held in that business model but incorporates such information when assessing newly originated or newly purchased financial assets going forward; unless a change in business model has taken place, in such case, reclassification is necessary.

In 2022, 2021, and 2020, investment securities at amortized cost held by the Parent Company were either redeemed or sold. The disposals were assessed by the Parent Company as not inconsistent with the portfolios' business models considering the conditions and reasons for which the disposals were made. Further, the disposals did not result in a change in business model and the remaining securities in the affected portfolios continue to be accounted for at amortized cost. The details of and the reasons for the disposals and redemptions are disclosed in Note 9.

Testing the cash flow characteristics of financial assets

In determining the classification of financial assets under PFRS 9, the Group assesses whether the contractual terms of the financial assets give rise on specified dates to cash flows that are SPPI on the principal amount outstanding, with interest representing time value of money and credit risk associated with the principal amount outstanding. The assessment as to whether the cash flows meet the test is made in the currency in which the financial asset is denominated. Any other contractual term that changes the timing or amount of cash flows (unless it is a variable interest rate that represents time value of money and credit risk), i.e., cash flows that are non-SPPI, does not meet the amortized cost and FVOCI criteria. In cases where the relationship between the passage of time and the interest rate of the financial instrument may be imperfect, known as modified time value of money, the Group assesses the modified time value of money feature to



determine whether the financial instrument still meets the SPPI criterion. The objective of the assessment is to determine how different the undiscounted contractual cash flows could be from the undiscounted cash flows that would arise if the time value of money element was not modified (the benchmark cash flows). If the resulting difference is significant, the SPPI criterion is not met. In view of this, the Group considers the effect of the modified time value of money element in each reporting period and cumulatively over the life of the financial instrument.

d. Hedge accounting

In 2020, the Parent Company designated the hedge relationship between its floating rate bond payable (see Note 18) and an interest rate swap as a cash flow hedge. In 2021, the Parent Company designated the hedge relationships between (i) the interest rate risk component of its Treasury time deposits and Retail Banking Business Segment (RBB) time deposits and (ii) interest rate swaps as cash flow hedges. In 2022, the Parent Company designated the hedge relationship between (i) the foreign exchange risk component of certain foreign exchange spot transactions and of future interest payments and (ii) and the spot element of certain foreign exchange forward contracts.

The Parent Company's hedge accounting policies include an element of judgment and estimation, in particular in respect of the existence of highly probable cash flows for inclusion within the cash flow hedge. Estimates of future interest rates and the general economic environment will influence the availability and timing of suitable hedged items, with an impact on the effectiveness of the hedge relationships. Details of the Parent Company's hedging transactions are described in Note 26.

The Parent Company applies the temporary reliefs provided by the IBOR reform Phase 1 amendments, which enable its hedge accounting to continue during the period of uncertainty, before the replacement of an existing interest rate benchmark with an alternative nearly RFR. For the purpose of determining whether a forecast transaction is highly probable, the reliefs require it to be assumed that the IBOR on which the hedged cash flows are based is not altered as a result of the IBOR reform. The reliefs end when the Parent Company judges that the uncertainty arising from IBOR reform is no longer present for the hedging relationships referenced to IBORs. This applies when the hedged item has already transitioned from IBOR to an RFR and also to exposures that have transitioned or will transition via fallback to an RFR when LIBOR ceases. The one-week and two-month LIBOR ceased on January 1, 2022. The overnight and 1-, 3-, 6-, and 12-month USD LIBOR will cease immediately after June 30, 2023. The cessation of these LIBORs does not have an impact on the Parent Company's existing hedge relationships.

The IBOR reform Phase 2 provides temporary reliefs to enable the Parent Company's hedging relationships to continue upon the replacement of an existing interest rate benchmark with an RFR.

Estimates

a. Expected credit losses on financial assets and commitments

The Group reviews its debt financial assets and commitments at each reporting date to determine the amount of ECL to be recognized in the balance sheet and any changes thereto in the statement of income. In particular, judgments and estimates by management are required in determining:

- whether a financial asset has had a significant increase in credit risk since initial recognition;
- whether a default has taken place and what comprises a default;
- macro-economic factors that are relevant in measuring a financial asset's probability of default as well as the Group's forecast of these macro-economic factors;



- probability weights applied over a range of possible outcomes;
- sufficiency and appropriateness of data used and relationships assumed in building the components of the Group's expected credit loss models; and
- the measurement of the exposure at default for unused commitments on which an expected credit loss should be recognized and the applicable loss rate.

The related allowance for credit losses of financial assets and commitments of the Group and the Parent Company are disclosed in Notes 16 and 21.

b. Impairment of goodwill and branch licenses

The Group performs impairment review of goodwill and branch licenses with indefinite useful life annually or more frequently if events or changes in circumstances indicate that the carrying value may be impaired. Impairment is determined for goodwill and branch licenses by assessing the recoverable amount of the cash generating unit (CGU) to which the goodwill and branch licenses are attributed. The recoverable amount of the CGU is determined based on a value in use (VIU) calculation using cash flow projections from financial budgets approved by senior management covering a five-year period. For VIU, the Group estimates the discount rate used for the computation of the net present value by reference to the weighted cost of capital of comparable banks. The impairment assessment process requires significant judgment and is based on assumptions, specifically loan and deposit growth rates, discount rate, and the long-term growth rates.

Where the recoverable amount is less than the carrying amount of the CGU to which goodwill and branch licenses have been allocated, an impairment loss is recognized immediately in the statement of income. Impairment losses relating to goodwill cannot be reversed for subsequent increases in its recoverable amount in future periods. The carrying values of the Group's goodwill and branch licenses are disclosed in Note 14.

c. Present value of defined benefit obligation and retirement expense

The determination of the Group's net present value of defined benefit obligation and annual retirement expense is determined using actuarial valuations. An actuarial valuation involves making assumptions that may differ from actual developments in the future. These assumptions include, among others, discount rates and salary rates.

The assumed discount rates were determined using the market yields on Philippine government bonds with terms consistent with the expected employee benefit payout as of the reporting date. The salary increase rates were based on the Group's expectations of future salary increases, which take into account the inflation, seniority and promotion

The present value of the defined benefit obligation, including the details of the assumptions used in the calculation, are disclosed in Note 25.

d. Recognition of deferred income taxes

Deferred tax assets are recognized for deductible temporary differences to the extent that it is probable that taxable profit will be available against which the losses can be utilized. Management discretion is required to determine the amount of deferred tax assets that can be recognized, based on the forecasted level of future taxable profits and the related future tax planning strategies. Key assumptions used in forecast of future taxable income include loan portfolio and deposit growth rates.



The Group believes it will be able to generate sufficient taxable income in the future to utilize its recorded deferred tax assets. Taxable income is sourced mainly from interest income from lending activities and earnings from service charge, fees, commissions, and trust activities.

The recognized and unrecognized deferred tax assets are disclosed in Note 28.

e. Impairment on non-financial assets

The Group assesses impairment on its non-financial assets (e.g., investment properties and bank premises, furniture, fixtures and equipment) and considers the following impairment indicators:

- significant underperformance relative to expected historical or projected future operating results;
- significant changes in the manner of use of the acquired assets or the strategy for overall business; and
- significant negative industry or economic trends.

An impairment loss is recognized whenever the carrying amount of an asset exceeds its recoverable amount. Except for investment properties where recoverable amount is determined based on fair value less cost to sell, the recoverable amount of all other non-financial assets is determined based on the asset's value in use whose computation considers the present value of estimated future cash flows expected to be generated from the continued use of the asset. The Group is required to make estimates and assumptions that can materially affect the carrying amount of the asset being assessed.

The carrying values of the Group's non-financial assets are disclosed in Notes 12 and 13.

4. Financial Instrument Categories

The following table presents the total carrying amount of the Group's and the Parent Company's financial instruments per category:

	Consolidated		Parent Company	
	2022	2021	2022	2021
Financial assets				
Cash and other cash items	₱13,689,421	₱16,024,863	₱10,073,767	₱13,649,247
Financial assets at FVTPL	4,727,580	7,209,667	3,514,576	5,457,804
Derivative contracts designated as hedge	6,203,379	1,139,233	6,203,379	1,139,233
Financial assets at FVOCI	43,316,757	28,672,240	41,151,125	26,523,712
Financial assets at amortized cost				
Due from BSP	107,100,295	124,283,115	92,920,540	114,528,773
Due from other banks	13,614,609	10,694,312	12,347,169	9,897,264
Interbank loans receivables and SPURA	43,564,970	36,559,224	41,597,949	35,030,997
Investment securities at amortized cost	357,985,926	242,353,729	351,802,877	236,347,682
Loans and receivables	699,594,789	609,006,732	613,197,254	544,171,738
Accrued interest receivable	9,781,803	7,616,692	8,730,710	6,428,565
Other assets (Note 15)	3,736,308	3,366,335	1,662,648	1,728,412
	1,235,378,700	1,033,880,139	1,122,259,147	948,133,431
Total financial assets	₱1,303,315,837	₱1,086,926,142	₱1,183,201,994	₱994,903,427



	Consolidated		Parent Company	
	2022	2021	2022	2021
Financial liabilities				
Other financial liabilities:				
Deposit liabilities	₱1,065,914,677	₱862,859,897	₱959,418,569	₱782,218,900
Bonds payable	28,312,870	42,473,558	28,312,870	42,473,558
Bills payable	70,375,267	65,806,274	70,375,267	65,806,274
Accrued interest and other expenses*	5,811,342	4,478,140	5,224,797	4,175,537
Manager's check	1,550,669	1,854,606	1,296,109	1,466,359
Other liabilities (Note 21)	15,620,840	12,530,441	12,988,527	9,748,858
	1,187,585,665	990,002,916	1,077,616,139	905,889,486
Financial liabilities at FVTPL:				
Derivative liabilities	1,549,561	998,721	1,549,561	998,721
Derivative contracts designated as hedge	4,156,612	162,399	4,156,612	162,399
Total financial liabilities	₱1,193,291,838	₱991,164,036	₱1,083,322,312	₱907,050,606

*Accrued interest and other expenses excludes accrued taxes and other licenses. (Note 20).

5. Fair Value Measurement

The Group has assets and liabilities in the Group and Parent Company balance sheets that are measured at fair value on a recurring and non-recurring basis after initial recognition. Recurring fair value measurements are those that another PFRS requires or permits to be recognized in the balance sheet at the end of each financial reporting period. These include financial assets and liabilities at FVTPL and financial assets at FVOCI.

As of December 31, 2022 and 2021, except for the following financial instruments, the carrying values of the Group's and the Parent Company's financial assets and liabilities as reflected in the balance sheets and related notes approximate their respective fair values:

	2022			
	Consolidated		Parent Company	
	Carrying Value	Fair Value	Carrying Value	Fair Value
Financial Assets				
Investment securities at amortized cost (Note 9)				
Government bonds	₱229,958,237	₱221,875,352	₱224,469,204	₱216,648,069
Private bonds	128,027,689	118,225,116	127,333,673	117,575,907
	357,985,926	340,100,468	351,802,877	334,223,976
Loans and receivables (Note 10)				
Corporate and commercial lending	538,008,002	529,819,391	523,005,015	512,983,314
Consumer lending	144,021,855	144,355,710	73,041,104	63,792,006
Trade-related lending	17,452,061	17,500,762	17,132,202	17,148,707
Others	112,871	119,095	18,933	21,936
	699,594,789	691,794,958	613,197,254	593,945,963
Sales contracts receivable (Note 15)	1,406,217	1,529,793	180,659	191,276
	701,001,006	693,324,751	613,377,913	594,137,239
	₱1,058,986,932	₱1,033,425,219	₱965,180,790	₱928,361,215
Non-financial Assets				
Investment properties (Note 13)				
Land	₱2,395,362	₱7,015,136	₱571,111	₱4,605,181
Buildings and improvements	1,519,529	2,448,238	916,147	923,011
	₱3,914,891	₱9,463,374	₱1,487,258	₱5,528,192
Financial Liabilities				
Time deposit liabilities (Note 17)	₱492,474,358	₱467,484,286	₱431,055,393	₱410,538,638
Bills payable (Note 19)	70,375,267	68,992,828	70,375,267	68,992,828
Bonds payable (Note 18)	28,312,870	27,560,343	28,312,870	27,560,343
	₱591,162,495	₱564,037,457	₱529,743,530	₱507,091,809



	2021			
	Consolidated		Parent Company	
	Carrying Value	Fair Value	Carrying Value	Fair Value
Financial Assets				
Investment securities at amortized cost				
(Note 9)				
Government bonds	₱120,586,399	₱122,959,933	₱115,324,372	₱117,746,647
Private bonds	121,767,330	143,693,145	121,023,310	142,961,778
	242,353,729	266,653,078	236,347,682	260,708,425
Loans and receivables (Note 10)				
Corporate and commercial lending	476,742,179	474,629,406	461,837,893	458,204,469
Consumer lending	119,942,290	120,952,674	70,464,116	64,940,408
Trade-related lending	12,208,008	12,382,913	11,849,967	11,998,905
Others	114,255	121,352	19,762	22,077
	609,006,732	608,086,345	544,171,738	535,165,859
Sales contracts receivable (Note 15)	1,101,891	1,210,464	213,399	228,098
	610,108,623	609,296,809	544,385,137	535,393,957
	₱852,462,352	₱875,949,887	₱780,732,819	₱796,102,382
Non-financial Assets				
Investment properties (Note 13)				
Land	₱2,610,210	₱5,074,992	₱682,648	₱2,559,622
Buildings and improvements	1,383,128	2,392,864	696,722	901,235
	₱3,993,338	₱7,467,856	₱1,379,370	₱3,460,857
Financial Liabilities				
Time deposit liabilities (Note 17)	₱307,650,145	₱303,288,548	270,271,411	₱265,926,690
Bills payable (Note 19)	65,806,274	64,358,633	65,806,274	64,358,633
Bonds payable (Note 18)	42,473,558	42,249,623	42,473,558	42,249,623
	₱415,929,977	₱409,896,804	₱378,551,243	₱372,534,946

The methods and assumptions used by the Group and Parent Company in estimating the fair values of the financial instruments follow:

Cash and other cash items, due from BSP and other banks, interbank loans receivable and SPURA and accrued interest receivable – The carrying amounts approximate their fair values in view of the relatively short-term maturities of these instruments.

Debt securities – Fair values are generally based on quoted market prices. If the market prices are not readily available, fair values are estimated using directly or indirectly either values obtained from independent parties offering pricing services or adjusted quoted market prices of comparable investments or using the discounted cash flow methodology.

Equity securities – For publicly traded equity securities, fair values are based on quoted prices. For unquoted equity securities, remeasurement to their fair values is not material to the financial statements.

Loans and receivables and sales contracts receivable (SCR) included in other assets – Fair values of loans and receivables and SCR are estimated using the discounted cash flow methodology, where future cash flows are discounted using the Group's current incremental lending rates for similar types of loans and receivables.

Accounts receivable, RCOI and other financial assets included in other assets – Quoted market prices are not readily available for these assets. These are reported at cost and are not significant in relation to the Group's total portfolio of financial assets.

Derivative instruments (included under FVTPL and designated as hedges) – Fair values are estimated based on discounted cash flows, using prevailing interest rate differential and spot exchange rates.



Deposit liabilities (time, demand and savings deposits) – Fair values of time deposits are estimated using the discounted cash flow methodology, where future cash flows are discounted using the Group's current incremental borrowing rates for similar borrowings and with maturities consistent with those remaining for the liability being valued. For demand and savings deposits, carrying amounts approximate fair values considering that these are currently due and demandable.

Bonds payable and Bills payable – Unless quoted market prices are readily available, fair values are estimated using the discounted cash flow methodology, where future cash flows are discounted using the current incremental borrowing rates for similar borrowings and with maturities consistent with those remaining for the liability being valued.

Manager's checks and accrued interest and other expenses – Carrying amounts approximate fair values due to the short-term nature of the accounts.

Other liabilities – Quoted market prices are not readily available for these liabilities. These are reported at cost and are not significant in relation to the Group's total portfolio.

Fair Value Hierarchy

The Group uses the following hierarchy for determining and disclosing the fair value of assets and liabilities by valuation technique:

Level 1: quoted prices in active markets for identical assets or liabilities;

Level 2: inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (as prices) or indirectly (derived from prices); and

Level 3: inputs that are not based on observable market data or unobservable inputs.

As of December 31, 2022 and 2021, the fair value hierarchy of the Group's and the Parent Company's assets and liabilities are presented below:

	Consolidated			
	2022			
	Level 1	Level 2	Level 3	Total
Recurring fair value measurements				
Financial assets at FVTPL				
Held-for-trading				
Government bonds	P202,348	P180,513	P–	P382,861
Treasury notes	–	563,548	–	563,548
Treasury bills	–	201,779	–	201,779
Private bonds	760,600	–	–	760,600
Quoted equity shares	700,112	–	–	700,112
Financial assets designated at FVTPL	949,032	153,986	–	1,103,018
Derivatives with Positive Fair Value Held for				
Trading	–	1,015,662	–	1,015,662
Derivative Contract Designated as Hedge	–	6,203,379	–	6,203,379
FVOCI financial assets				
Government bonds	9,189,227	18,258,420	–	27,447,647
Quoted private bonds	15,236,902	–	–	15,236,902
Quoted equity shares	603,898	–	–	603,898
	P27,642,119	P26,577,287	P–	P54,219,406
Derivative liabilities	P–	P1,549,561	P–	P1,549,561
Derivative contracts designated as hedge	–	4,156,612	–	4,156,612
	P–	P5,706,173	P–	P5,706,173

(Forward)



Consolidated				
2022				
	Level 1	Level 2	Level 3	Total
Fair values of financial assets carried at amortized cost				
Investment securities at amortized cost				
Government bonds	P221,875,352	P-	P-	P221,875,352
Private bonds	67,100,457	-	51,124,658	118,225,116
Loans and receivables				
Corporate and commercial loans	-	-	529,819,391	529,819,391
Consumer loans	-	-	144,355,710	144,355,710
Trade-related loans	-	-	17,500,762	17,500,762
Others	-	-	119,095	119,095
Sales contracts receivable	-	-	1,529,793	1,529,793
Fair values of non-financial assets carried at cost				
Investment properties				
Land	-	-	7,015,136	7,015,136
Buildings and improvements	-	-	2,448,238	2,448,238
	P288,975,809	P-	P753,917,055	P1,042,892,864
Fair values of liabilities carried at amortized cost				
Time deposit liabilities	P-	P-	P467,484,286	P467,484,286
Bills payable	-	-	68,992,828	68,992,828
Bonds payable	-	-	27,560,343	27,560,343
	P-	P-	P564,037,457	P564,037,457

Consolidated				
2021				
	Level 1	Level 2	Level 3	Total
Recurring fair value measurements				
Financial assets at FVTPL				
Held-for-trading				
Government bonds	P156,736	P23,173	P-	P179,909
Treasury notes	-	58,684	-	58,684
Treasury bills	-	1,790,306	-	1,790,306
Private bonds	1,334,070	1,550,793	-	2,884,863
Quoted equity shares	1,063,897	-	-	1,063,897
Financial assets designated at FVTPL	151,209	-	-	151,209
Derivative assets	-	1,080,799	-	1,080,799
Derivative contract designated as hedge	-	1,139,233	-	1,139,233
FVOCI financial assets				
Government bonds	6,251,539	11,461,512	-	17,713,051
Quoted private bonds	10,305,710	-	-	10,305,710
Quoted equity shares	635,114	-	-	635,114
	P19,898,275	P17,104,500	P-	P37,002,775
Derivative liabilities	P-	P998,721	P-	P998,721
Derivative contracts designated as hedge	-	162,399	-	162,399
	P-	P1,161,120	P-	P1,161,120
Fair values of financial assets carried at amortized cost				
Investment securities at amortized cost				
Government bonds	P122,959,933	P-	P-	P122,959,933
Private bonds	71,209,566	-	72,483,579	143,693,145
Loans and receivables				
Corporate and commercial loans	-	-	474,629,406	474,629,406
Consumer loans	-	-	120,952,674	120,952,674
Trade-related loans	-	-	12,382,913	12,382,913
Others	-	-	121,352	121,352
Sales contracts receivable	-	-	1,210,464	1,210,464

(Forward)



	Consolidated			
	2021			
	Level 1	Level 2	Level 3	Total
Fair values of non-financial assets carried at cost				
Investment properties				
Land	P-	P-	P5,074,992	P5,074,992
Buildings and improvements	-	-	2,452,510	2,452,510
	P288,975,809	P-	P753,917,055	P1,042,892,864
Fair values of liabilities carried at amortized cost				
Time deposit liabilities	P-	P-	P303,288,548	P303,288,548
Bills payable	-	-	64,358,633	64,358,633
Bonds payable	-	-	42,249,623	42,249,623
	P-	P-	P409,896,804	P409,896,804

	Parent Company			
	2022			
	Level 1	Level 2	Level 3	Total
Recurring fair value measurements				
Financial assets at FVTPL				
Held-for-trading				
Government bonds	P202,348	P180,513	P-	P382,861
Treasury notes	-	563,548	-	563,548
Treasury bills	-	201,779	-	201,779
Private bonds	760,600	-	-	760,600
Quoted equity shares	590,126	-	-	590,126
Derivatives with Positive Fair Value Held for Trading	-	1,015,662	-	1,015,662
Derivatives with Positive Fair Value Held for Hedging	-	6,203,379	-	6,203,379
FVOCI financial assets				
Government bonds	7,196,313	18,258,420	-	25,454,732
Quoted private bonds	15,088,429	-	-	15,088,429
Quoted equity shares	588,192	-	-	588,192
	P24,426,008	P26,423,301	P-	P50,849,308
Derivative liabilities	P-	P1,549,561	P-	P1,549,561
Derivative contracts designated as hedge	-	4,156,612	-	4,156,612
	P-	P5,706,173	P-	P5,706,173
Fair values of financial assets carried at amortized cost				
Investment securities at amortized cost				
Government bonds	P216,648,069	P-	P-	P216,648,069
Private bonds	66,451,249	-	51,124,658	117,575,907
Loans and receivables				
Corporate and commercial loans	-	-	512,983,314	512,983,314
Consumer loans	-	-	63,792,006	63,792,006
Trade-related loans	-	-	17,148,707	17,148,707
Others	-	-	21,936	21,936
Sales contracts receivable	-	-	191,276	191,276
Fair values of non-financial assets carried at cost				
Investment properties				
Land	-	-	4,605,181	4,605,181
Buildings and improvements	-	-	923,011	923,011
	P283,099,318	P-	P650,790,089	P933,889,407
Fair values of liabilities carried at amortized cost				
Time deposit liabilities	P-	P-	P410,538,638	P410,538,638
Bills payable	-	-	68,992,828	68,992,828
Bonds payable	-	-	27,560,343	27,560,343
	P-	P-	P507,091,809	P507,091,809



	Parent Company			
	2021			
	Level 1	Level 2	Level 3	Total
Recurring fair value measurements				
Financial assets at FVTPL				
Held-for-trading				
Government bonds	P156,736	P23,173	P-	P179,909
Treasury notes	-	58,684	-	58,684
Treasury bills	-	1,790,306	-	1,790,306
Private bonds	1,334,070	-	-	1,334,070
Quoted equity shares	1,014,037	-	-	1,014,037
Derivative assets	-	1,080,798	-	1,080,798
Derivative contract designated as hedge	-	1,139,233	-	1,139,233
FVOCI financial assets				
Government bonds	4,192,999	11,461,512	-	15,654,511
Quoted private bonds	10,245,868	-	-	10,245,868
Quoted equity shares	604,968	-	-	604,968
	P17,548,678	P15,553,706	P-	P33,102,384
Derivative liabilities	P-	P998,721	P-	P998,721
Derivative contracts designated as hedge	-	162,399	-	162,399
	P-	P1,161,120	P-	P1,161,120
Fair values of financial assets carried at amortized cost				
Investment securities at amortized cost				
Government bonds	P117,746,647	P-	P	P117,746,647
Private bonds	70,478,199	-	72,483,579	142,961,778
Loans and receivables				
Corporate and commercial loans	-	-	458,204,469	458,204,469
Consumer loans	-	-	64,940,408	64,940,408
Trade-related loans	-	-	11,998,905	11,998,905
Others	-	-	22,077	22,077
Sales contracts receivable	-	-	228,098	228,098
Fair values of non-financial assets carried at cost				
Investment properties				
Land	-	-	2,559,622	2,559,622
Buildings and improvements	-	-	901,235	901,235
	P188,224,846	P-	P611,338,393	P799,563,239
Fair values of liabilities carried at amortized cost				
Time deposit liabilities	P-	P-	P265,926,690	P265,926,690
Bills payable	-	-	64,358,633	64,358,633
Bonds payable	-	-	42,249,623	42,249,623
	P-	P-	P372,534,946	P372,534,946

There were no transfers into and out of Level 3 fair value measurements in 2022 and 2021.

The inputs used in the fair value measurement based on Level 2 are as follows:

Government securities – interpolated rates based on market rates of benchmark securities

Derivative assets and liabilities – fair values are calculated by reference to the prevailing interest differential and spot exchange rate as of the reporting date, taking into account the remaining term to maturity of the derivative assets and liabilities.

Inputs used in estimating fair values of financial instruments carried at amortized cost and categorized under Level 3 include risk-free rates and applicable risk premium.

The fair values of the Group's and Parent Company's investment properties have been determined by the appraisal method by independent external and in-house appraisers based on highest and best use of the property being appraised. Valuations were derived on the basis of recent sales of similar properties in the same areas as the investment properties and taking into account the economic



conditions prevailing at the time the valuations were made and comparability of similar properties sold with the property being valued.

The table below summarizes the valuation techniques used and the significant unobservable inputs used in the valuation for each type of investment properties held by the Group and the Parent Company:

	Valuation Techniques	Significant Unobservable Inputs
Land	Market Data Approach	Price per square meter, size, location, shape, time element and corner influence
Land and Building	Market Data Approach and Cost Approach	Reproduction Cost New

Descriptions of the valuation techniques and significant unobservable inputs used in the valuation of the Group and the Parent Company's investment properties are as follows:

Valuation Techniques

Market Data Approach	A process of comparing the subject property being appraised to similar comparable properties recently sold or being offered for sale.
Cost Approach	It is an estimate of the investment required to duplicate the property in its present condition. It is reached by estimating the value of the building "as if new" and then deducting the depreciated cost. Fundamental to the Cost Approach is the estimate of Reproduction Cost New of the improvements.

Significant unobservable inputs

Reproduction Cost New	The cost to create a virtual replica of the existing structure, employing the same design and similar building materials.
Size	Size of lot in terms of area. Evaluate if the lot size of property or comparable conforms to the average cut of the lots in the area and estimate the impact of lot size differences on land value.
Shape	Particular form or configuration of the lot. A highly irregular shape limits the usable area whereas an ideal lot configuration maximizes the usable area of the lot which is associated in designing an improvement which conforms with the highest and best use of the property.
Location	Location of comparative properties whether on a Main Road, or secondary road. Road width could also be a consideration if data is available. As a rule, properties located along a Main Road are superior to properties located along a secondary road.
Time Element	"An adjustment for market conditions is made if general property values have appreciated or depreciated since the transaction dates due to inflation or deflation or a change in investors' perceptions of the market over time". In which case, the current data is superior to historic data.
Discount	Generally, asking prices in ads posted for sale are negotiable. Discount is the amount the seller or developer is willing to deduct from the posted selling price if the transaction will be in cash or equivalent.
Corner influence	Bounded by two (2) roads.



6. Financial Risk Management Objectives and Policies

The Group's activities are principally related to the profitable use of financial instruments. Risks are inherent in these activities but are managed by the Group through a rigorous, comprehensive, and continuous process of identification, measurement, monitoring and mitigation of these risks, partly through the effective use of risk and authority limits and thresholds, process controls and monitoring, and independent controls. As reflected in its corporate actions and organizational improvements, the Group has placed due importance on expanding and strengthening its risk management process and considers it as a vital component to the Group's continuing profitability and financial stability. Central to the Group's risk management process is its adoption of a risk management program intended to avoid unnecessary risks, manage and mitigate inherent risks, and maximize returns from taking acceptable risks necessary to sustain its business viability and good financial position in the market.

The key financial risks that the Group faces are: credit risk, market risk and liquidity risk. The Group's risk management objective is primarily focused on controlling and mitigating these risks. The Parent Company and its subsidiaries manage their respective financial risks separately. The subsidiaries, particularly CBSI, have their own risk management processes but are structured similar to that of the Parent Company. To a large extent, the respective risk management programs and objectives are the same across the Group. The severity of risk, materiality, and regulations are primary considerations in determining the scope and extent of the risk management processes put in place for the subsidiaries.

Risk Management Structure

The BOD of the Parent Company is ultimately responsible for the oversight of the Parent Company's risk management processes. On the other hand, the risk management processes of the subsidiaries are the separate responsibilities of their respective BODs. The BOD of the Parent Company created a separate board-level independent committee with explicit authority and responsibility for managing and monitoring risks.

The BOD has delegated to the Risk Oversight Committee (ROC) the formulation and supervision of the risk management process which includes, among others, determining the appropriate risk mitigating strategies and operating principles, adoption of industry standards, development of risk metrics, monitoring of key risk indicators, and the imposition of risk parameters. The ROC is composed of three members of the BOD, all of whom are independent directors.

The Risk Management Group (RMG) is the operating unit of the ROC primarily responsible for the implementation of the risk management strategies approved by the Board of Directors. The implementation cuts across all departments of the Parent Company and involves all of the Parent Company's financial instruments, whether "on-books" or "off-books." The RMG is likewise responsible for monitoring the implementation of specific risk control procedures and enforcing compliance thereto. The RMG is also directly involved in the day-to-day monitoring of material risks ensuring that the Parent Company, in its transactions and dealings, engages only in risk-taking activities duly approved by the ROC. The RMG also ensures that relevant information is accurately and completely captured on a timely basis in the management reporting system of the Parent Company. The RMG is headed by the Chief Risk Officer (CRO) who reports the results of risk measurements to the ROC.

Apart from RMG, each business unit has created and put in place various process controls which ensure that all the external and internal transactions and dealings of the unit are in compliance with the unit's risk management objectives.



The Internal Audit Division also plays a crucial role in risk management primarily because it is independent of the business units and reports exclusively to the Audit Committee which, in turn, is comprised of independent directors. The Internal Audit Division focuses on ensuring that adequate controls are in place and on monitoring compliance to controls. The regular audit covers all processes and controls, including those under the risk management framework handled by the RMG. The audit of these processes and controls is undertaken at least annually. The audit results and exceptions, including recommendations for their resolution or improvement, are discussed initially with the business units concerned before these are presented to the Audit Committee.

Risk Management Reporting

The CRO reports to the ROC and is a resource of the Management Committee (ManCom), Credit Committee (CreCom), Asset-Liability Committee (ALCO), Operations Committee (OpsCom) and Technology Steering Committee (TSC). The CRO reports on key risk indicators and specific risk management issues that would need resolution from top management. This is undertaken after the risk issues and key risk indicators have been discussed with the business units concerned. The RMG's function, particularly, that of the CRO, as well as the Board's risk oversight responsibilities are articulated in the risk management manual based on the requirements of BSP Circular No. 971, Guidelines on Risk Governance.

The key risk indicators were formulated on the basis of the financial risks faced by the Parent Company. These indicators contain information from all business units that provide measurements on the level of the risks taken by the Parent Company in its products, transactions, and financial structure. Among others, the report on key risk indicators includes information on the Parent Company's aggregate credit exposure, credit metric forecasts, hold limit exceptions, Value-at-Risk (VaR), Maximum Cumulative Outflow (MCO) and Earnings-at-Risk (EAR) analysis, utilization of market and credit limits and thresholds, liquidity risk limits and ratios, overall loan loss provisioning and risk profile changes. Loan loss provisioning and credit limit utilization are, however, discussed in more detail in the Credit Committee. On a monthly basis, detailed reporting of industry, customer and geographic risks is included in the discussion with the ROC. A comprehensive risk report is presented to the BOD on a periodic basis for an overall assessment of the level of risks taken by the Parent Company. On the other hand, the Chief Audit Executive reports to the Audit Committee on a monthly basis on the results of branch or business unit audits and for the resolution of pending but important internal audit issues.

Risk Mitigation

The Parent Company uses derivatives to manage exposures to financial instruments resulting from changes in interest rates and foreign currencies exposures. However, the nature and extent of use of these financial instruments to mitigate risks are limited to those allowed by the BSP for the Parent Company and its subsidiaries.

To further mitigate risks throughout its different business units, the Parent Company formulates risk management policies and continues to improve its existing policies. These policies further serve as the framework and set of guidelines in the creation or revisions of operating policies and manuals for each business unit. In the process design and implementation, preventive controls are preferred over detection controls. Clear delineation of responsibilities and separation of incompatible duties among officers and staff, as well as, among business units are reiterated in these policies. To the extent possible, reporting and accounting responsibilities are segregated from units directly involved in operations and frontline activities (i.e., players must not be scorers). This is to improve the credibility and accuracy of management information. Any inconsistencies in the operating policies and manuals with the risk framework created by the RMG are taken up and resolved in the ROC and ManCom.



The Operational Risk Assessment Program and IT Risk Frameworks require the Parent Company to undergo periodic operational risk assessment and for all business units & allied businesses to conduct risk and control self-assessments. These enable determination of priority risk areas, assessment of mitigating controls in place, and institutionalization of additional measures to ensure both a controlled operating environment and proper handling of IT risk exposures. RMG maintains and updates the Parent Company's Centralized Loss Database wherein all reported incidents of losses shall be encoded to enable assessment of weaknesses in the processes and come up with viable improvements to avoid recurrence.

Monitoring and controlling risks are primarily performed based on various limits and thresholds established by the top management covering the Group's transactions and dealings. These limits and thresholds reflect the Group's business strategies and market environment, as well as the levels of risks that the Group is willing to tolerate, with additional emphasis on selected industries. In addition, the Group monitors and measures the overall risk-bearing capacity in relation to the aggregate risk exposure across all risk types and activities.

Liquidity and interest rate risk exposures are measured and monitored through the Maximum Cumulative Outflow and Earnings-at-Risk reports from the Asset and Liability Management (ALM) system. It was implemented in 2013 and was upgraded in 2018 to a new version which includes modules for calculating Liquidity Coverage Ratio (LCR) and Net Stable Funding Ratio (NSFR). The system also has a Funds Transfer Pricing module used by the Treasury Group and Corporate Planning Group.

For the measurement of market risk exposures, the Parent Company uses Historical Simulation VaR approach for all treasury traded instruments, including fixed income bonds, foreign exchange swaps and forwards, IRS and equity securities. Market risk exposures are measured and monitored through reports from the Market Risk Management System which has been implemented in 2018 to enhance risk measurement and automate daily reporting.

BSP issued Circular No. 639 dated January 15, 2009 which mandated the use of the Internal Capital Adequacy Assessment Process (ICAAP) by all universal and commercial banks to determine their minimum required capital relative to their business risk exposures. In this regard, the Board approved the engagement of the services of a consultant to assist in the bank-wide implementation and embedding of the ICAAP, as provided for under Pillar 2 of Basel II and BSP Circular No. 639.

On June 1, 2022, the BOD approved the 2022 ICAAP document for submission to the BSP. There were no changes made in the Priority Risk Areas of the Parent Company and the approved trigger events for the review of Capital Ratios MAT and Priority Risks.

The Parent Company submitted its annually-updated ICAAP document, in compliance with BSP requirements on June 29, 2022.

For this submission, the Parent Company retained the Pillar 1 Plus approach using the Pillar 1 capital as the baseline. The process of allocating capital for all types of risks above the Pillar 1 capital levels includes quantification of capital buffer for Pillar 2 risks under normal business cycle/condition, in addition to the quantification based on the results of the Integrated Stress Test (IST). The adoption of the IST allows the Parent Company to quantify its overall vulnerability to market shocks and operational losses in a collective manner driven by events rather than in silo. The capital assessment in the document discloses that the Group and the Parent Company has appropriate and sufficient level of internal capital.



Business Continuity Management

In the aftermath of the pandemic in the past three years, the Group has built its business resilience around policies that would ensure that the Group is able to service and respond to the requirements of its clients, to perform its functions as a Domestic Systemically Important Bank (DSIB) and to continue to fulfill the transaction cycle in its operations.

The Group implemented “The New Normal Work Force and Work Management Plan for the COVID-19 Pandemic” to provide general direction and guidance in sustaining the operations of the Group through the pandemic. The plan put in place health and safety protocols which along with the implementation of the buddy branch system ensured the uninterrupted delivery of services. On April 1, 2022, select personnel from Head Office and subsidiaries were transferred to the SM Mega Tower extension office providing the different business units with the capacity of splitting their teams and operate in two different sites to make certain that the services continue in the event of business interruptions brought about by a pandemic or similar occurrence. Changes in the processes of business units arising from the implementation of the plan and the establishment of the extension office are continuously updated and incorporated in the risk and control self-assessment and business impact analysis tools to reflect the changes in the risk profile. Appropriate measures are also updated and implemented in light of these changes.

Credit Risk

Credit risk is the risk of financial loss on account of a counterparty to a financial product failing to honor its debt obligation. The Group faces potential credit risks every time it extends funds to borrowers, commits funds to counterparties, guarantees the paying performance of its clients, invests funds to issuers (i.e., investment securities issued by either sovereign or corporate entities) or enters into either market-traded or over-the-counter derivatives, through implied or actual contractual agreements (i.e., on or off-balance sheet exposures). The Group manages its credit risk at various levels (i.e., strategic level, portfolio level down to individual credit or transaction).

The Group established risk limits and thresholds for purposes of monitoring and managing credit risk from individual counterparties and/or groups of counterparties, major industries, as well as countries. It also conducts periodic assessment of the creditworthiness of its counterparties. In addition, the Group obtains collateral where appropriate, enters into master netting agreements and collateral arrangements with counterparties, and limits the duration of exposures.

RMG also continued to run approximations of the increase in NPL under Base, Moderate, and Severe scenarios and presented the results to the Risk Oversight Committee. Apart from considering the expert judgment of the lending units, the assumptions were modified to take into account the improving economic condition and the fact that the borrowers who had been severely affected by the pandemic have already been identified and booked as non-performing. The condition of accounts that were restructured or with terms modification continued to be monitored and those with high risk rating were considered in the NPL approximations. Lastly, the accounts that can potentially default from their debt obligations based on the assessment of the regulators were added in the assumptions.

Credit Risk Rating and Scoring Models

The Parent Company has four credit risk rating models in place: for corporate borrowers, for retail small and medium entities and individual accounts (non-consumer), for financial institutions, and for sovereign counterparties. In addition, it has two credit scoring models for auto and housing loan applicants and recently implemented the eligibility scorecard for CTS without recourse borrowers.

Credit risk for corporate borrowers with total assets, total facilities, or total credit exposures amounting to ₱15 million and above is measured through the Internal Credit Risk Rating System (ICRRS). The model was designed within the technical requirements defined under BSP Circular



No. 439. It has two components, namely: a) Borrower Risk Rating which provides an assessment of the creditworthiness of the borrower, without considering the proposed facility and security arrangements, and b) Loan Exposure Rating which provides an assessment of the proposed facilities as mitigated or enhanced by security arrangements.

For retail small and medium entities and individual non-consumer loan accounts, the credit scoring system used is the Borrower Credit Score (BCS). The Group also has a rating system that is designed to specifically assess Philippine universal, commercial, thrift, rural and cooperative banks as well as foreign financial institutions. Furthermore, the Group has a sovereign risk rating scorecard which is being used to assess the strength of a country in reference to its economic fundamentals, fiscal policy, institutional strength, and vulnerability to extreme events.

For auto and housing loans, the Group uses application scorecards to determine the acceptability of a borrower. This is implemented through internally developed software interfaces. In addition, the Group implemented an eligibility scorecard for CTS without recourse buyers to ensure that minimum standards for the underwriting of borrowers endorsed by developers are complied with.

For the Parent Company's credit cards, Transunion score is being used to determine application acceptance in conjunction with other credit acceptance criteria.

The Group regularly monitors the performance of its rating models and scorecards. Over the years, it has partnered with third party consultants such as Moody's Analytics and Teradata for model validation, model recalibration, and knowledge transfer projects. Internally, it conducts its own review of the performance of the models by subjecting them to statistical metrics. This is to ensure the reliability of this tool in the Group's credit evaluation process.

The ICRRS validation and recalibration engagement with Moody's Analytics and the parallel run of candidate models culminated in the approval of the recalibrated ICRRS model by the Board in 2019. In 2022, the Bank performed a full quantitative model validation for ICRRS which tested the model's discriminatory power and stability. Along with this, the qualitative assessment on Management Quality component was enhanced. In addition, the first review of the sovereign risk rating scorecard was conducted in the same year. The model performance for housing and auto loan scorecards was also reviewed in the past 2 years. The Bank aims to complete the remodeling activities for housing loans and recalibration of Borrower Credit Score (BCS) in 2023.

Concentration of Assets and Liabilities and Off-Balance Sheet Items

Concentrations arise when a number of counterparties are engaged in similar business activities, or activities in the same geographic region, or have similar economic features that would cause their ability to meet contractual obligations to be similarly affected by changes in economic, political or other conditions. Concentrations indicate the relative sensitivity of the Parent Company's performance to developments affecting a particular industry or geographical location.

In order to avoid excessive concentrations of risk, the Parent Company's policies and procedures include specific guidelines focusing on maintaining a diversified portfolio. Identified concentrations of credit risks are controlled and managed accordingly.



The distribution of the Group's and Parent Company's assets and liabilities, and credit commitment items by geographic region as of December 31, 2022 and 2021 (in millions) follows:

Geographic Region	Consolidated					
	2022			2021		
	Assets*	Liabilities	Commitment**	Assets*	Liabilities	Commitment**
Philippines	P1,219,178	P1,122,325	P35,422	P1,015,570	P983,516	P38,382
Asia	21,752	24,703	161	23,367	-	5,587
Europe	42,051	37,883	7,499	45,736	-	793
United States	20,318	8,381	1,127	2,246	7,648	137
Others	17	-	3	7	-	-
	P1,303,316	P1,193,292	P44,212	P1,086,926	P991,164	P44,899

*Amounts are net of related allowance for credit losses

**Consists of Committed credit lines, Unused commercial letters of credit, Credit card lines, Outstanding guarantees issued and Standby credit commitments

Geographic Region	Parent Company					
	2022			2021		
	Assets*	Liabilities	Commitment**	Assets*	Liabilities	Commitment**
Philippines	P1,099,064	P1,012,355	P33,907	P923,547	P899,403	P37,757
Asia	21,752	24,703	161	23,367	-	5,587
Europe	42,051	37,883	7,499	45,736	-	793
United States	20,318	8,381	1,127	2,246	7,648	137
Others	17	-	3	7	-	-
	P1,183,202	P1,083,322	P42,697	P994,903	P907,051	P44,274

*Amounts are net of related allowance for credit losses

**Consists of Committed credit lines, Unused commercial letters of credit, Credit card lines, Outstanding guarantees issued and Standby credit commitments

Information on credit concentration as to industry of financial assets (gross of unearned discount and allowance for credit losses) is presented below:

	Consolidated				
	2022				
	Loans and Receivables	Financial Investments	Loans and Advances to Banks	Commitments	Total
Financial intermediaries	P122,768,549	P268,327,309	P162,813,886	P22,663,997	P576,573,741
Real estate, renting and business services	185,743,662	67,532,003	-	543,466	253,819,131
Electricity, gas and water	84,314,281	28,088,810	-	3,120,478	115,523,569
Manufacturing	58,232,646	1,316,348	-	901,375	60,450,369
Wholesale and retail trade	48,849,880	-	-	10,330,040	59,179,920
Transportation, storage and communication	44,443,178	4,224,082	-	215,879	48,883,139
Arts, entertainment and recreation	38,666,435	4,241,027	-	1,922,391	44,829,853
Accommodation and food service activities	9,613,592	4,998,276	-	117,278	14,729,146
Mining and quarrying	13,340,903	-	-	5,299	13,346,202
Construction	10,178,863	-	-	2,781,399	12,960,262
Professional, scientific and technical activities	947,422	8,398,018	-	219,699	9,565,139
Agriculture	9,010,166	-	-	42,818	9,052,984
Education	3,894,828	568,000	-	55,237	4,518,065
Public administration and defense	191,203	-	-	163,279	354,482
Others*	87,519,627	17,859,548	227,613	1,130,178	106,736,966
	P717,715,235	P405,553,421	P163,041,499	P44,212,813	P1,330,522,969

*Others consist of administrative and support service, health, household and other activities.



Consolidated 2021					
	Loans and Receivables	Financial Investments	Loans and Advances to Banks	Commitments	Total
Financial intermediaries	₱91,545,065	₱151,614,315	₱171,536,651	₱5,578,282	₱420,274,313
Real estate, renting and business services	172,217,058	70,176,324	-	885,124	243,278,506
Electricity, gas and water	76,631,134	25,283,654	-	4,663,787	106,578,575
Transportation, storage and communication	58,116,995	3,414,689	-	1,136,456	62,668,140
Wholesale and retail trade	45,125,057	-	-	6,491,222	51,616,279
Manufacturing	34,264,150	16,063	-	3,773,283	38,053,496
Arts, entertainment and recreation	33,762,320	3,830,133	-	85,460	37,677,913
Accommodation and food service activities	11,379,789	4,591,085	-	827,642	16,798,516
Construction	10,387,329	10,585	-	3,663,434	14,061,348
Mining and quarrying	10,967,237	-	-	1,002,343	11,969,580
Agriculture	7,312,462	-	-	337,248	7,649,710
Professional, scientific and technical activities	841,426	4,645,001	-	1,511,896	6,998,323
Education	4,446,512	676,071	-	322,060	5,444,643
Public administration and defense	60,036	-	-	506,952	566,988
Others*	67,268,149	15,990,664	2,034,061	14,113,693	99,406,567
	₱624,324,719	₱280,248,584	₱173,570,712	₱44,898,882	₱1,123,042,897

*Others consist of administrative and support service, health, household and other activities.

Parent Company 2022					
	Loans and Receivables	Financial Investments	Loans and Advances to Banks	Commitments	Total
Financial intermediaries	₱122,139,768	₱259,789,084	₱146,865,657	₱22,661,497	₱551,456,006
Real estate, renting and business services	158,474,935	67,002,809	-	309,597	225,787,341
Electricity, gas and water	82,579,587	28,085,921	-	3,120,478	113,785,986
Manufacturing	56,478,328	1,316,348	-	820,034	58,614,710
Wholesale and retail trade	46,391,648	-	-	10,099,392	56,491,040
Transportation, storage and communication	43,018,144	4,224,082	-	215,804	47,458,030
Arts, entertainment and recreation	38,648,650	4,224,987	-	1,922,391	44,796,028
Accommodation and food service activities	9,047,908	4,980,701	-	103,578	14,132,187
Mining and quarrying	13,340,695	-	-	5,299	13,345,994
Construction	9,131,937	-	-	2,697,673	11,829,610
Professional, scientific and technical activities	881,915	8,398,018	-	219,699	9,499,632
Agriculture	7,062,774	-	-	34,718	7,097,492
Education	3,503,357	450,000	-	163,279	4,116,636
Public administration and defense	191,203	-	-	55,237	246,440
Others*	36,663,618	17,513,737	227,613	268,162	54,673,131
	₱627,554,467	₱395,985,687	₱147,093,270	₱42,696,838	₱1,213,330,263

*Others consist of administrative and support service, health, household and other activities.

Parent Company 2021					
	Loans and Receivables	Financial Investments	Loans and Advances to Banks	Commitments	Total
Financial intermediaries	₱90,964,720	₱142,340,451	₱159,457,033	₱5,577,282	₱398,339,486
Real estate, renting and business services	149,067,673	69,832,995	-	792,308	219,692,976
Electricity, gas and water	74,796,648	25,225,112	-	4,662,842	104,684,602
Transportation, storage and communication	56,097,019	3,409,904	-	1,135,456	60,642,379
Wholesale and retail trade	42,312,303	-	-	6,315,485	48,627,788
Arts, entertainment and recreation	33,719,927	3,830,133	-	85,460	37,635,520
Manufacturing	32,469,098	-	-	3,752,183	36,221,281
Accommodation and food service activities	10,740,999	4,591,085	-	827,492	16,159,576
Construction	9,545,693	-	-	3,634,403	13,180,096
Mining and quarrying	10,966,519	-	-	1,002,343	11,968,862
Professional, scientific and technical activities	761,461	4,645,001	-	1,504,048	6,910,510
Agriculture	5,897,613	-	-	337,236	6,234,849
Education	4,023,325	564,935	-	322,060	4,910,320
Public administration and defense	60,036	-	-	506,952	566,988
Others*	35,415,712	15,695,056	566,679	13,818,286	65,495,733
	₱556,838,746	₱270,134,672	₱160,023,712	₱44,273,836	₱1,031,270,966

*Others consist of administrative and support service, health, household and other activities.



Maximum exposure to credit risk

The tables below provide the analysis of the maximum exposure to credit risk of the Group's and the Parent Company's financial instruments, excluding those where the carrying values as reflected in the balance sheets and related notes already represent the financial instrument's maximum exposure to credit risk, before and after taking into account collateral held or other credit enhancements:

Consolidated 2022			
	Gross maximum exposure	Net exposure	Financial effect of collateral or credit enhancement
Credit risk exposure relating to on-balance sheet items are as follows			
Loans and receivables	P699,594,789	P466,526,632	P233,068,157
Interbank loans receivable and SPURA	43,564,970	28,769,544	14,795,426
Sales contracts receivable	1,406,217	-	1,406,217
	P744,565,976	P495,296,176	P249,269,800

Consolidated 2021			
	Gross maximum exposure	Net exposure	Financial effect of collateral or credit enhancement
Credit risk exposure relating to on-balance sheet items are as follows			
Loans and receivables	P609,006,732	P406,823,424	P202,183,308
Interbank loans receivable and SPURA	36,559,224	19,230,769	17,328,455
Sales contracts receivable	1,101,891	-	1,101,891
	P646,667,847	P426,054,193	P220,613,654

Parent 2022			
	Gross maximum exposure	Net exposure	Financial effect of collateral or credit enhancement
Credit risk exposure relating to on-balance sheet items are as follows			
Loans and receivables	P613,197,254	P426,316,586	P186,880,668
Interbank loans receivable and SPURA	41,597,949	28,769,545	12,828,404
Sales contracts receivable	180,659	-	180,659
	P654,975,862	P455,086,131	P199,889,731

Parent 2021			
	Gross maximum exposure	Net exposure	Financial effect of collateral or credit enhancement
Credit risk exposure relating to on-balance sheet items are as follows			
Loans and receivables	P544,171,738	P384,840,851	P159,330,887
Interbank loans receivable and SPURA	35,030,997	19,230,680	15,800,317
Sales contracts receivable	213,399	-	213,399
	P579,416,134	P404,071,531	P175,344,603



For the Group, the fair values of collateral held for loans and receivables and sales contracts receivable amounted to ₱518.85 billion and ₱2.73 billion, respectively, as of December 31, 2022 and ₱402.68 billion and ₱2.55 billion, respectively, as of December 31, 2021.

For the Parent Company, the fair values of collateral held for loans and receivables and sales contracts receivable amounted to ₱472.66 billion and ₱0.80 billion, respectively, as of December 31, 2022 and ₱359.84 billion and ₱0.81 billion, respectively, as of December 31, 2021.

The fair values of the financial collaterals held for SPURA are disclosed in Note 35.

Credit risk, in respect of derivative financial products, is limited to those with positive fair values, which are included under financial assets at FVTPL (Note 9). As a result, the maximum credit risk, without taking into account the fair value of any collateral and netting agreements, is limited to the amounts on the balance sheet plus commitments to customers such as unused commercial letters of credit, outstanding guarantees and others as disclosed in Note 31 to the financial statements.

Collateral and other credit enhancements

The amount and type of collateral required depends on an assessment of the credit risk of the counterparty. Guidelines are implemented with regards to the acceptability of types of collateral and valuation parameters.

The main types of collateral obtained are as follows:

- For securities lending and reverse repurchase transactions – cash or securities
- For consumer lending – real estate and chattel over vehicle
- For corporate lending and commercial lending- real estate, chattel over properties, assignment of deposits, shares of stocks, bonds, and guarantees

Management requests additional collateral in accordance with the underlying agreement and takes into consideration the market value of collateral during its review of the adequacy of allowance for credit losses.

It is the Group's policy to dispose of repossessed properties in an orderly fashion. The proceeds are used to reduce or repay the outstanding claim. In most cases, the Parent Company does not occupy repossessed properties for business use.

Collateral valuation

To mitigate its credit risks on financial assets, the Group seeks to use collateral, where possible. The collateral comes in various forms, such as cash, securities, letters of credit/guarantees, real estate, receivables, inventories, other non-financial assets and credit enhancements such as netting agreements. Collateral, unless repossessed, is not recorded on the Group's balance sheet. However, the fair value of collateral affects the calculation of loss allowances. It is generally assessed, at a minimum, at inception and re-assessed on an annual basis. To the extent possible, the Group uses active market data for valuing financial assets held as collateral. Other financial assets which do not have readily determinable market values are valued using models. Non-financial collateral, such as real estate, is valued based on data provided by internal or external appraisers.



Credit quality per class of financial assets

Loans and Receivables

The credit quality of financial assets is managed by the Group using an internal credit rating system for the purpose of measuring credit risk in a consistent manner as accurately as possible. The model on risk ratings is assessed regularly because the Group uses this information as a tool for business and financial decision making.

It is the Parent Company's policy to apply the appropriate risk rating model or scorecard across the credit portfolio. This facilitates focused management of the applicable risks and the comparison of credit exposures across all lines of business, geographic regions and products. The rating system is supported by a variety of financial analytics, combined with processed market information to provide the main inputs for the measurement of counterparty risk. All internal risk ratings are tailored to the various categories and are derived in accordance with the Parent Company's rating policy. The attributable risk ratings are assessed and monitored regularly.

The rating categories are further described below.

High Grade

This includes all borrowers whose ratings are considered as Low Risk and/or those where the exposures are covered by Government Guarantee. Thus, these borrowers have a very low probability of going into default in the coming year.

In terms of borrower credit ratings, these include the following:

A. ICRRS-Covered

- Borrower Risk Rating (BRR) 1 (Exceptional)
- BRR 2 (Excellent)
- BRR 3 (Strong)
- BRR 4 (Good)

B. BCS-Covered

- Strong

Generally, a Low Risk (High Grade) rating is indicative of a high capacity to fulfill its obligations supported by robust financials (i.e., profitable, with returns considerably higher than the industry, elevated capacities to service its liabilities), gainful positioning in growing industries (i.e., participation in industries where conditions are very favorable and in which they are able to get a good share of the market), and very strong leadership providing clear strategic direction and/or excellent training and development programs.

Standard Grade

This includes all borrowers whose ratings are considered as Moderate Risk and are seen to withstand typical swings in the economic cycle without going into default. However, any prolonged unfavorable economic period would create deterioration that may already be beyond acceptable levels.



In terms of borrower credit ratings, these include the following:

A. ICRRS-Covered

- BRR 5 (Satisfactory)
- BRR 6 (Acceptable)
- BRR 7 (Fair)

B. BCS-Covered

- Satisfactory
- Acceptable

Generally, a Moderate Risk (Standard Grade) rating signifies a borrower whose financial performance is sufficient to service obligations and is at par with competitors in the industry. In terms of management, it is run by executives with adequate personal and professional qualifications and sufficient experience in similar companies. In terms of growth potential, it is engaged in an industry with stable outlook, supportive of continuing operations.

Sub-Standard Grade

In terms of borrower credit ratings, this includes the following:

Unclassified

A. ICRRS-Covered

- BRR 8 (Watchlist)
- BRR 9 (Speculative)
- BRR 10 (Highly Speculative)

B. BCS-Covered

- Watchlist

Adversely Classified (ICRRS and BCS-Covered)

- BRR 11 (Especially Mentioned)
- BRR 12 (Substandard)
- BRR 13 (Doubtful)
- BRR 14 (Loss)

For accounts that are Unclassified, a High Risk (Sub-Standard Grade) rating is indicative of borrowers where there are unfavorable industry or company-specific factors. This may be financial innature (i.e., marginal operating performance, returns that are lower than those of the industry, and/or diminished capacity to pay off obligations that are due), related to management quality (including negative information regarding the company or specific executives) and/or unfavorable industry conditions. The borrower might find it very hard to cope with any significant economic downturn and a default in such a case is more than a possibility. These accounts require a closer monitoring for any signs of further deterioration that can trigger review for possible downgrade to adverse classification.

Adversely Classified accounts are automatically considered as High Risk and generally includes past due accounts. However, in some cases, even accounts that are neither past due nor impaired qualifies for adverse classification. Reasons for this include among others the following: consecutive net losses, emerging weaknesses in terms of cash flow, negative equity, and/or breach in the covenants per term loan agreement.



For the Parent Company's consumer loans that are covered by application scorecards which provide either a pass/fail score, the basis for credit quality rating is the BSP classification for those that are booked as Current (i.e., Standard Grade if Unclassified and Sub-Standard Grade if Adversely Classified) and impairment status for those that are booked as Past Due / Items in Litigation. The Group also applied this policy for CBS' consumer loans as of December 31, 2021. Beginning December 31, 2022, the Group has classified consumer loans of CBS covered by application scorecard with score ranks of 1-4, and which are Current and Unclassified, as High Grade. The Group's comparative table as of December 31, 2021 for "Consumer Lending" has been updated to reflect this change in credit quality classification resulting in a decrease amounting to ₱11.33 billion under Standard Grade and a corresponding increase for the same amount under High Grade to account for CBS' consumer loans in the Group's credit exposures.

The financial assets are also grouped according to stage whose description is explained as follows:

Stage 1 – those that are considered current and up to 30 days past due, and based on change in rating, delinquencies and payment history, do not demonstrate significant increase in credit risk.

Stage 2 – those that, based on change in rating, delinquencies and payment history, demonstrate significant increase in credit risk, and/or are considered more than 30 days past due but does not demonstrate objective evidence of impairment as of reporting date.

Stage 3 – those that are considered in default or demonstrate objective evidence of impairment as of reporting date.

The following tables illustrate the Group's and the Parent Company's credit exposures (amounts in millions).

Consolidated	2022			
	ECL Staging			Total
	Stage 1 12-month ECL	Stage 2 Lifetime ECL	Stage 3 Lifetime ECL	
Corporate and commercial lending				
Neither past due nor impaired				
High grade	₱34,841	₱141	₱-	₱34,982
Standard grade	337,287	12,964	-	350,251
Sub-Standard	112,348	44,515	-	156,863
Unrated	520	70	-	590
Past due but not impaired	-	587	-	587
Past due and impaired	-	-	12,137	12,137
Gross carrying amount	₱484,996	₱58,277	₱12,137	₱555,410

Consolidated	2022			
	ECL Staging			Total
	Stage 1 12-month ECL	Stage 2 Lifetime ECL	Stage 3 Lifetime ECL	
Consumer Lending				
Neither past due nor impaired				
High grade	₱19,511	₱-	₱-	₱19,511
Standard grade	102,420	5,665	-	108,085
Sub-Standard	1,926	4,538	-	6,464
Unrated	842	1,334	-	2,176
Past due but not impaired	-	3,165	-	3,165
Past due and impaired	-	-	5,064	5,064
Gross carrying amount	₱124,699	₱14,702	₱5,064	₱144,465



Consolidated	2022			
	ECL Staging			Total
	Stage 1 12-month ECL	Stage 2 Lifetime ECL	Stage 3 Lifetime ECL	
Trade-related Lending				
Neither past due nor impaired				
High grade	P1,982	P-	P-	P1,982
Standard grade	10,065	327	-	10,392
Sub-Standard	4,713	432	-	5,145
Unrated	3	-	-	3
Past due but not impaired	-	-	-	-
Past due and impaired	-	-	203	203
Gross carrying amount	P16,763	P759	P203	P17,725

Consolidated	2022			
	ECL Staging			Total
	Stage 1 12-month ECL	Stage 2 Lifetime ECL	Stage 3 Lifetime ECL	
Others				
Neither past due nor impaired				
High grade	P68	P-	P-	P68
Standard grade	7	5	-	12
Sub-Standard	-	5	-	5
Unrated	19	-	-	19
Past due but not impaired	-	4	-	4
Past due and impaired	-	-	7	7
Gross carrying amount	P94	P14	P7	P115

Consolidated	2021			
	ECL Staging			Total
	Stage 1 12-month ECL	Stage 2 Lifetime ECL	Stage 3 Lifetime ECL	
Corporate and commercial lending				
Neither past due nor impaired				
High grade	P32,100	P142	P-	P32,242
Standard grade	272,567	20,677	-	293,244
Sub-Standard	123,413	29,259	-	152,672
Unrated	749	23	-	772
Past due but not impaired	-	517	-	517
Past due and impaired	-	-	9,631	9,631
Gross carrying amount	P428,829	P50,618	P9,631	P489,078

Consolidated	2021			
	ECL Staging			Total
	Stage 1 12-month ECL	Stage 2 Lifetime ECL	Stage 3 Lifetime ECL	
Consumer Lending				
Neither past due nor impaired				
High grade	P11,536	P11	P-	P11,547
Standard grade	84,440	5,708	-	90,148
Sub-Standard	3,212	5,817	-	9,029
Unrated	1,053	1,944	-	2,997
Past due but not impaired	-	2,890	-	2,890
Past due and impaired	-	-	6,065	6,065
Gross carrying amount	P100,241	P16,370	P6,065	P122,676

Consolidated	2021			
	ECL Staging			Total
	Stage 1 12-month ECL	Stage 2 Lifetime ECL	Stage 3 Lifetime ECL	
Trade-related Lending				
Neither past due nor impaired				
High grade	P452	P-	P-	P452
Standard grade	7,051	3	-	7,054
Sub-Standard	3,730	938	-	4,668
Unrated	-	-	-	-
Past due but not impaired	-	25	-	25
Past due and impaired	-	-	255	255
Gross carrying amount	P11,233	P966	P255	P12,454



Consolidated	2021			
	ECL Staging			Total
	Stage 1 12-month ECL	Stage 2 Lifetime ECL	Stage 3 Lifetime ECL	
Others				
Neither past due nor impaired				
High grade	₱85	₱-	₱-	₱85
Standard grade	-	-	-	-
Sub-Standard	-	-	-	-
Unrated	20	-	-	20
Past due but not impaired	-	7	-	7
Past due and impaired	-	-	5	5
Gross carrying amount	₱105	₱7	₱5	₱117

Parent Company	2022			
	ECL Staging			Total
	Stage 1 12-month ECL	Stage 2 Lifetime ECL	Stage 3 Lifetime ECL	
Corporate and commercial lending				
Neither past due nor impaired				
High grade	₱33,842	₱141	₱-	₱33,983
Standard grade	330,747	9,339	-	340,086
Sub-Standard	112,348	42,540	-	154,888
Unrated	520	70	-	590
Past due but not impaired	-	402	-	402
Past due and impaired	-	-	9,206	9,206
Gross carrying amount	₱477,457	₱52,492	₱9,206	₱539,155

Parent Company	2022			
	ECL Staging			Total
	Stage 1 12-month ECL	Stage 2 Lifetime ECL	Stage 3 Lifetime ECL	
Consumer Lending				
Neither past due nor impaired				
High grade	₱182	₱-	₱-	₱182
Standard grade	51,977	5,665	-	57,642
Sub-Standard	1,926	4,538	-	6,464
Unrated	842	1,334	-	2,176
Past due but not impaired	-	1,187	-	1,187
Past due and impaired	-	-	3,338	3,338
Gross carrying amount	₱54,927	₱12,724	₱3,338	₱70,989

Parent Company	2022			
	ECL Staging			Total
	Stage 1 12-month ECL	Stage 2 Lifetime ECL	Stage 3 Lifetime ECL	
Trade-related Lending				
Neither past due nor impaired				
High grade	₱1,982	₱-	₱-	₱1,982
Standard grade	10,064	-	-	10,064
Sub-Standard	4,713	426	-	5,139
Unrated	3	-	-	3
Past due but not impaired	-	-	-	-
Past due and impaired	-	-	203	203
Gross carrying amount	₱16,762	₱426	₱203	₱17,391

Parent Company	2022			
	ECL Staging			Total
	Stage 1 12-month ECL	Stage 2 Lifetime ECL	Stage 3 Lifetime ECL	
Others				
Neither past due nor impaired				
High grade	₱-	₱-	₱-	₱-
Standard grade	-	-	-	-
Sub-Standard	-	-	-	-
Unrated	19	-	-	19
Past due but not impaired	-	-	-	-
Past due and impaired	-	-	-	-
Gross carrying amount	₱19	₱-	₱-	₱19



Parent Company		2021		
		ECL Staging		
		Stage 1	Stage 2	Stage 3
		12-month ECL	Lifetime ECL	Lifetime ECL
Corporate and commercial lending				Total
Neither past due nor impaired				
High grade		P25,247	P142	P-
Standard grade		272,567	15,850	-
Sub-Standard		123,413	28,027	-
Unrated		749	23	-
Past due but not impaired		-	91	-
Past due and impaired		-	-	6,613
Gross carrying amount		P421,976	P44,133	P6,613
				P472,722

Parent Company		2021		
		ECL Staging		
		Stage 1	Stage 2	Stage 3
		12-month ECL	Lifetime ECL	Lifetime ECL
Consumer Lending				Total
Neither past due nor impaired				
High grade		P208	P11	P-
Standard grade		49,157	5,704	-
Sub-Standard		3,212	5,817	-
Unrated		1,053	1,944	-
Past due but not impaired		-	944	-
Past due and impaired		-	-	3,966
Gross carrying amount		P53,630	P14,420	P3,966
				P72,016

Parent Company		2021		
		ECL Staging		
		Stage 1	Stage 2	Stage 3
		12-month ECL	Lifetime ECL	Lifetime ECL
Trade-related Lending				Total
Neither past due nor impaired				
High grade		P130	P-	P-
Standard grade		7,051	4	-
Sub-Standard		3,730	938	-
Unrated		-	-	-
Past due but not impaired		-	-	-
Past due and impaired		-	-	227
Gross carrying amount		P10,911	P942	P227
				P12,080

Parent Company		2021		
		ECL Staging		
		Stage 1	Stage 2	Stage 3
		12-month ECL	Lifetime ECL	Lifetime ECL
Others				Total
Neither past due nor impaired				
High grade		P-	P-	P-
Standard grade		-	-	-
Sub-Standard		-	-	-
Unrated		20	-	-
Past due but not impaired		-	-	-
Past due and impaired		-	-	-
Gross carrying amount		P20	P-	P-
				P20

Depository accounts with the BSP and counterparty banks, Trading and Investment Securities
For these financial assets, outstanding exposure is rated primarily based on credit ratings from international external credit rating agencies accessed through the Group's Bloomberg terminal; otherwise, rating is based on risk grades by Philratings.

For counterparties without external rating, the Group retained the uses internal rating (and its corresponding category) for counterparties with no external rating. Exposures with neither external nor internal ratings are included under "Unrated".



The external risk rating of the Group's depository accounts with the BSP and counterparty banks, trading and investment securities, is grouped as follows:

Credit Quality Rating	External Credit Risk Rating	Credit Rating Agency
High Grade	AAA, AA+, AA, AA-	S&P
	Aaa, Aa1, Aa2, Aa3	Moody's
	AAA, AA+, AA, AA-	Fitch
Standard Grade	A+, A, A-, BBB+, BBB, BBB-	S&P
	A1, A2, A3, Baa1, Baa2, Baa3	Moody's
	A+, A, A-, BBB+, BBB, BBB-	Fitch
Substandard Grade	BB+, BB, BB-, B/B+, CCC, CC, R, SD & D	S&P
	Ba1, Ba2, Ba3, B1, B2, R, SD & D	Moody's
	BB+, BB, BB-, B/B+, CCC, R, SD & D	Fitch

Rating Description

High Grade

AAA – An obligor has extremely strong capacity to meet its financial commitments.

AA – An obligor has very strong capacity to meet its financial commitments. It differs from the highest-rated obligors at a minimal degree.

Standard Grade

A – An obligor has strong capacity to meet its financial commitments but is somewhat more susceptible to the adverse effects of changes in circumstances and economic conditions than obligors in higher-rated categories.

BBB – An obligor has adequate capacity to meet its financial commitments. However, adverse economic conditions or changing circumstances are more likely to lead to a weakened capacity of the obligor to meet its financial commitments.

Sub-Standard Grade

BB – An obligor is less vulnerable in the near term than other lower-rated obligors. However, it faces major ongoing uncertainties and exposure to adverse business, financial, or economic conditions which could lead to the obligor's inadequate capacity to meet its financial commitments.

B – An obligor is more vulnerable than the obligors rated 'BB', but the obligor currently has the capacity to meet its financial commitments. Adverse business, financial, or economic conditions will likely impair the obligor's capacity or willingness to meet its financial commitments.

CCC – An obligor is currently vulnerable and is dependent upon favorable business, financial, and economic conditions for the obligor to meet its financial commitments.

CC – An obligor is currently vulnerable. The rating is used when a default has not yet occurred, but expects default to be a virtual certainty, regardless of the anticipated time to default.

R – An obligor is under regulatory supervision owing to its financial condition. During the pendency of the regulatory supervision, the regulators may have the power to favor one class of obligations over others or pay some obligations and not others.



SD and D – An obligor is in default on one or more of its financial obligations including rated and unrated financial obligations but excluding hybrid instruments classified as regulatory capital or in non-payment according to terms.

In the case of PHP-denominated securities which are not rated by either S&P, Moody's, or Fitch, but have an external rating by Philratings, the following grouping was applied.

Credit Quality Rating	External Credit Risk Rating
High grade	PRSAaa, PRSAa+, PRSAa, PRSAa-
Standard grade	PRSA+, PRSA, PRSA-, PRSBaa+, PRSBaa, PRSBaa-
Sub-Standard grade	PRSBa+, PRSBa, PRSBa-, PRSB+, PRSB, PRSB-, PRSCaa+, PRSCaa, PRSCaa-, PRSCa+, PRSCa, PRSCa-, PRSC+, PRSC, PRSC-

Rating Description

High Grade

PRSAaa – The obligor's capacity to meet its financial commitment on the obligation is extremely strong.

PRSAa – The obligor's capacity to meet its financial commitment on the obligation is very strong.

Standard Grade

PRSA – With favorable investment attributes and are considered as upper-medium grade obligations. Although obligations rated 'PRSA' are somewhat more susceptible to the adverse effects of changes in economic conditions, the obligor's capacity to meet its financial commitments on the obligation is still strong.

PRSBaa – An obligation rated 'PRSBaa' exhibits adequate protection parameters. However, adverse economic conditions and changing circumstances are more likely to lead to a weakened capacity of the obligor to meet its financial commitment on the obligation. PRSBaa-rated issues may possess certain speculative characteristics.

Sub-Standard Grade

PRSBa – An obligation rated 'PRSBa' is less vulnerable to nonpayment than other speculative issues. However, it faces major ongoing uncertainties relating to business, financial or economic conditions, which could lead to the obligor's inadequate capacity to meet its financial commitment on the obligation.

PRSB – An obligation rated 'PRSB' is more vulnerable to nonpayment than obligations rated 'PRSBa', but the obligor currently has the capacity to meet its financial commitment on the obligation. Adverse economic conditions will likely impair the obligor's capacity to meet its financial commitment on the obligation. The issue is characterized by high credit risk.

PRSCaa – An obligation rated 'PRSCaa' is presently vulnerable to nonpayment and is dependent upon favorable business, financial and economic conditions for the obligor to meet its financial commitments on the obligation. In the event of adverse economic conditions, the obligor is not likely to have the capacity to meet its financial commitment on the obligation. The issue is considered to be of poor standing and is subject to very high credit risk.



PRSCa – An obligation rated “PRSCa” is presently highly vulnerable to nonpayment. Likely already in or very near default with some prospect for partial recovery of principal or interest.

PRSC – An obligation is already in default with very little prospect for any recovery of principal or interest.

For counterparty banks with no external rating but rated under the Bank’ Camelot Rating System, the following grouping was applied:

Credit Quality Rating	Camelot Rating
High grade	A1, A2, A3, B1, B2, B3
Standard grade	C1, C2, C3, C4
Sub-Standard grade	D1, D2, D3, D4, E1, E2, E3, E4

Rating Description

High Grade

A – Exceptional Bank with strong business franchise, financials and prospects

B – Bank with good fundamentals; some minor weaknesses may exist but should be resolved in due course

Standard Grade

C – Bank with adequate fundamentals; some aspects raise concerns that prevent it from achieving a higher rating

Sub-Standard Grade

D – Bank with weaknesses; capability / ability to resolve such weaknesses is put into question

E – Bank with very serious problems / negative fundamentals

For corporate issuers with no external rating but are rated under the Bank’s ICRRS, the grouping used for corporate borrowers will apply.

The succeeding tables show the credit exposures of the Group and the Parent Company related to these financial assets (amounts in millions).

Consolidated	2022				2021			
	ECL Staging				ECL Staging			
Investment securities at amortized cost	Stage 1 12-month ECL	Stage 2 Lifetime ECL	Stage 3 Lifetime ECL	Total	Stage 1 12-month ECL	Stage 2 Lifetime ECL	Stage 3 Lifetime ECL	Total
Neither past due nor impaired								
High grade	₱57,060	₱–	₱–	₱57,060	₱48,678	₱–	₱–	₱48,678
Standard grade	280,612	1,436	–	282,048	170,149	3,033	–	173,182
Sub-Standard	14,937	1,600	–	16,537	14,584	533	–	15,117
Unrated	–	–	–	–	–	–	–	–
Past due but not impaired	–	–	–	–	–	–	–	–
Impaired	–	–	–	–	–	–	3,947	3,947
Gross carrying amount	₱352,609	₱3,036	₱–	₱355,645	₱233,411	₱3,566	₱3,947	₱240,924



Consolidated	2022				2021			
	ECL Staging			Total	ECL Staging			Total
Financial assets at FVOCI (debt securities)	Stage 1 12-month ECL	Stage 2 Lifetime ECL	Stage 3 Lifetime ECL		Stage 1 12-month ECL	Stage 2 Lifetime ECL	Stage 3 Lifetime ECL	
Neither past due nor impaired								
High grade	P3,392	P-	P-	P3,392	P184	P-	P-	P184
Standard grade	36,405	1,315	-	37,720	25,892	408	-	26,300
Sub-Standard	1,573	-	-	1,573	1,534	-	-	1,534
Unrated	-	-	-	-	1	-	-	1
Past due but not impaired	-	-	-	-	-	-	-	-
Impaired	-	-	-	-	-	-	-	-
Gross carrying amount	P41,370	P1,315	P-	P42,685	P27,611	P408	P-	P28,019

Parent Company	2022				2021			
	ECL Staging			Total	ECL Staging			Total
Investment securities at amortized cost	Stage 1 12-month ECL	Stage 2 Lifetime ECL	Stage 3 Lifetime ECL		Stage 1 12-month ECL	Stage 2 Lifetime ECL	Stage 3 Lifetime ECL	
Neither past due nor impaired								
High grade	P57,060	P-	P-	P57,060	P48,150	P-	P-	P48,150
Standard grade	274,627	1,436	-	276,063	165,062	3,033	-	168,095
Sub-Standard	14,937	1,600	-	16,537	14,584	533	-	15,117
Unrated	-	-	-	-	-	-	-	-
Past due but not impaired	-	-	-	-	-	-	-	-
Impaired	-	-	-	-	-	-	3,632	3,632
Gross carrying amount	P346,624	P3,036	P-	P349,660	P227,796	P3,566	P3,632	P234,994

Parent Company	2022				2021			
	ECL Staging			Total	ECL Staging			Total
Financial assets at FVOCI (debt securities)	Stage 1 12-month ECL	Stage 2 Lifetime ECL	Stage 3 Lifetime ECL		Stage 1 12-month ECL	Stage 2 Lifetime ECL	Stage 3 Lifetime ECL	
Neither past due nor impaired								
High grade	P3,280	P-	P-	P3,280	P-	P-	P-	P-
Standard grade	34,376	1,315	-	35,691	23,961	404	-	24,365
Sub-Standard	1,572	-	-	1,572	1,534	-	-	1,534
Unrated	-	-	-	-	1	-	-	1
Past due but not impaired	-	-	-	-	-	-	-	-
Impaired	-	-	-	-	-	-	-	-
Gross carrying amount	P39,228	P1,315	P-	P40,543	P25,496	P404	P-	P25,900

Consolidated	2022				
	High Grade	Standard Grade	Sub-Standard Grade	Unrated	Total
Due from BSP	P-	P107,100	P-	P-	P107,100
Due from other banks	1,367	12,226	21	1	13,615
Interbank loans receivable and SPURA	15,419	28,146	-	-	43,565
Financial assets at FVTPL	1,558	2,393	541	236	4,728
	P18,344	P149,865	P562	P237	P169,008

Parent Company	2022				
	High Grade	Standard Grade	Sub-Standard Grade	Unrated	Total
Due from BSP	P-	P92,921	P-	P-	P92,921
Due from other banks	927	11,399	21	-	12,347
Interbank loans receivable and SPURA	15,419	26,179	-	-	41,598
Financial assets at FVTPL	345	2,393	541	236	3,515
	P16,691	P132,892	P562	P236	P150,381



Consolidated	2021				
	High Grade	Standard Grade	Sub-Standard Grade	Unrated	Total
Due from BSP	P-	P124,283	P-	P-	P124,283
Due from other banks	1,147	9,528	19	-	10,694
Interbank loans receivable and SPURA	14,746	21,813	-	-	36,559
Financial assets at FVTPL	2,193	4,144	717	156	7,210
	P18,086	P159,768	P736	P156	P178,746

Parent Company	2021				
	High Grade	Standard Grade	Sub-Standard Grade	Unrated	Total
Due from BSP	P-	P114,529	P-	P-	P114,529
Due from other banks	1,049	8,829	19	-	9,897
Interbank loans receivable and SPURA	14,746	20,285	-	-	35,031
Financial assets at FVTPL	441	4,144	717	156	5,458
	P16,236	P147,787	P736	P156	P164,915

Restructured Loans

The following table presents the carrying amount of restructured loans (gross of allowance for impairment and credit losses) of the Group and Parent Company as of December 31, 2022 and 2021:

	Consolidated		Parent Company	
	2022	2021	2022	2021
Loans and advances to customers				
Corporate and commercial lending	P1,526,923	P5,905,576	P1,150,752	P5,619,916
Consumer lending	1,251,472	1,447,356	1,223,941	1,446,431
Total restructured financial assets	P2,778,395	P7,352,932	P2,374,693	P7,066,347

Impairment Assessment

The Group recognizes a credit loss allowance on a financial asset based on whether it has had a significant increase in credit risk since initial recognition. Accordingly, the Group categorizes its financial assets into three categories: stage 1 – financial asset that has not had a significant increase in credit risk; stage 2 – financial asset that has had a significant increase in credit risk; and stage 3 – financial asset in default.

Generally, the Group assesses the presence of a significant increase in credit risk based on the number of notches that a financial asset's credit risk rating has declined since origination. When applicable, the Group also applies a rebuttable presumption that the credit risk on a financial asset has increased significantly since initial recognition when contractual payments are more than 30 days past due. In subsequent reporting periods, if the credit risk of the financial instrument improves such that there is no longer a SICR since initial recognition, the Group shall revert to recognizing a 12-month ECL.

The Group defines a financial instrument as in default, which is fully aligned with the definition of credit impaired, when (a) the borrower becomes at least 90 days past due on its contractual payments (unless the Group has reasonable and supportable information to demonstrate that a more lagging default criterion is more appropriate), (b) it is classified as doubtful or loss under prudential reporting; (c) it is in litigation; and/or (d) full repayment of principal and interest is unlikely without foreclosure of collateral, if any. As a part of a qualitative assessment of whether a customer is in default, the Group also considers a variety of instances or loss events that may indicate unlikelihood to pay. When such events occur, the Group carefully considers whether the event should result in treating the customer as defaulted. An instrument is considered to be no longer in default (i.e., to have cured) when it no longer meets any of the default criteria for a consecutive period of 180 days (i.e., consecutive payments from the borrowers for 180 days).



The Group then measures the credit loss allowance on a financial instrument at an amount equal to 12-month expected credit losses for items categorized as stage 1 and lifetime credit losses for items categorized as stage 2 and stage 3.

The Group modeled the following inputs to the expected credit loss formula separately. The formula is applied to each financial asset, with certain exceptions wherein a collective or other general approach is applied:

Exposure at Default (EAD)

The Group defines EAD as the principal and interests that would not be collected assuming the borrower defaults during a future point in time. The Group computes for a financial asset's EAD using the expected contractual cash flows during the contractual life of the financial instrument. A financial asset's EAD is defined as the sum of EAD from principal and EAD from interest.

Probability of default (PD)

The Group uses forward-looking PD estimates that are unbiased and probability-weighted using a range of possible outcomes. The PD for each individual instrument is modelled based on historical data and is estimated based on current market conditions and reasonable and supportable information about future economic conditions. The Group segmented its credit exposures based on homogenous risk characteristics and developed a corresponding PD methodology for each portfolio. The PD methodology for each relevant portfolio is determined based on the underlying nature or characteristic of the portfolio, behavior of the accounts, and materiality of the segment as compared to the total portfolio. The Group's PDs are mainly categorized into three: (a) corporate; (b) sovereign; and (c) retail.

Loss given default (LGD)

The Group's LGD model considers certain factors such as the historical cash flow recovery and reasonable and supportable information about future economic conditions, where appropriate. Generally, the model utilizes the Group's existing loan exposure rating system which is designed to capture these factors as well as the characteristics of collaterals related to an exposure. In cases wherein this does not apply, the Group looks into the standard characteristics of collaterals (e.g., auto and housing loans) in order to estimate an LGD factor. In the case of exposures without collaterals (e.g., securities), the Group uses internationally-accepted standard LGD factors.

Starting 2020, the Group has considered current and forward-looking information related to the COVID-19 pandemic in assessing the aforementioned factors – i.e., significant increase in credit risk, default, EAD, PD, and LGD. The Group will continue to assess the impact of the pandemic and the ongoing economic recovery in measuring ECL in the upcoming reporting periods.

Credit Review

In accordance with BSP Circular 855, credit reviews are conducted on loan accounts to evaluate whether loans are granted in accordance with the Parent Company's policies and to assess loan quality and appropriateness of classification.



Results of credit reviews are promptly reported to management to apprise them of any significant findings for proper corrective actions.

Market Risk

Market risk is the risk of loss that may result from changes in the value of a financial product. The Parent Company's market risk originates from its holdings of domestic and foreign-denominated debt securities, foreign exchange instruments, equities, foreign exchange derivatives, and interest rate derivatives.

The RMG of the Parent Company is responsible for assisting the ROC with its responsibility for identifying, measuring, managing, and controlling market risk. Market risk management measures the Parent Company market risk exposures through the use of VaR. VaR is a statistical measure that estimates the maximum potential loss from a portfolio over a holding period, within a given confidence level.

VaR assumptions

The Parent Company calculates the VaR in trading activities. The Parent Company uses the Historical Simulation Full Valuation approach to measure VaR for all treasury traded instruments, using a 99.00% confidence level and a 1-day holding period.

The use of a 99.00% confidence level means that, within a one day horizon, losses exceeding the VaR figure should occur, on average, not more than once every hundred days. The validity of the VaR model is verified through back testing, which examines how frequently actual and hypothetical daily losses exceeds daily VaR. The Parent Company measures and monitors the VaR and profit and loss on a daily basis.

Since VaR is an integral part of the Parent Company's market risk management, VaR limits have been established for all trading positions and exposures are reviewed daily against the limits by management. Further, stress testing is performed for monitoring extreme events.

Limitations of the VaR Methodology

The VaR models are designed to measure market risk in a normal market environment using equally weighted historical data. The use of VaR has limitations because it is based on historical correlations and volatilities in market prices and assumes that future price movements will follow the same distribution. Due to the fact that VaR relies heavily on historical data to provide information and may not clearly predict the future changes and modifications of the risk factors, the probability of large market moves may be underestimated if changes in risk factors fail to align with the assumptions. VaR may also be under- or over-estimated due to the assumptions placed on risk factors and the relationship between such factors for specific instruments. Even though positions may change throughout the day, the VaR only represents the risk of the portfolios at the close of each business day, and it does not account for any losses that may occur beyond the 99.00% confidence level.

In practice, the actual trading results will differ from the VaR calculation and, in particular, the calculation does not provide a meaningful indication of profits and losses in stressed market conditions. To determine the reliability of the VaR models, actual outcomes are monitored regularly to test the validity of the assumptions and the parameters used in the VaR calculation. Market risk positions are also subject to regular stress tests to ensure that the Group would withstand an extreme market event.



A summary of the VaR position of the trading portfolio of the Parent Company is as follows:

	Interest Rate ¹	Foreign Exchange ²	Price ³	Interest Rate ⁴	Interest Rate ⁵
	(In Millions)				
2022					
31 December	₱14.77	₱38.66	₱24.65	₱6.45	₱2.04
Average daily	31.96	21.83	16.72	4.27	2.16
Highest	60.07	83.37	24.65	9.23	3.76
Lowest	13.89	3.19	9.56	0.75	1.50
2021					
31 December	₱18.55	₱10.97	₱18.30	₱3.23	₱2.37
Average daily	62.04	23.11	20.95	4.31	3.20
Highest	170.46	84.61	31.23	8.54	12.44
Lowest	6.44	2.47	7.61	1.16	1.26

¹ Interest rate VaR for debt securities (Interest rate VaR for foreign currency denominated debt securities are translated to PHP using daily closing rate)

² FX VaR is the bankwide foreign exchange risk

³ Price VaR for equity securities and futures

⁴ Interest rate VaR for FX swaps and FX forwards

⁵ Interest rate VaR for IRS

Interest Rate Risk

The Group's interest rate risk originates from its holdings of interest rate sensitive assets and interest rate sensitive liabilities. The Parent Company follows prudent policies in managing its exposures to interest rate fluctuations, and constantly monitors and discusses its exposure in Asset and Liability Committee (ALCO) meetings held every week.

As of December 31, 2022 and 2021, 60.30% and 62.29% of the Group's total loan portfolio, respectively, comprised of floating rate loans which are repriced periodically by reference to the transfer pool rate which reflects the Group's internal cost of funds. As of December 31, 2022 and 2021, 63.55% and 63.85% of the Parent's total loan portfolio, respectively, were subject to interest repricing. In keeping with banking industry practice, the Group aims to achieve stability and lengthen the term structure of its deposit base, while providing adequate liquidity to cover transactional banking requirements of customers.

Interest is paid on demand accounts, which constituted 25.53% and 29.24% of the total deposits as of December 31, 2022 and 2021, respectively for the Group and 25.94% and 29.32% of the total deposits as of December 31, 2022 and 2021, respectively for the Parent Company.

Interest is paid on savings accounts and time deposits accounts, which constitute 28.27% and 46.20%, respectively of the Group's total deposits, and 29.13% and 44.93%, respectively of the Parent Company's total deposits, respectively as of December 31, 2022, and 35.10% and 35.66%, respectively of the Group's total deposits, and 36.13% and 34.55%, respectively of the Parent Company's total deposits, respectively as of December 31, 2021.



Savings account interest rates are set by reference to prevailing market rates, while interest rates on time deposits and special savings accounts are usually priced by reference to prevailing rates of short-term government bonds and other money market instruments, or, in the case of foreign currency deposits, inter-bank deposit rates and other benchmark deposit rates in international money markets with similar maturities.

The Group is likewise exposed to fair value interest rate risk due to its holdings of fixed rate government bonds as part of its financial assets at FVOCI and FVTPL portfolios. Market values of these investments are sensitive to fluctuations in interest rates. The following table provides for the average effective interest rates of the Group and of the Parent Company as of December 31, 2022 and 2021:

	Consolidated		Parent Company	
	2022	2021	2022	2021
Peso				
Assets				
Due from BSP	0.80%	0.79%	0.58%	0.75%
Due from banks	0.10%	0.15%	0.05%	0.06%
Interbank Loans Receivable and SPURA	3.17%	1.91%	3.17%	1.91%
Investment securities*	4.71%	4.58%	4.74%	4.62%
Loans and receivables	6.27%	6.04%	5.76%	5.82%
Liabilities				
Deposit liabilities	1.03%	0.68%	0.96%	0.63%
Bills payable	2.63%	3.50%	2.63%	3.50%
Bonds payable	2.97%	3.02%	2.97%	3.02%
USD				
Assets				
Due from banks	0.65%	0.02%	0.65%	0.02%
Interbank Loans Receivable and SPURA	1.62%	0.05%	1.62%	0.05%
Investment securities*	3.75%	3.79%	3.77%	3.81%
Loans and receivables	3.90%	3.76%	3.90%	3.77%
Liabilities				
Deposit liabilities	0.52%	0.31%	0.52%	0.31%
Bills payable	2.26%	3.10%	2.26%	3.10%
Bonds payable	3.32%	1.70%	3.32%	1.70%

* Consisting of financial assets at FVTPL, Financial assets at FVOCI and Investment securities at amortized cost.

The repricing gap analysis method is used by the Group to measure the sensitivity of its assets and liabilities to interest rate fluctuations. This analysis measures the Group's susceptibility to changes in interest rates. The repricing gap is calculated by first distributing the assets and liabilities contained in the Group's balance sheet into tenor buckets according to the time remaining to the next repricing date (or the time remaining to maturity if there is no repricing), and then obtaining the difference between the total of the repricing (interest rate sensitive) assets and the total of repricing (interest rate sensitive) liabilities.

A gap is considered negative when the amount of interest rate sensitive liabilities exceeds the amount of interest rate sensitive assets. A gap is considered positive when the amount of interest rate sensitive assets exceeds the amount of interest rate sensitive liabilities.



Accordingly, during a period of rising interest rates, a bank with a positive gap would be in a position to invest in higher yielding assets earlier than it would need to refinance its interest rate sensitive liabilities. During a period of falling interest rates, a bank with a positive gap would tend to see its interest rate sensitive assets repricing earlier than its interest rate sensitive liabilities, restraining the growth of its net income or resulting in a decline in net interest income.

The following tables set forth the repricing gap position of the Group and Parent Company as of December 31, 2022 and 2021 (in millions):

	Consolidated							
	2022				2021			
	Up to 3 Months	>3 to 12 Months	>12 Months	Total	Up to 3 Months	>3 to 12 Months	>12 Months	Total
Financial Assets								
Due from BSP	₱103,609	₱-	₱3,491	₱107,100	₱121,878	₱-	₱2,405	₱124,283
Due from other banks	13,615	-	-	13,615	10,694	-	-	10,694
Interbank Loans Receivable and SPURA	43,565	-	-	43,565	36,559	-	-	36,559
Investment securities	16,606	20,776	368,648	406,030	11,611	17,754	248,871	278,236
Loans and receivables	251,017	159,098	289,480	699,595	231,378	122,731	254,898	609,007
Total financial assets	428,412	179,874	661,619	1,269,905	412,120	140,485	506,174	1,058,779
Financial Liabilities								
Deposit liabilities	398,760	72,009	595,146	1,065,915	236,102	48,919	577,839	862,860
Bills payable	31,101	15,194	24,080	70,375	33,253	20,041	12,512	65,806
Bonds payable	-	8,313	20,000	28,313	-	22,474	20,000	42,474
Total financial liabilities	429,861	95,516	639,226	1,164,603	269,355	91,434	610,351	971,140
IRS Hedge Receive	61,331	8,363	-	69,694	56,099	7,650	-	63,749
IRS Hedge Pay	-	-	69,694	69,694	-	-	63,749	63,749
Repricing gap	₱59,882	₱92,721	(₱47,301)	₱105,302	₱198,864	₱56,701	(₱167,926)	₱87,639

	Parent Company							
	2022				2021			
	Up to 3 Months	>3 to 12 Months	>12 Months	Total	Up to 3 Months	>3 to 12 Months	>12 Months	Total
Financial Assets								
Due from BSP	₱92,921	₱-	₱-	₱92,921	₱114,529	₱-	₱-	₱114,529
Due from other banks	12,347	-	-	12,347	9,897	-	-	9,897
Interbank Loans Receivable and SPURA	41,598	-	-	41,598	35,031	-	-	35,031
Investment securities	14,912	19,767	361,790	396,469	8,728	15,849	243,752	268,329
Loans and receivables	246,513	123,243	243,441	613,197	226,675	92,282	225,215	544,172
Total financial assets	408,291	143,010	605,231	1,156,532	394,860	108,131	468,967	971,958
Financial Liabilities								
Deposit liabilities	370,272	50,527	538,620	959,419	218,116	40,618	523,485	782,219
Bills payable	31,101	15,194	24,080	70,375	33,253	20,041	12,512	65,806
Bonds payable	-	8,313	20,000	28,313	-	22,474	20,000	42,474
Total financial liabilities	401,373	74,034	582,700	1,058,107	251,369	83,133	555,997	890,499
IRS Hedge Receive	61,331	8,363	-	69,694	56,099	7,650	-	63,749
IRS Hedge Pay	-	-	69,694	69,694	-	-	63,749	63,749
Repricing gap	₱68,249	₱77,339	(₱47,163)	₱98,425	₱199,590	₱32,648	(₱150,779)	₱81,459

The Group monitors its exposure to fluctuations in interest rates by using scenario analysis to estimate the impact of interest rate movements on its interest income. This is done by modeling the impact to the Group's interest income and interest expenses to parallel changes in the interest rate curve in a given 12-month period. Interest rate risk exposure is managed through approved limits.



The following tables set forth the estimated change in the Group's and Parent Company's annualized net interest income due to a parallel change in the interest rate curve as of December 31, 2022 and 2021:

	Consolidated			
	2022			
	Change in interest rates (in basis points)			
	100bp rise	50bp rise	50bp fall	100bp fall
Change in annualized net interest income	₱1,294	₱647	(₱647)	(₱1,294)
As a percentage of the Group's net interest income for the year ended December 31, 2022	2.84%	1.42%	(1.42%)	(2.84%)
	Consolidated			
	2021			
	Change in interest rates (in basis points)			
	100bp rise	50bp rise	50bp fall	100bp fall
Change in annualized net interest income	₱2,414	₱1,207	(₱1,207)	(₱2,414)
As a percentage of the Group's net interest income for the year ended December 31, 2021	6.30%	3.15%	(3.15%)	(6.30%)
	Parent Company			
	2022			
	Change in interest rates (in basis points)			
	100bp rise	50bp rise	50bp fall	100bp fall
Change in annualized net interest income	₱1,263	₱631	(₱631)	(₱1,263)
As a percentage of the Parent Company's net interest income for the year ended December 31, 2022	3.25%	1.63%	(1.63%)	(3.25%)
	Parent Company			
	2021			
	Change in interest rates (in basis points)			
	100bp rise	50bp rise	50bp fall	100bp fall
Change in annualized net interest income	₱2,241	₱1,120	(₱1,120)	(₱2,241)
As a percentage of the Parent Company's net interest income for the year ended December 31, 2021	5.85%	2.92%	(2.92%)	(5.85%)



The following tables set forth the estimated change in the Group's and Parent Company's income before tax and equity due to a reasonably possible change in the market prices of quoted bonds classified under financial assets at FVTPL and financial assets at FVOCI, brought about by movement in the interest rate curve as of December 31, 2022 and 2021 (in millions):

Consolidated				
2022				
Change in interest rates (in basis points)				
	25bp rise	10bp rise	10bp fall	25bp fall
Change in income before tax	(P15)	(P6)	P6	P15
Change in equity	(411)	(164)	164	411
Consolidated				
2021				
Change in interest rates (in basis points)				
	25bp rise	10bp rise	10bp fall	25bp fall
Change in income before tax	(P25)	(P10)	P10	P25
Change in equity	(287)	(115)	115	287
Parent Company				
2022				
Change in interest rates (in basis points)				
	25bp rise	10bp rise	10bp fall	25bp fall
Change in income before tax	(P15)	(P6)	P6	P15
Change in equity	(395)	(158)	158	395
Parent Company				
2021				
Change in interest rates (in basis points)				
	25bp rise	10bp rise	10bp fall	25bp fall
Change in income before tax	(P25)	(P10)	P10	P25
Change in equity	(266)	(107)	107	266

In relation to the IBOR reform, the table below shows the Parent Company's exposures to significant IBOR-related IRS that have yet to transition to a risk-free rate (RFR) as of December 31, 2022. The table excludes exposures that will mature before the mandatory transition date on June 30, 2023 for the overnight and 1-, 3-, 6-, and 12-month USD LIBOR.

	2022		2021	
	Nominal Amount	Carrying Value	Nominal Amount	Carrying Value
Derivative assets	\$175,464	P9,508	\$169,000	12,958
Derivative liabilities	666,000	12,072	666,000	41,653
Derivative contracts designated as hedges	1,250,000	6,185,749	1,250,000	976,834

Foreign Currency Risk

The Group's foreign exchange risk originates from its holdings of foreign currency-denominated assets (foreign exchange assets) and foreign currency-denominated liabilities (foreign exchange liabilities).

Foreign exchange liabilities generally consist of foreign currency-denominated deposits in the Group's FCDU account made in the Philippines or generated from remittances to the Philippines by persons overseas who retain for their own benefit or for the benefit of a third party, foreign currency deposit accounts with the Group.



Foreign currency liabilities are generally used to fund the Group's foreign exchange assets which generally consist of foreign currency-denominated loans and investments in the FCDU. Banks are required by the BSP to match the foreign currency-denominated liabilities with assets held in the FCDU that are denominated in the same foreign currency.

The Group's policy is to maintain foreign currency exposure within existing regulations, and within acceptable risk limits. The Group believes in ensuring its foreign currency is at all times within limits prescribed for financial institutions who are engaged in the same types of businesses in which the Group and its subsidiaries are engaged.

The table below summarizes the Group's and Parent Company's exposure to foreign exchange risk, excluding the US Dollar denominated assets and liabilities under FCDU with functional currency also in US Dollars. Included in the table are the Group's and Parent Company's assets and liabilities at carrying amounts (stated in US Dollars), categorized by currency with its PHP equivalent:

	Consolidated							
	2022		2021		2022		2021	
	USD	Other Currencies*	Total in USD	PHP	USD	Other Currencies*	Total in USD	PHP
Assets								
Cash and other cash items	\$27	\$2,462	\$2,489	₱138,809	\$3,116	\$2,673	\$5,789	₱295,222
Due from other banks	65,090	5,621	70,711	3,942,531	49,402	8,560	57,962	2,956,018
Financial assets at FVTPL	150	2,065	2,215	123,504	109	1	110	5,593
Financial assets at FVOCI	-	-	-	-	15,163	2,304	17,467	890,826
Investment securities at amortized cost	-	25,953	25,953	1,447,018	27,777	29,341	57,118	2,912,954
Loans and receivables	92,025	29,991	122,016	6,803,000	43,866	35,800	79,666	4,062,902
Accrued interest receivable	250	335	585	32,618	695	272	967	49,329
Other assets	-	1,203	1,203	67,115	34,051	3	34,054	1,736,677
	157,542	67,630	225,172	12,554,595	174,179	78,954	253,133	12,909,521
Liabilities								
Deposit liabilities	-	71,552	71,552	3,989,416	58,593	22,964	81,557	4,159,311
Bills payables	241,462	-	241,462	13,462,731	445,967	-	445,967	22,743,874
Accrued interest and other expenses	446	1	447	24,890	174	1	175	8,936
Other liabilities	54,710	1,258	55,968	3,120,472	30,213	1,289	31,502	1,606,550
	296,618	72,811	369,429	20,597,509	534,947	24,254	559,201	28,518,671
Currency spot	11,321	(324)	10,997	613,143	(5,118)	(1,886)	(7,004)	(357,211)
Currency forwards	1,793,782	4,406	1,798,188	100,257,988	353,105	(53,177)	299,928	15,296,007
Net Exposure	\$1,666,027	(\$1,099)	\$1,664,928	₱92,828,217	(\$12,781)	(\$363)	(\$13,144)	(₱670,354)

* Other currencies include EUR, CNY, JPY, GBP, AUD, SGD, CHF, CAD, NZD, AED, HKD.

	Parent Company							
	2022		2021		2022		2021	
	USD	Other Currencies*	Total in USD	PHP	USD	Other Currencies*	Total in USD	PHP
Assets								
Cash and other cash items	\$27	\$2,462	\$2,489	₱138,809	\$69	\$2,673	\$2,742	₱139,816
Due from other banks	63,846	5,621	69,467	3,828,545	41,217	8,560	49,777	2,543,685
Financial assets at FVTPL	150	2,065	2,215	123,404	109	1	110	5,593
Financial assets at FVOCI	-	-	-	-	-	2,304	2,304	117,526
Investment securities at amortized cost	-	25,953	25,953	1,447,018	-	29,341	29,341	1,496,363
Loans and receivables	92,025	29,991	122,016	6,803,000	37,634	35,800	73,434	3,745,077
Accrued interest receivable	250	335	585	32,618	65	272	337	17,203
Other assets	-	1,203	1,203	67,115	34,023	3	34,026	1,735,250
	155,498	67,630	223,128	12,440,609	113,217	78,954	192,171	9,800,513
Liabilities								
Deposit liabilities	-	71,552	71,552	3,989,416	12	22,964	22,976	1,171,758
Bills payables	241,462	-	241,462	13,462,731	445,967	-	445,967	22,743,874
Accrued interest and other expenses	446	1	447	24,890	164	1	165	8,432
Other liabilities	52,666	1,258	53,924	3,086,508	29,306	1,289	30,595	1,560,317
	294,574	72,811	367,385	20,483,545	475,449	24,254	499,703	25,484,381
Currency spot	11,321	(324)	10,997	613,143	(5,118)	(1,886)	(7,004)	(357,211)
Currency forwards	1,793,782	4,406	1,798,188	100,257,988	353,105	(53,177)	299,928	15,926,007
Net Exposure	\$1,666,027	(\$1,099)	\$1,664,928	₱92,828,195	(\$14,245)	(\$363)	(\$14,608)	(₱115,072)

* Other currencies include EUR, CNY, JPY, GBP, AUD, SGD, CHF, CAD, NZD, AED, HKD.



The following table sets forth, for the period indicated, the impact of the range of reasonably possible changes in the US\$ exchange rate and other currencies per Philippine peso on the pre-tax income and equity (in millions).

Consolidated					
		2022		2021	
	Change in Foreign Exchange Rate	Sensitivity of Pretax Income	Sensitivity of Equity	Sensitivity of Pretax Income	Sensitivity of Equity
USD	1%	P4	P208	P13	P165
Other	1%	—	—	—	1
USD	(1%)	(4)	(208)	(13)	(165)
Other	(1%)	—	—	—	(1)

Parent Company					
		2022		2021	
	Change in Foreign Exchange Rate	Sensitivity of Pretax Income	Sensitivity of Equity	Sensitivity of Pretax Income	Sensitivity of Equity
USD	1%	P4	P201	P13	P157
Other	1%	—	—	—	1
USD	(1%)	(4)	(201)	(13)	(157)
Other	(1%)	—	—	—	(1)

The impact in pre-tax income and equity is due to the effect of foreign currency behaviour to Philippine peso.

Equity Price Risk

Equity price risk is the risk that the fair values of equities change as a result of movements in both the level of equity indices and the value of individual stocks. The non-trading equity price risk exposure arises from the Group's investment portfolio.

The effect on the Group and Parent Company's equity as a result of a change in the fair value of equity instruments held as at FVOCI due to a reasonably possible change in equity indices, with all other variables held constant, is as follows (in millions):

	Consolidated		Parent Company	
	Change in equity index	Effect on Equity	Change in equity index	Effect on Equity
2022	+10%	P17.9	+10%	P17.9
	-10%	7.2	-10%	7.2
2021	+10%	P3.9	+10%	P2.7
	-10%	(20.3)	-10%	(19.2)

Liquidity Risk and Funding Management

Liquidity risk is generally defined as the current and prospective risk to earnings or capital arising from the Group's inability to meet its obligations when they become due without incurring unacceptable losses or costs.

The Group's liquidity management involves maintaining funding capacity to accommodate fluctuations in asset and liability levels due to changes in the Group's business operations or unanticipated events created by customer behavior or capital market conditions. The Group seeks to ensure liquidity through a combination of active management of liabilities, a liquid asset portfolio



composed of deposits reserves and high quality securities, the securing of money market lines, and the maintenance of repurchase facilities to address any unexpected liquidity situations.

The tables below show the maturity profile of the Group's and the Parent Company's assets and liabilities, based on contractual undiscounted cash flows (in millions):

	Consolidated					Total
	December 31, 2022					
	On demand	Less than 1 year	1 to 2 years	2 to 3 years	3 to 5 years	
Financial Assets						
Cash and other cash items	P13,689	P-	P-	P-	P-	P13,689
Due from BSP	107,100	-	-	-	-	107,100
Due from other banks	13,615	-	-	-	-	13,615
Interbank loans receivable and SPURA	1,967	41,598	-	-	-	43,565
Derivative contracts designated as hedges	-	69	3,506	2,765	-	6,340
Financial assets at FVTPL	1,213	650	88	295	1,254	3,500
Financial assets at FVOCI	-	3,520	3,359	7,284	41,776	55,939
Financial assets at AC	-	35,249	35,289	26,955	260,974	358,467
Loans and receivables	-	184,428	53,992	65,147	414,149	717,716
	137,584	265,514	96,234	102,446	718,153	1,319,931
Financial Liabilities						
Deposit liabilities						
Demand	272,110	-	-	-	-	272,110
Savings	301,331	-	-	-	-	301,331
Time	-	482,104	4,638	2,410	3,321	492,473
Bills payable	5,472	40,823	21,284	2,796	-	70,375
Manager's checks	-	1,551	-	-	-	1,551
Accrued interest and other expenses	-	6,116	-	-	-	6,116
Derivative contracts designated as hedges	-	70	15	4,176	-	4,261
Derivative liabilities	-	1,550	-	-	-	1,550
Bonds payable	-	8,381	19,932	-	-	28,313
Other liabilities:						
Lease payable	-	203	556	799	1,413	2,971
Accounts payable	-	6,557	-	-	-	6,557
Acceptances payable	-	2,912	-	-	-	2,912
Due to PDIC	-	901	-	-	-	901
Margin deposits	-	-	-	-	-	-
Other credits – dormant	-	351	-	-	47	398
Due to the Treasurer of the Philippines	-	535	-	-	-	535
Miscellaneous	-	611	-	-	-	611
Total liabilities	578,913	552,665	46,425	10,181	4,781	1,186,849
Net Position	(P441,329)	(P287,151)	P49,809	P92,265	P713,372	P126,966

	Consolidated					
	December 31, 2021					
	On demand	Less than 1 year	1 to 2 years	2 to 3 years	3 to 5 years	Total
Financial Assets						
Cash and other cash items	P16,025	P-	P-	P-	P-	P16,025
Due from BSP	124,283	-	-	-	-	124,283
Due from other banks	10,697	-	-	-	-	10,697
Interbank loans receivable and SPURA	1,528	35,031	-	-	-	36,559
Derivative contracts designated as hedges	-	25	31	555	726	1,337
Financial assets at FVTPL	1,705	2,233	92	225	4,296	8,551
Financial assets at FVOCI	11	2,694	2,440	1,974	59,272	66,391
Financial assets at AC	-	15,691	22,474	28,344	151,071	217,580
Loans and receivables	-	157,593	54,659	48,550	363,523	624,325
	154,249	213,267	79,696	79,648	578,888	1,105,748
Financial Liabilities						
Deposit liabilities						
Demand	252,325	-	-	-	-	252,325
Savings	302,885	-	-	-	-	302,885
Time	-	290,456	3,376	10,346	3,472	307,650

(Forward)



Consolidated						
December 31, 2021						
	On demand	Less than 1 year	1 to 2 years	2 to 3 years	3 to 5 years	Total
Bills payable	P13	P59,094	P6,699	P-	P-	P65,806
Manager's checks	-	1,855	-	-	-	1,855
Accrued interest and other expenses	-	4,746	-	-	-	4,746
Derivative contracts designated as hedges	-	254	573	1,671	174,524	177,022
Derivative liabilities	-	999	-	-	-	999
Bonds payable	-	22,596	2,878	19,877	-	45,351
Other liabilities:						
Lease payable	-	289	372	449	1,737	2,847
Accounts payable	-	4,941	-	-	-	4,941
Acceptances payable	-	1,483	-	-	-	1,483
Due to PDIC	-	786	-	-	-	786
Margin deposits	-	1	-	-	-	1
Other credits - dormant	-	337	-	-	50	387
Due to the Treasurer of the Philippines	-	346	-	-	-	346
Miscellaneous	-	1,244	-	-	-	1,244
Total liabilities	555,223	389,427	13,898	32,343	179,783	1,170,674
Net Position	(P400,974)	(P176,160)	P65,798	P47,305	P399,105	(P64,926)

Parent Company						
December 31, 2022						
	On demand	Less than 1 year	1 to 2 years	2 to 3 years	3 to 5 years	Total
Financial Assets						
Cash and other cash items	P10,074	P-	P-	P-	P-	P10,074
Due from BSP	92,921	-	-	-	-	92,921
Due from other banks	12,347	-	-	-	-	12,347
Interbank loans receivable and SPURA	-	41,598	-	-	-	41,598
Derivative contracts designated as hedges	-	69	3,506	2,765	-	6,340
Financial assets at FVTPL	-	650	88	295	1,254	2,287
Financial assets at FVOCI	-	3,071	2,719	7,097	40,886	53,773
Financial assets at AC	-	34,689	34,743	24,218	258,635	352,285
Loans and receivables	-	156,001	38,515	52,315	380,724	627,555
Total Financial Assets	115,342	236,078	79,571	86,690	681,499	1,199,180
Financial Liabilities						
Deposit liabilities						
Demand	248,861	-	-	-	-	248,861
Savings	279,502	-	-	-	-	279,502
Time	-	430,436	548	56	16	431,056
Bills payable	5,472	40,823	21,284	2,796	-	70,375
Manager's checks	-	1,296	-	-	-	1,296
Accrued interest and other expenses	-	5,400	-	-	-	5,400
Derivative contracts designated as hedges	-	70	15	4,176	-	4,261
Derivative liabilities	-	1,550	-	-	-	1,550
Bonds payable	-	8,381	19,932	-	-	28,313
Other liabilities:						
Lease payable	-	41	329	799	1,224	2,393
Accounts payable	-	4,694	-	-	-	4,694
Acceptances payable	-	2,912	-	-	-	2,912
Due to PDIC	-	901	-	-	-	901
Margin deposits	-	-	-	-	-	-
Other credits - dormant	-	351	-	-	-	351
Due to the Treasurer of the Philippines	-	503	-	-	-	503
Miscellaneous	-	461	-	-	-	461
Total liabilities	533,835	497,819	42,108	7,827	1,240	1,082,829
Net Position	(P418,493)	(P261,741)	P37,463	P78,863	P680,259	P116,351



	Parent Company					
	December 31, 2021					
	On demand	Less than 1 year	1 to 2 years	2 to 3 years	3 to 5 years	Total
Financial Assets						
Cash and other cash items	₱13,649	₱-	₱-	₱-	₱-	₱13,649
Due from BSP	114,529	-	-	-	-	114,529
Due from other banks	9,897	-	-	-	-	9,897
Interbank loans receivable and SPURA	-	35,031	-	-	-	35,031
Derivative contracts designated as hedges	-	25	31	555	726	1,337
Financial assets at FVTPL	-	2,186	92	225	4,296	6,799
Financial assets at FVOCI	-	2,584	1,920	1,525	58,212	64,241
Financial assets at AC	-	13,091	21,914	27,632	148,936	211,573
Loans and receivables	-	133,008	41,144	39,913	342,773	556,838
	138,075	185,925	65,101	69,850	554,943	1,013,894
Financial Liabilities						
Deposit liabilities						
Demand	229,350	-	-	-	-	229,350
Savings	282,598	-	-	-	-	282,598
Time	-	263,014	978	6,224	55	270,271
Bills payable	13	59,094	6,699	-	-	65,806
Manager's checks	-	1,466	-	-	-	1,466
Accrued interest and other expenses	-	4,325	-	-	-	4,325
Derivative contracts designated as hedges	-	254	573	1,671	174,524	177,022
Derivative liabilities	-	999	-	-	-	999
Bonds payable	-	22,596	2,878	19,877	-	45,351
Other liabilities:						
Lease payable	-	87	148	449	1,505	2,189
Accounts payable	-	3,580	-	-	-	3,580
Acceptances payable	-	1,483	-	-	-	1,483
Due to PDIC	-	786	-	-	-	786
Margin deposits	-	1	-	-	-	1
Other credits – dormant	-	337	-	-	-	337
Due to the Treasurer of the Philippines	-	314	-	-	-	314
Miscellaneous	-	524	-	-	-	524
Total liabilities	511,961	358,860	11,276	28,221	176,084	1,086,402
Net Position	(₱373,886)	(₱172,935)	₱53,825	₱41,629	₱378,859	(₱72,508)

Liquidity risk is monitored and controlled primarily by a gap analysis of maturities of relevant assets and liabilities reflected in the MCO report, as well as an analysis of available liquid assets. Instead of relying solely on contractual maturities profile, the Parent Company uses Behavioral MCO to capture a going concern view. Furthermore, internal liquidity ratios and monitoring of large fund providers have been set to determine sufficiency of liquid assets over deposit liabilities. Liquidity is managed by the Parent Company and its subsidiaries on a daily basis, while scenario stress tests and sensitivity analysis are conducted periodically.

7. Due From BSP and Other Banks

Due from BSP

This account consists of:

	Consolidated		Parent Company	
	2022	2021	2022	2021
Demand deposit account (Note 17)	₱77,550,280	₱80,272,888	₱73,920,525	₱77,728,758
Special deposit account	29,550,000	44,010,212	19,000,000	36,800,000
Others	15	15	15	15
	₱107,100,295	₱124,283,115	₱92,920,540	₱114,528,773



Due from Other Banks

This consists of deposit accounts with:

	Consolidated		Parent Company	
	2022	2021	2022	2021
Local banks	₱7,284,505	₱8,675,169	₱7,284,505	₱8,675,168
Foreign banks	6,330,104	2,019,143	5,062,664	1,222,096
	₱13,614,609	₱10,694,312	₱12,347,169	₱9,897,264

Interest Income on Due from BSP and Other Banks

This account consists of:

	Consolidated			Parent Company		
	2022	2021	2020	2022	2021	2020
Due from BSP	₱218,951	₱311,645	₱180,394	₱136,287	₱129,874	₱49,762
Due from other banks	948,607	1,216,160	783,050	656,515	1,088,850	605,858
	₱1,167,558	₱1,527,805	₱963,444	₱792,802	₱1,218,724	₱655,620

The average interest rates on Due from BSP and Other Banks are disclosed in Note 6.

8. Interbank Loans Receivable and Securities Purchased Under Resale Agreements

This account consists of:

	Consolidated		Parent Company	
	2022	2021	2022	2021
Interbank loans receivable	₱28,769,544	₱19,230,679	₱28,769,545	₱19,230,679
SPURA	14,795,426	17,328,545	12,828,404	15,800,318
	₱43,564,970	₱36,559,224	₱41,597,949	₱35,030,997

Interbank Loans Receivable

As of December 31, 2022 and 2021, interbank loans receivable includes short-term foreign currency-denominated loans granted to other banks.

In 2022, 2021 and 2020, the interest rates of foreign currency-denominated interbank loans receivable range from 4.25% to 4.60%, from 0.05% to 0.16%, and from 0.07% to 0.30%, respectively.

In 2020, the interest rates of peso-denominated interbank loans receivable range from 1.00% to 1.13%.

Securities Purchased Under Resale Agreement

This account represents overnight placements with the BSP where the underlying securities cannot be sold or repledged to parties other than the BSP.



In 2022, 2021 and 2020, the interest rate of SPURA is 5.5%, 2.00%, and from 2.00% to 4.00%, respectively, for the Group and Parent Company.

9. Trading and Investment Securities

Financial Assets at FVTPL

This account consists of:

	Consolidated		Parent Company	
	2022	2021	2022	2021
Held for trading				
Government bonds	₱382,861	₱179,909	₱382,861	₱179,909
Treasury notes	563,548	58,684	563,548	58,684
Treasury bills	201,779	1,790,306	201,779	1,790,306
Private bonds	760,600	2,884,863	760,600	1,334,070
Quoted equity shares	700,112	1,063,897	590,126	1,014,037
	2,608,900	5,977,659	2,498,914	4,377,006
Financial assets designated at FVTPL	1,103,018	151,209	-	-
Derivative assets (Note 26)	1,015,662	1,080,799	1,015,662	1,080,798
Total	₱4,727,580	₱7,209,667	₱3,514,576	₱5,457,804

As of December 31, 2022 and 2021, HFT securities include fair value loss of ₱98.39 million and fair value gain of ₱2.07 million, respectively, for the Group. As of December 31, 2022 and 2021, HFT securities include fair value loss of ₱91.18 million and fair value loss of ₱12.70 million, respectively, for the Parent Company.

Effective interest rates for peso-denominated financial assets at FVTPL for both the Group and the Parent Company range from 0.18% to 8.98% in 2022, from 0.65% to 8.80% in 2021, and from 0.32% to 8.04% in 2020. Effective interest rates for foreign currency-denominated financial assets at FVTPL for the Group and Parent Company range from 1.27% to 6.84% in 2022, 0.12% to 7.10% in 2021, and from 0.53% to 7.17% in 2020.

Financial Assets at FVOCI

This account consists of:

	Consolidated		Parent Company	
	2022	2021	2022	2021
Debt Securities				
Government bonds (Note 29)	₱27,447,647	₱17,713,051	₱25,454,732	₱15,654,511
Private bonds	15,236,902	10,305,710	15,088,429	10,245,868
	42,684,549	28,018,761	40,543,161	25,900,379
Equity Securities				
Quoted equity shares	603,898	635,114	588,192	604,968
Unquoted equity shares	28,310	18,365	19,772	18,365
	632,208	653,479	607,964	623,333
Total	₱43,316,757	₱28,672,240	₱41,151,125	₱26,523,712

Unquoted equity securities

This account consists of shares of stocks of various unlisted private corporations. The Group has designated these equity securities as at FVOCI as these will not be sold in the foreseeable future.



Net unrealized gains (losses)

As of December 31, 2022, financial assets at FVOCI include fair value losses of ₱4.42 billion for the Group and the Parent Company, while as of December 31, 2021, it includes fair value gains of ₱19.71 million and ₱20.20 million for the Group and the Parent Company, respectively. The fair value gains are recognized under OCI. As of December 31, 2022, accumulated credit losses on debt financial assets at FVOCI amounted to ₱124.31 million and ₱124.38 million for the Group and the Parent Company, respectively, while as of December 31, 2021, it amounted to ₱61.50 million and ₱61.00 million for the Group and the Parent Company, respectively.

Effective interest rates for peso-denominated financial assets at FVOCI for both the Group and Parent Company range from 1.75% to 8.50% in 2022, from 1.40% to 5.40% in 2021, and from 1.74% to 5.06% in 2020.

Effective interest rates for foreign currency-denominated financial assets at FVOCI for both the Group and Parent Company range from 1.37% to 7.95% in 2022, from 0.83% to 7.00% in 2021, and from 0.83% to 7.00% in 2020.

Investment Securities at Amortized Cost

This account consists of:

	Consolidated		Parent Company	
	2022	2021	2022	2021
Government bonds (Note 19)	₱226,517,019	₱116,246,059	₱221,225,162	₱111,060,036
Private bonds	129,128,451	124,678,017	128,434,431	123,933,996
	355,645,470	240,924,076	349,659,593	234,994,032
Unamortized premium – net	2,879,276	4,523,400	2,676,055	4,239,922
Allowance for credit losses (Note 16)	(538,820)	(3,093,747)	(532,771)	(2,886,272)
	₱357,985,926	₱242,353,729	₱351,802,877	₱236,347,682

Effective interest rates for peso-denominated investment securities at amortized cost for the Group and the Parent Company range from 1.66% to 7.14% in 2022, from 1.28% to 7.14% in 2021, and from 1.06% to 8.92% in 2020. Effective interest rates for foreign currency-denominated investment securities at amortized cost for the Group and the Parent Company range from 0.57% to 10.34% in 2022, from 0.01% to 10.35% in 2021, and from 0.57% to 10.35% in 2020.

Sale of Investment Securities at Amortized Cost

In 2022, an investment security at amortized cost held by the Parent Company with a carrying value prior to sale of ₱76.9 million was redeemed by the counterparty issuer in accordance with the terms and conditions in the bond indenture which resulted in a gain of ₱1.92 million. In 2021 and 2020, the Parent Company sold investment securities at amortized cost whose carrying values prior to the sale amounted to ₱55.77 billion and ₱30.14 billion, respectively. Details of these sales, including the reason for selling, are presented in the succeeding tables.



In 2021, the Parent Company sold the following investment securities at amortized cost (amounts in millions):

Reason for selling	Parent Company	
	Carrying amount	Gain on sale
Additional liquidity to support planned loan growth	₱51,316	₱3,787
Redemption by issuer to effect its debt refinancing or in view of minimal outstanding amounts	3,735	226
Additional liquidity to take advantage of a change in a regulatory loan limit *	589	27
A change in the funding profile of the Parent Company **	134	24
Total	₱55,774	₱4,064

*The sales are based on the assessments made in 2020.

**The sales are based on the assessments made in 2019.

In 2020, the Parent Company sold the following investment securities at amortized cost (amounts in millions):

Reason for selling	Parent Company	
	Carrying amount	Gain on sale
Additional liquidity to take advantage of a change in a regulatory loan limit	₱25,761	₱1,782
Redemption by issuer to effect its debt refinancing	2,641	145
A change in the funding profile of the Parent Company *	698	243
To address requirements on regulatory and internal limit of the Parent Company	536	5
A highly probable change in regulations with a potentially adverse impact to the financial assets' contractual cash flows	507	12
Total	₱30,143	₱2,187

* The sales are based on the assessments made in 2019.

These redemptions and disposals of investment securities at amortized cost were assessed by the Parent Company as not inconsistent with the portfolios' business models considering the conditions and reasons for which the redemptions and disposals were made (see Note 3).

Interest Income on Investment Securities at Amortized Cost and at FVOCI

This account consists of:

	Consolidated			Parent Company		
	2022	2021	2020	2022	2021	2020
Financial assets at FVOCI	₱1,479,250	₱900,827	₱3,595,277	₱1,423,113	₱847,216	₱3,531,285
Investment securities at amortized cost	13,580,803	8,292,920	6,427,897	13,353,283	8,087,436	6,203,399
	₱15,060,053	₱9,193,747	₱10,023,174	₱14,776,396	₱8,934,652	₱9,734,684



10. Loans and Receivables

This account consists of:

	Consolidated		Parent Company	
	2022	2021	2022	2021
Loans and discounts				
Corporate and commercial lending	₱555,410,114	₱489,078,422	₱539,155,413	₱472,722,122
Consumer lending	144,464,852	122,675,849	70,988,726	72,016,473
Trade-related lending	17,725,069	12,453,552	17,391,202	12,079,859
Others*	115,200	116,896	19,126	20,292
	717,715,235	624,324,719	627,554,467	556,838,746
Unearned discounts	(1,177,922)	(260,378)	(182,760)	(177,124)
	716,537,313	624,064,341	627,371,707	556,661,622
Allowance for impairment and credit losses (Note 16)	(16,942,524)	(15,057,609)	(14,174,453)	(12,489,884)
	₱699,594,789	₱609,006,732	₱613,197,254	₱544,171,738

*Others include employee loans and foreign bills purchased.

Information on the amounts of secured and unsecured loans and receivables (gross of unearned discounts and allowance for impairment and credit losses) of the Group and Parent Company are as follows:

	Consolidated				Parent Company			
	2022		2021		2022		2021	
	Amounts	%	Amounts	%	Amounts	%	Amounts	%
Loans secured by								
Real estate	₱94,305,837	13.14	₱85,021,052	13.62	₱63,717,907	10.15	₱58,622,700	10.53
Chattel mortgage	21,083,673	2.94	22,096,827	3.54	4,708,259	0.75	7,459,462	1.34
Guarantee by the Republic of the Philippines	80,362	0.01	3,315	0.00	80,362	0.01	3,315	0.00
Deposit held out	6,034,139	0.84	2,506,588	0.40	3,765,877	0.92	2,214,506	0.40
Shares of stock of other banks	8,332,250	1.16	8,350,600	1.34	8,332,250	1.33	8,350,600	1.50
Others	104,383,376	14.54	82,803,122	13.26	104,276,013	16.62	82,680,304	14.85
	234,219,637	32.63	200,781,504	32.16	186,880,668	29.78	159,330,887	28.62
Unsecured loans	483,495,598	67.37	423,543,215	67.84	440,673,799	70.22	397,507,859	71.38
	₱717,715,235	100.00	₱624,324,719	100.00	₱627,554,467	100.00	₱556,838,746	100.00

Modification of Loans and Receivables

On March 25, 2020, Republic Act No. 11469, otherwise known as the Bayanihan to Heal as One Act ("Bayanihan 1 Act") was enacted. Bayanihan 1 Act provides that all covered institutions shall implement a 30-day grace period for all loans with principal and/or interest and lease amortization falling due within the enhanced community quarantine (ECQ) period without incurring interest on interest, penalties, fees and other charges. Subsequently, on September 11, 2020, Republic Act No. 11494, otherwise known as the Bayanihan to Recover as One Act ("Bayanihan 2 Act"), was enacted. Under Bayanihan 2 Act, a one-time 60-day grace period is granted for the payment of all existing, current and outstanding loans falling due, or any part thereof, on or before December 31, 2020, without incurring interest on interests, penalties, fees, or other charges and thereby extending the maturity of the said loans. Furthermore, a minimum 30-day grace period shall also be granted by covered institutions to all payments due within the period of community quarantine on rent and utility-related expenditures without incurring penalties, interest and other.



In 2020, the Group and the Parent Company, in addition to the reliefs provided under Bayanihan 1 Act and Bayanihan 2 Act, offered financial reliefs to their borrowers or counterparties as a response to the effect of the COVID-19 pandemic, particularly the modification of existing loans and receivables which includes extension of payment terms.

Based on the Group's and the Parent Company's assessments, the modifications in the contractual cash flows as a result of the above reliefs are not substantial and, therefore, do not result in the derecognition of the affected financial assets but would require the recognition of modification losses. The total modification losses resulting from Bayanihan 1 Act and Bayanihan 2 Act are not material for the Parent Company. For CBS, the total modification loss amounted to ₱203.75 million. The net impact of the loan modification after subsequent accretion in 2020 of the modified loans amounted to ₱141.79 million. In 2022 and 2021, the accretion on the modified loans amounted to ₱44.09 million and ₱69.57 million, respectively.

The Group's loans and receivables that had loss allowances measured at an amount equal to lifetime ECL and whose cash flows were modified in 2020 but have not resulted in derecognition had an amortized cost before modification amounting to ₱6.79 billion and ₱5.28 billion for the Group and the Parent Company, respectively. The modification loss for these loans and receivables is not material to the Parent Company. For CBS, the modification loss on these loans and receivables amounted to ₱5.90 million in 2020.

The Group's loans and receivables having loss allowance measured at an amount equal to lifetime ECL at the time of modification but were not derecognized in 2020 and for which credit risk has significantly improved as at the end of reporting period, resulting in a change in loss allowance to 12-month ECL, had an amortized cost as follows (figures in billions):

	Consolidated		Parent Company	
	2022	2021	2022	2021
As of end of reporting period	₱1.66	₱1.14	₱1.36	₱0.98
Prior to loan modification	2.01	1.32	1.57	1.06

Interest Income on Loans and Receivables

As of December 31, 2022 and 2021, 60.30% and 62.29%, respectively, of the total receivables from customers of the Group and 63.55% and 63.85%, respectively, of the total receivables from customers of the Parent Company were subject to interest repricing.

Remaining receivables of the Group carry annual fixed interest rates ranging from 4.00% to 10.50% in 2022, from 2.25% to 10.50% in 2021, and from 2.84% to 5.05% in 2020 for foreign currency-denominated receivables and from 2.00% to 39.42% in 2022, from 1.75% to 39.42% in 2021, and from 0.95% to 39.42% in 2020 for peso-denominated receivables.

Remaining receivables of the Parent Company carry annual fixed interest rates ranging from 4.00% to 10.50% in 2022, from 2.38% to 10.50% in 2021, and from 2.84% to 5.05% in 2020 for foreign currency-denominated receivables and from 2.00% to 30.00% in 2022, from 1.75% to 30.00% in 2021 and from 0.95% to 30.00% in 2020 for peso-denominated receivables.



In 2022, the Group changed the presentation of CBSI's upfront fees that are integral part of the effective interest rate of loans from "Service charges, fees and commissions" to "Interest income on loans and receivables". The Group effected the change in the comparative financial information to be consistent with the 2022 presentation, increasing "Interest income on loans and receivables" and decreasing "Service charges, fees and commissions" by ₱770.81 million in 2021 and ₱548.64 million in 2020.

11. Equity Investments

This account consists of investments in:

A. Subsidiaries

	2022	2021
Balance at beginning of the year		
CBSI	₱14,059,458	₱13,006,556
CBCC	2,694,466	2,406,507
CBC-PCCI	80,625	77,367
CIBI	356,796	264,361
	17,191,345	15,754,791
Share in net income		
CBSI	1,624,613	1,027,189
CBCC	318,085	292,847
CBC-PCCI	(3,440)	10,154
CIBI	105,428	92,313
	2,044,686	1,422,503
Share in Other Comprehensive Income		
Items that recycle to profit or loss in subsequent periods:		
Net unrealized gain (loss) on FVOCI		
CBSI	(120,193)	(38,759)
CBCC	13,172	(2,260)
CBC-PCCI	—	(11,017)
	(107,021)	(52,037)
Cumulative translation adjustments		
CBSI	34,911	11,603
	34,911	11,603
Other Equity-stock grants		
CBSI	—	(1,009)
CBCC	—	(11)
CBC-PCCI	—	(145)
CIBI	—	(34)
	—	(1,199)

(Forward)



	2022	2021
<i>Items that do not recycle to profit or loss in subsequent periods:</i>		
Net unrealized gain (loss) on equity financial assets at FVOCI		
CBSI	(₱3,789)	₱2,236
CBCC	(10,585)	(2,809)
	(14,374)	(573)
Remeasurement gains (losses) on defined benefit assets/obligations		
CBSI	(3,588)	51,640
CBCC	2,053	193
CBC-PCCI	(7,232)	4,266
CIBI	(1,984)	157
	(10,751)	56,256
Cash Dividends		
PCCI	(25,000)	—
CIBI	(50,000)	—
	(75,000)	—
Balance at end of the year		
CBSI	15,591,412	14,059,458
CBCC	3,017,191	2,694,466
CBC-PCCI	44,953	80,625
CIBI	410,240	356,796
	₱19,063,796	₱17,191,345

B. Associates:

	2022	2021
Balance at beginning of the year	₱796,519	₱912,647
Share in net income	285,059	(1,609)
Share in OCI:		
<i>Items that do not recycle to profit or loss in subsequent periods</i>		
Remeasurement gains on life insurance reserves	110,416	31,874
Remeasurement on defined benefit plan	4,693	(3,245)
<i>Item that recycle to profit or loss in subsequent periods:</i>		
Net unrealized gain on FVOCI	(213,444)	(103,148)
Cash dividends	—	(40,000)
Balance at end of the year	₱983,243	₱796,519

CBSI

Cost of investment includes the original amount incurred by the Parent Company from its acquisition of CBSI in 2007 amounting to ₱1.07 billion.



Merger of CBSI with PDB

The BOD of both CBSI and PDB, in their meeting held on June 26, 2014, approved the proposed merger of PDB with CBSI, with the latter as the surviving bank. On November 6, 2015, the BSP issued the Certificate of Authority on the Articles of Merger and the Plan of Merger, as amended, of CBSI and PDB. On December 17, 2015, CBSI obtained SEC's approval of its merger with PDB, whereby the entire assets and liabilities of PDB shall be transferred to and absorbed by CBSI.

Acquisition of PDB

In 2014, the Parent Company made tender offers to non-controlling stockholders of PDB. As of December 31, 2014, the Parent Company owns 99.85% and 100.00% of PDB's outstanding common and preferred stocks, respectively.

The consideration transferred for the acquisition of PDB amounted to:

Acquisition of majority of PDB's capital stock	₱1,421,346
Tender offers	255,354
	<u>₱1,676,700</u>

In 2014 and 2015, the Parent Company made additional capital infusion to PDB amounting to ₱1.30 billion and ₱1.70 billion, respectively.

In 2015, the MB of the BSP granted to the Group investment and merger incentives in the form of waiver of special licensing fees for 67 additional branch licenses in restricted areas. This is in addition to the initial investment and merger incentives of 30 new branches in restricted areas and 35 branches to be transferred from unrestricted to restricted areas granted to the Parent Company by the MB in 2014. These branch licenses were granted under the Strengthening Program for Rural Bank (SPRB) Plus Framework.

The branch licenses have the following fair values:

114 Commercial Bank branch licenses	₱2,280,000
18 Thrift Bank branch licenses	270,000
	<u>2,550,000</u>
Deferred tax liability	765,000
	<u>₱1,785,000</u>

On April 6, 2016, the Parent Company's BOD approved the allocation of the 67 additional branch licenses in restricted areas as follows: 49 to the Parent Company and 18 to CBSI. Pursuant to a memorandum dated March 18, 2017, the 67 branch licenses were awarded as incentives by the Monetary Board as a result of the Parent Company's acquisition of PDB. Goodwill from acquisition of PDB is computed as follows:

Consideration transferred	₱1,676,700
Less: Fair value of identifiable assets and liabilities acquired	
Net liabilities of PDB*	(₱725,207)
Branch licenses, net of deferred tax liability (Note 14)	1,785,000
	<u>1,059,793</u>
	<u>₱616,907</u>

*inclusive of the existing branch licenses of PDB with an aggregate fair value of ₱289.50 million (Note 14)



CIBI

On February 8, 2022, the BOD declared and approved cash dividends amounting to ₱50 million for stockholders on record as of declaration date, payable on March 1, 2022.

PCCI

On June 1, 2022, the BOD declared and approved cash dividends amounting to ₱25 million for stockholders on record as of July 30, 2022, payable on August 5, 2022.

CBCC

On April 1, 2015, the BOD approved the investment of the Parent Company in an investment house subsidiary, CBCC, up to the amount of ₱500.00 million. On April 30, 2015, the BSP approved the Parent Company's investment of up to 100% or up to ₱500.00 million common shares in CBCC. On November 27, 2015, the SEC approved the Articles of Incorporation and By-Laws of CBCC and granted CBCC the license to operate as an investment house.

CBCC acquisition of CBCSec (formerly ATC Securities, Inc.)

On May 19, 2016, the BOD of CBCC approved the acquisition of ATC Securities, Inc. (ATC).

On June 29, 2016, CBCC and the shareholders of ATC (the Original Shareholders) entered into an Agreement for the Purchase of Shares (Agreement), whereby CBCC agreed to buy, and the Original Shareholders agreed to sell, 3,800,000 shares representing 100% of the issued and outstanding shares of ATC.

On July 6, 2017, the SEC approved the change of name from ATC Securities, Inc. to China Bank Securities Corporation.

CBC Assets One (SPC) Inc.

CBC Assets One (SPC) Inc. was incorporated on June 15, 2016 as a wholly-owned special purpose company of CBCC for asset-backed securitization. It has not yet commenced commercial operations.

Resurgent Capital (FIST-AMC) Inc.

Resurgent Capital (FIST-AMC) Inc. was incorporated on September 6, 2021 as a wholly-owned FIST Corporation of CBCC. The primary purpose is to invest in, or acquire, Non-Performing Assets ("NPAs") of any financial institution. It has not yet commenced commercial operations.

Investment in Associates

Investment in associates in the consolidated and the parent company financial statements pertain to investment in MCB Life and CBC-PCCI's investment in Urban Shelters (accounted for by CBC-PCCI in its financial statements as an investment in an associate). Investment in Urban Shelters is carried at nil amount as of December 31, 2022 and 2021.

MCB Life

In 2006, the Parent Company and Manufacturers Life Insurance Company (Manulife) entered into a joint project where the Parent Company will invest in a life insurance company owned by Manulife, and such company will be offering innovative insurance and financial products for health, wealth and education through the Parent Company's branches nationwide. The Parent Company acquired 5.00% interest in Manulife China Bank Life Assurance Corporation (MCB Life) on August 8, 2007. This investment is accounted for as an investment in an associate by virtue of the Bancassurance Alliance Agreement which provides the Parent Company the right to be represented in MCB Life's BOD and, thus, exercise significant influence over the latter.



The BSP requires the Parent Company to maintain a minimum of 5.00% ownership over MCB Life in order for MCB Life to be allowed to continue distributing its insurance products through the Parent Company's branches.

On September 12, 2014, the BSP approved the request of the Parent Company to raise its capital investment in MCB Life from 5.00% to 40.00% of its authorized capital through purchase of 1.75 million common shares.

On December 5, 2018, the Parent Company's BOD approved the additional capital infusion in the amount of ₱40.00 million in MCB Life. This represents 40% of the ₱100.00 million total capital infusion in MCB Life with the balance of ₱60.00 million to be provided by Manulife Philippines. On top of complying with the higher capital requirements for insurance companies, the additional capital will improve MCB Life's capacity to underwrite more business and enhance its competitive position. On February 22, 2019, the BSP approved the Bank's capital infusion of ₱40.0 million to MCB Life to comply with the capitalization requirement of the Insurance Commission for insurance companies, which was paid on March 21, 2019.

On January 11, 2021, the Parent Company received ₱40 million cash dividends from MCB Life. The following tables show the summarized financial information of MCB Life:

	2022	2021
Total assets	₱62,278,613	₱55,544,393
Total liabilities	59,869,929	53,602,517
Equity	2,408,684	1,941,876

	2022	2021
Revenues	₱13,402,185	₱16,502,813
Benefits, claims and operating expenses	12,540,513	16,535,119
Income before income tax	861,672	(32,306)
Net income	712,647	(4,023)

Commission income earned by the Group from its bancassurance agreement is included under 'Miscellaneous income' in the statements of income (Note 22).

12. Bank Premises, Furniture, Fixtures and Equipment and Right-of-use Assets

The composition of and movements in this account follow:

	Consolidated						
	2022						
	Land (Note 24)	Furniture, Fixtures and Equipment	Buildings	Leasehold Improvements	Construction- in-Progress	Right-of-use Assets Land	Right-of-use Assets Building
Cost							
Balance at beginning of year	₱3,288,630	₱7,591,749	₱2,135,583	₱2,332,201	₱164,049	₱173,372	₱4,083,498
Additions	751,844	672,624	100,908	258,753	106,042	-	591,492
Disposals/transfers (Note 14)*	-	(396,866)	104,571	(13,386)	(132,138)	-	(232,169)
Balance at end of year	4,039,674	7,867,507	2,341,062	2,577,648	197,953	173,372	4,442,821
Accumulated Depreciation and Amortization							
Balance at beginning of year	-	6,501,808	1,285,935	1,792,013	-	85,578	1,869,889
Depreciation and amortization	-	499,943	69,362	204,736	-	15,235	662,836
Disposals/transfers (Note 14)*	-	(297,589)	100,724	(33,310)	-	-	(333,383)
Balance at end of year	-	6,705,162	1,536,021	1,963,439	-	100,813	1,997,342
Net Book Value at End of Year	₱4,039,674	₱1,162,345	₱805,041	₱614,209	₱197,953	₱72,559	₱2,445,479

*Includes transfers from investment properties amounting to ₱26.23 million.



Consolidated							
2021							
	Land (Note 24)	Furniture, Fixtures and Equipment	Buildings	Leasehold Improvements	Construction- in-Progress	Right-of-use Assets Land	Right-of-use Assets Building
Cost							
Balance at beginning of year	P3,288,630	P7,202,584	P2,074,105	P2,358,640	P81,461	P173,372	P3,639,500
Additions	-	462,932	52,661	23,614	92,902	-	447,449
Disposals/transfers (Note 14)*	-	(73,767)	8,817	(50,053)	(10,314)	-	(3,451)
Balance at end of year	3,288,630	7,591,749	2,135,583	2,332,201	164,049	173,372	4,083,498
Accumulated Depreciation and Amortization							
Balance at beginning of year	-	6,201,653	1,223,048	1,631,012	-	70,343	1,269,519
Depreciation and amortization	-	543,245	67,242	216,712	-	15,235	628,346
Disposals/transfers (Note 14)*	-	(242,090)	(4,355)	(55,711)	-	-	(27,976)
Balance at end of year	-	6,502,808	1,285,935	1,792,013	-	85,578	1,869,889
Net Book Value at End of Year	P3,288,630	P1,088,941	P849,648	P540,188	P164,049	P87,794	P2,213,609

*Includes transfers from investment properties amounting to P27.63 million.

Parent Company							
2022							
	Land (Note 24)	Furniture, Fixtures and Equipment	Buildings	Leasehold Improvements	Construction- in-Progress	Right-of-use Assets Land	Right-of-use Assets Building
Cost							
Balance at beginning of year	P2,890,661	P6,274,945	P1,411,257	P1,641,021	P7,593	P181,451	P3,046,270
Additions	751,044	513,336	71,435	138,480	66,717	-	469,136
Disposals/transfers (Note 14)*	-	(361,097)	104,571	(13,306)	(5,174)	-	(85,160)
Balance at end of year	3,641,705	6,427,184	1,587,263	1,766,195	69,136	181,451	3,430,246
Accumulated Depreciation and Amortization							
Balance at beginning of year	-	5,388,492	765,171	1,205,028	-	85,578	1,416,790
Depreciation and amortization	-	354,034	58,696	199,125	-	15,235	463,892
Disposals/transfers (Note 14)*	-	(230,698)	192,107	(83,548)	-	-	(389,284)
Balance at end of year	-	5,503,828	1,015,974	1,320,605	-	100,813	1,491,398
Net Book Value at End of Year	P3,641,705	P923,356	P571,289	P445,590	P69,136	P80,638	P1,938,848

*Includes transfers from investment properties amounting to P26.23 million.

Parent Company							
2021							
	Land (Note 24)	Furniture, Fixtures and Equipment	Buildings	Leasehold Improvements	Construction- in-Progress	Right-of-use Assets Land	Right-of-use Assets Building
Cost							
Balance at beginning of year	P2,890,661	P5,890,301	P1,350,906	P1,670,745	P14,498	P181,451	P2,786,874
Additions	-	353,223	51,533	20,329	3,409	-	205,402
Disposals/transfers (Note 14)*	-	31,421	8,818	(50,053)	(10,314)	-	53,994
Balance at end of year	2,890,661	6,274,945	1,411,257	1,641,021	7,593	181,451	3,046,270
Accumulated Depreciation and Amortization							
Balance at beginning of year	-	5,089,267	702,039	1,096,037	-	70,343	950,791
Depreciation and amortization	-	432,652	67,255	164,702	-	15,235	428,850
Disposals/transfers (Note 14)*	-	(141,427)	(4,123)	(55,711)	-	-	37,149
Balance at end of year	-	5,380,492	765,171	1,205,028	-	85,578	1,416,790
Net Book Value at End of Year	P2,890,661	P894,453	P646,086	P435,993	P7,593	P95,873	P1,629,480

*Includes transfers from investment properties amounting to P27.63 million.

The Group adopted the deemed cost model as of January 1, 2004 and considered the carrying value of the land determined under its previous accounting method (revaluation method) as the deemed cost of the asset as of January 1, 2005. Accordingly, revaluation increment amounting to P1.28 billion was closed to surplus (Note 24) in 2011.

As of December 31, 2022 and 2021, the gross carrying amount of fully depreciated furniture, fixtures and equipment still in use amounted to P3.69 billion and P3.29 billion, respectively, for the Group and P2.93 billion and P2.44 billion, respectively, for the Parent Company.



Gains on sale of furniture, fixtures and equipment amounting to ₱2.40 million, nil, and ₱1.25 million in 2022, 2021 and 2020, respectively, for the Group and ₱2.40 million, nil, and ₱0.02 million in 2022, 2021 and 2020, respectively, for the Parent Company are included in the statements of income under 'Miscellaneous income' account (Note 22).

In 2020, depreciation and amortization amounting to ₱1.57 billion and ₱1.20 billion for the Group and Parent Company, respectively, are included in the statements of income under 'Depreciation and amortization' account.

13. Investment Properties

The composition of and movements in this account follow:

	Consolidated		
	2022		
	Land	Buildings and Improvements	Total
Cost			
Balance at beginning of year	₱2,919,414	₱2,748,948	₱5,668,362
Additions	382,970	406,435	789,405
Disposals/write-off/transfers*	(474,760)	(346,990)	(821,750)
Balance at end of year	2,827,624	2,808,393	5,636,017
Accumulated Depreciation and Amortization			
Balance at beginning of year	—	1,021,540	1,021,540
Depreciation and amortization	—	145,753	145,753
Disposals/write-off/transfers*	—	(153,138)	(153,138)
Balance at end of year	—	1,014,155	1,014,155
Allowance for Impairment Losses (Note 16)			
Balance at beginning of year	309,204	344,280	653,484
Provisions (reversals) during the year	123,058	(69,571)	53,487
Balance at end of year	432,262	274,709	706,971
Net Book Value at End of Year	₱2,395,362	₱1,519,529	₱3,914,891

*Includes transfers to bank premises amounting to ₱26.23 million (Note 12).

	Consolidated		
	2021		
	Land	Buildings and Improvements	Total
Cost			
Balance at beginning of year	₱3,130,005	₱2,760,986	₱5,890,991
Additions	430,594	322,162	752,756
Disposals/write-off/transfers*	(641,185)	(334,200)	(975,385)
Balance at end of year	2,919,414	2,748,948	5,668,362
Accumulated Depreciation and Amortization			
Balance at beginning of year	—	989,831	989,831
Depreciation and amortization	—	150,229	150,229
Disposals/write-off/transfers*	—	(118,520)	(118,520)
Balance at end of year	—	1,021,540	1,021,540

(Forward)



	Consolidated		
	2021		
	Land	Buildings and Improvements	Total
Allowance for Impairment Losses (Note 16)			
Balance at beginning of year	₱612,988	₱303,233	₱916,221
Provisions (reversals) during the year	(296,785)	75,000	(221,785)
Disposals/write-off/reclassification*	(6,999)	(33,953)	(40,952)
Balance at end of year	309,204	344,280	653,484
Net Book Value at End of Year	₱2,610,210	₱1,383,128	₱3,993,338

*Includes transfers to bank premises amounting to ₱27.63 million (Note 12).

	Parent Company		
	2022		
	Land	Buildings and Improvements	Total
Cost			
Balance at beginning of year	₱1,067,631	₱1,444,203	₱2,511,834
Additions	117,439	156,212	273,651
Disposals/write-off/transfers*	(93,718)	(116,849)	(210,567)
Balance at end of year	1,091,352	1,483,566	2,574,918
Accumulated Depreciation and Amortization			
Balance at beginning of year	—	545,792	545,792
Depreciation and amortization	—	89,274	89,274
Disposals/write-off/transfers*	—	(83,492)	(83,492)
Balance at end of year	—	551,574	551,574
Allowance for Impairment Losses (Note 16)			
Balance at beginning of year	384,983	201,689	586,672
Provisions (reversals) during the year	135,258	(185,844)	(50,586)
Balance at end of year	520,241	15,845	536,086
Net Book Value at End of Year	₱571,111	₱916,147	₱1,487,258

*Includes transfers to bank premises amounting to ₱26.23 million (Note 12).

	Parent Company		
	2021		
	Land	Buildings and Improvements	Total
Cost			
Balance at beginning of year	₱1,342,507	₱1,533,910	₱2,876,417
Additions	50,406	30,730	81,136
Disposals/write-off/transfers*	(325,282)	(120,437)	(445,719)
Balance at end of year	1,067,631	1,444,203	2,511,834
Accumulated Depreciation and Amortization			
Balance at beginning of year	—	519,697	519,697
Depreciation and amortization	—	91,715	91,715
Disposals/write-off/transfers*	—	(65,620)	(65,620)
Balance at end of year	—	545,792	545,792

(Forward)



	Parent Company		
	2021		
	Land	Buildings and Improvements	Total
Allowance for Impairment Losses (Note 16)			
Balance at beginning and end of year	₱676,098	₱201,689	₱877,787
Provisions (reversals) during the year	(296,785)	—	(296,785)
Disposals/write-off/reclassification*	5,670	—	5,670
Balance at end of year	384,983	201,689	586,672
Net Book Value at End of Year	₱682,648	₱696,722	₱1,379,370

*Includes transfers to bank premises amounting to ₱27.63 million (Note 12).

The Group's investment properties consist entirely of real estate properties acquired in settlement of loans and receivables. The difference between the fair value of the investment property upon foreclosure and the carrying value of the loan is recognized under 'Gain (loss) on asset foreclosure and dacion transactions' in the statements of income.

In 2020, depreciation and amortization amounting to ₱157.57 million and ₱96.26 million for the Group and Parent Company, respectively, are included in the statements of income under 'Depreciation and amortization' account.

Details of rental income earned and direct operating expenses incurred on investment properties follow:

	Consolidated		
	2022	2021	2020
Rent income on investment properties	₱89,903	₱96,759	₱66,493
Direct operating expenses on investment properties generating rent income	1,277	1,277	1,537
Direct operating expenses on investment properties not generating rent income	91,414	74,293	69,651

	Parent Company		
	2022	2021	2020
Rent income on investment properties	₱44,640	₱54,400	₱47,209
Direct operating expenses on investment properties generating rent income	371	371	815
Direct operating expenses on investment properties not generating rent income	21,843	32,765	22,753

Rent income earned from leasing out investment properties is included under 'Miscellaneous income' in the statements of income (Note 22).

Direct operating expenses include occupancy cost, repairs and maintenance, and taxes and licenses related to the investment properties.

On August 26, 2011, the Parent Company was registered as an Economic Zone Information Technology (IT) Facilities Enterprise with the Philippine Economic Zone Authority (PEZA) to operate and maintain a proposed 17-storey building located inside the CBP-IT Park in Barangays Mabolo, Luz, Hipodromo, Carreta, and Kamputhaw, Cebu City, for lease to PEZA-registered IT enterprises, and to be known as Chinabank Corporate Center. This registration is under PEZA Registration Certificate No. 11-03-F.



Under this registration, the Parent Company is entitled to five percent (5.00%) final tax on gross income earned from locator IT enterprises and related operations in accordance with existing PEZA rules. The Parent Company shall also be exempted from the payment of all national and local taxes in relation to this registered activity.

14. Goodwill and Intangible Assets

Goodwill

Goodwill represents the excess of the acquisition costs over the fair value of the identifiable assets and liabilities of companies acquired by the Group.

The Group attributed the goodwill arising from its acquisition of CBSI and PDB to factors such as an increase in geographical presence and customer base due to the branches acquired. None of the goodwill recognized is expected to be deductible for income tax purposes. CBSI as the surviving entity from the merger with PDB, is the identified CGU for this goodwill. The Parent Company's Retail Banking Business (RBB) has been identified as the CGU for impairment testing of the goodwill from its acquisition of CBSI.

As of December 31, 2022 and 2021, the amount of goodwill per CGU follows:

	Consolidated	Parent Company
RBB	₱222,841	₱222,841
CBSI	616,907	-
Total	₱839,748	₱222,841

The recoverable amount of the CGUs has been determined based on a value-in-use calculation using cash flow projections from financial budgets approved by senior management covering a five-year period, which do not include restructuring activities that the Group is not yet committed to or significant future investments that will enhance the asset base of the CGU being tested. Other than loans and deposits growth rates, the significant and most sensitive assumptions used in computing for the recoverable values of the CGUs follow:

	2022		2021	
	RBB	CBSI	RBB	CBSI
Discount rate	9.62%	10.66%	9.08%	11.84%
Long-term growth rate	1.00%	1.00%	1.00%	1.00%

With regard to the assessment of value-in-use of the CGU, management believes that no reasonably possible change in any of the above key assumptions would cause the carrying value of the goodwill to materially exceed its recoverable amount as of December 31, 2022 and 2021.



Branch Licenses

Branch licenses of the Group arose from the acquisitions of CBSI, Unity Bank, and PDB. As of December 31, 2022 and 2021, details of branch licenses in the Group's and the Parent Company's financial statements follow:

	Consolidated	Parent Company
Branch license from CBSI acquisition	₱477,600	₱455,000
Branch license from Unity Bank acquisition	360,000	—
Branch license from PDB acquisition*	2,839,500	—
	3,677,100	455,000
Allowance for probable losses	(289,502)	(57,000)
	₱3,387,598	₱398,000

*mostly attributable to the Parent Company

Each branch to which the branch license is attributed is the CGU that is tested independently for impairment assessment. As of December 31, 2022, other than loans and deposits growth rates, the Parent Company and CBSI use the discount rate of 9.62% and 10.20%, respectively and long-term growth rate of 1.00% for computing for the recoverable values of the CGUs. The Group uses the discount rate of 9.08% and long-term growth rate of 1.00% for computing the recoverable amounts of the CGUs as of December 31, 2021.

Capitalized Software Costs

The movements in the account follow:

	Consolidated		Parent Company	
	2022	2021	2022	2021
Cost				
Balance at beginning of year	₱1,989,078	₱1,919,187	₱1,935,527	₱1,836,621
Additions	135,198	104,662	97,442	94,060
Disposals/Write-off/Reclassifications (Note 12)	(22,834)	(34,771)	(6,579)	4,846
Balance at end of year	2,101,442	1,989,078	2,026,390	1,935,527
Accumulated Depreciation and Amortization				
Balance at beginning of year	1,577,287	1,433,616	1,565,087	1,400,685
Depreciation and amortization	139,279	166,157	136,903	163,915
Disposals/Write-off/Reclassifications (Note 12)	(2,669)	(22,486)	1,086	487
Balance at end of year	1,713,897	1,577,287	1,703,076	1,565,087
Net Book Value at End of Year	₱387,545	₱411,791	₱323,314	₱370,440

Exchange Trading Right

As of December 31, 2022 and 2021, the Group has an exchange trading right with the following carrying value:

Cost	₱12,000
Less: Allowance for impairment losses	3,500
	₱8,500



The trading right has an indefinite useful life and, thus, is not amortized but is subject for impairment at every reporting date. The exchange trading right, as of December 31, 2022 and 2021, remains to be unimpaired.

Under the PSE rules, all exchange membership seats are pledged at its full value to the PSE to secure the payment of all debts to other members of the exchange arising out of or in connection with the present or future members' contracts.

15. Other Assets

This account consists of:

	Consolidated		Parent Company	
	2022	2021	2022	2021
Financial assets				
Accounts receivable	₱2,785,372	₱2,664,413	₱1,654,697	₱1,673,539
SCR	1,470,031	1,163,371	218,909	243,355
RCOCI	162,048	205,933	110,051	181,477
Others	30,687	17,675	8,704	9,660
	4,448,138	4,051,392	1,992,361	2,108,031
Non-financial assets				
Net plan assets (Note 25)	400,416	483,001	287,120	300,391
Prepaid expenses	484,093	494,381	413,011	427,713
Creditable withholding taxes	412,316	446,253	383,928	435,700
Security deposit	372,088	157,070	319,586	155,197
Documentary stamps	227,704	305,942	152,759	244,461
Sundry debits	224,659	105,776	160,077	36,131
Miscellaneous	880,876	1,105,627	454,796	313,666
	3,002,152	3,098,050	2,171,277	1,913,259
	7,450,290	7,419,442	4,163,638	4,021,290
Allowance for impairment losses (Note 16)	(711,830)	(685,057)	(329,713)	(379,619)
	₱6,738,460	₱6,464,385	₱3,833,925	₱3,641,671

Accounts receivable

Accounts receivable includes non-interest-bearing advances to officers and employees, with terms ranging from 1 to 30 days and receivables of the Parent Company from automated teller machine (ATM) transactions of clients of other banks that transacted through any of the Parent Company's ATM terminals.

Sales contract receivable

This refers to the amortized cost of receivables arising from the subsequent sale of assets acquired in settlement of loans through foreclosure or dation in payment where the sale is on installment basis and the title to the said property is transferred to the buyers only upon full payment of the agreed selling price.

In 2022 and 2021, SCR bears fixed interest rates per annum ranging from 5.50% to 10.00%, while 5.00% to 10.00% in 2020.

Miscellaneous

Miscellaneous consists mainly of unissued stationery and supplies, inter-office float items, and deposits for various services.



16. Allowance for Impairment and Credit Losses

Changes in the allowance for impairment and credit losses are as follows:

	Consolidated		Parent Company	
	2022	2021	2022	2021
Balances at beginning of year				
Loans and receivables	₱15,057,609	₱14,739,918	₱12,489,884	₱12,527,657
Investment securities at amortized cost	3,093,747	2,389,845	2,886,272	2,383,800
Financial assets at FVOCI *	61,495	30,384	60,998	30,056
Investment properties	653,484	916,219	586,672	877,787
Accrued interest receivable	478,814	337,785	182,375	36,609
Intangible assets	293,002	293,002	57,000	57,000
Investment in subsidiaries	-	-	59,902	59,902
Other assets	685,057	523,092	379,619	234,109
Off-balance sheet exposures *	740,877	467,117	730,859	457,099
	21,064,085	19,697,362	17,433,581	16,664,019
Provisions charged to operations	9,012,633	8,876,744	7,427,202	7,679,877
Accounts charged off and others	(8,980,575)	(7,510,021)	(7,613,406)	(6,910,315)
	32,058	1,366,723	(186,204)	769,562
Balances at end of year				
Loans and receivables (Note 10)	16,942,524	15,057,609	14,174,453	12,489,884
Investment securities at amortized cost (Note 9)	538,820	3,093,747	532,771	2,886,272
Financial assets at FVOCI * (Note 9)	124,309	61,495	124,378	60,998
Investment properties (Note 13)	706,971	653,484	536,086	586,672
Accrued interest receivable	996,346	478,814	660,751	182,375
Intangible assets	293,002	293,002	57,000	57,000
Investment in subsidiaries	-	-	59,902	59,902
Other assets (Note 15)	711,830	685,057	329,713	379,619
Off-balance sheet exposures * (Note 21)	782,341	740,877	772,323	730,859
	₱21,096,143	₱21,064,085	₱17,247,377	₱17,433,581

* The allowance for credit and impairment losses in the above table are presented as contra-asset in determining the carrying amount of the related asset accounts, except for the expected credit losses on "Financial assets at FVOCI" and "Off-balance sheet exposures" which are presented under "Net unrealized gain (loss) on financial assets at FVOCI" (Equity) and "Other Liabilities" (Liability), respectively.

At the current level of allowance for impairment and credit losses, management believes that the Group has sufficient allowance to cover any losses that may be incurred from the non-collection or non-realization of its loans and receivables and other risk assets.

The separate valuation allowance of acquired loans and receivables from PDB amounting to ₱1.59 billion was not recognized by the Group on the effectivity date of acquisition as these receivables were measured at fair value at acquisition date. Any uncertainties about future cash flows of these receivables were included in their fair value measurement (Note 11). Also, the separate valuation allowance of acquired investment properties from PDB amounting to ₱199.15 million was not recognized by the Group on the effectivity date of acquisition as these properties were measured at fair value on acquisition date.

Below is the breakdown of provision for credit losses in 2022, 2021, and 2020.

	Consolidated			Parent Company		
	2022	2021	2020	2022	2021	2020
Loans and receivables:						
Corporate and commercial lending	₱6,851,108	₱5,887,208	₱6,620,171	₱6,064,157	₱6,228,681	₱6,300,097
Consumer lending	(33,430)	1,803,215	1,626,588	(500,018)	533,013	1,076,445
Trade-related lending	(232,200)	21,737	(34,744)	(241,718)	25,858	(43,355)
Others	(519)	855	2,889	(328)	328	-
Investments:						
Investment securities at amortized cost	1,365,391	394,228	1,337,700	1,251,442	369,383	1,336,947
Financial assets at FVOCI (debt securities)	58,111	13,226	21,208	58,677	13,057	20,930
	8,008,461	8,120,469	9,573,812	6,632,212	7,170,320	8,691,064
Impact to profit or loss of movements in ECL for off-books exposures	26,637	271,578	(772,850)	26,637	271,578	(772,850)
Other assets	977,535	484,697	67,957	768,353	237,979	64,992
Provisions charged to operations	₱9,012,633	₱8,876,744	₱8,868,919	₱7,427,202	₱7,679,877	₱7,983,206



The tables below illustrate the movements of the allowance for impairment and credit losses during 2022 (effect of movements in ECL due to transfers between stages are shown in the total column):

	Consolidated			
	ECL Staging			Total
	Stage 1	Stage 2	Stage 3	
	12-month ECL	Lifetime ECL	Lifetime ECL	
Corporate and commercial lending				
Loss allowance at January 1, 2022	₱3,015,176	₱3,204,874	₱5,814,240	₱12,034,290
Movements with P&L impact				
Transfers:				
Transfer from Stage 1 to Stage 2	(190,176)	823,884	-	633,708
Transfer from Stage 1 to Stage 3	(730)	-	113,269	112,539
Transfer from Stage 2 to Stage 1	32,783	(232,131)	-	(199,348)
Transfer from Stage 2 to Stage 3	-	(1,400,135)	5,627,387	4,227,252
Transfer from Stage 3 to Stage 1	140	-	(5,396)	(5,256)
Transfer from Stage 3 to Stage 2	-	1,124	(119,364)	(118,240)
New financial assets originated *	2,718,295	622,610	532,548	3,873,453
Changes in PDs / LGDs / EADs	58,593	(225,633)	677,027	509,987
Financial assets derecognized during the period	(748,143)	(708,608)	(715,580)	(2,172,331)
FX and other movements	(7,926)	(2,469)	(261)	(10,656)
Provision for credit losses during the period	1,862,836	(1,121,358)	6,109,630	6,851,108
Other movements				
Write-offs, foreclosures, and other movements	7,926	2,469	(4,306,402)	(4,296,007)
Total other movements	7,926	2,469	(4,306,402)	(4,296,007)
Loss allowance at December 31, 2022	₱4,885,938	₱2,085,985	₱7,617,468	₱14,589,391

* Stage classification of new financial assets originated pertains to the stage as of end of year

	Consolidated			
	ECL Staging			
	Stage 1	Stage 2	Stage 3	
	12-month ECL	Lifetime ECL	Lifetime ECL	Total
Consumer lending				
Loss allowance at January 1, 2022	₱570,316	₱175,111	₱2,043,684	₱2,789,111
Movements with P&L impact				
Transfers:				
Transfer from Stage 1 to Stage 2	(29,074)	55,808	—	26,734
Transfer from Stage 1 to Stage 3	(3,995)	—	219,387	215,392
Transfer from Stage 2 to Stage 1	1,626	(67,053)	—	(65,427)
Transfer from Stage 2 to Stage 3	—	(18,507)	185,771	167,264
Transfer from Stage 3 to Stage 1	237	—	(126,143)	(125,906)
Transfer from Stage 3 to Stage 2	—	757	(139,229)	(138,472)
New financial assets originated *	771,609	76,340	50,798	898,747
Changes in PDs / LGDs / EADs	(441,222)	150,142	(184,945)	(476,025)
Financial assets derecognized during the period	(67,251)	(28,149)	(440,337)	(535,737)
FX and other movements	—	—	—	—
Provision for credit losses during the period	231,930	169,338	(434,698)	(33,430)
Other movements				
Write-offs, foreclosures, and other movements	—	—	(534,528)	(534,528)
Total other movements	—	—	(534,528)	(534,528)
Loss allowance at December 31, 2022	₱802,246	₱344,449	₱1,074,458	₱2,221,153

* Stage classification of new financial assets originated pertains to the stage as of end of year



	Consolidated			Total
	ECL Staging			
	Stage 1	Stage 2	Stage 3	
Trade-related lending	12-month ECL	Lifetime ECL	Lifetime ECL	
Loss allowance at January 1, 2022	₱123,568	₱14,772	₱92,124	₱230,464
Movements with P&L impact				
Transfers:				
Transfer from Stage 1 to Stage 2	-	-	-	-
Transfer from Stage 1 to Stage 3	-	-	-	-
Transfer from Stage 2 to Stage 1	-	-	-	-
Transfer from Stage 2 to Stage 3	-	-	-	-
Transfer from Stage 3 to Stage 1	-	-	-	-
Transfer from Stage 3 to Stage 2	-	-	-	-
New financial assets originated *	57,512	16,127	-	73,639
Changes in PDs / LGDs / EADs	149	66	(10,491)	(10,276)
Financial assets derecognized during the period	(123,508)	(14,721)	(1,357)	(139,586)
FX and other movements	(154,923)	(1,054)	-	(155,977)
Provision for credit losses during the period	(220,770)	418	(11,848)	(232,200)
Other movements				
Write-offs, foreclosures, and other movements	154,923	1,054	(24,701)	131,276
Total other movements	154,923	1,054	(24,701)	131,276
Loss allowance at December 31, 2022	₱57,721	₱16,244	₱55,575	₱129,540

* Stage classification of new financial assets originated pertains to the stage as of end of year

	Consolidated			
	ECL Staging			
	Stage 1	Stage 2	Stage 3	Total
12-month ECL	Lifetime ECL	Lifetime ECL		
Others				
Loss allowance at January 1, 2022	₱3	₱-	₱3,741	₱3,744
Movements with P&L impact				
Transfers:				
Transfer from Stage 1 to Stage 2	-	-	-	-
Transfer from Stage 1 to Stage 3	1	-	162	163
Transfer from Stage 2 to Stage 1	-	-	-	-
Transfer from Stage 2 to Stage 3	-	1	330	331
Transfer from Stage 3 to Stage 1	-	-	-	-
Transfer from Stage 3 to Stage 2	-	-	-	-
New financial assets originated *	73	153	482	708
Changes in PDs / LGDs / EADs	(7)	(14)	(644)	(665)
Financial assets derecognized during the period	(3)	(1)	(1,052)	(1,056)
FX and other movements	-	-	-	-
Provision for credit losses during the period	64	139	(722)	(519)
Other movements				
Write-offs, foreclosures, and other movements	-	-	(785)	(785)
Total other movements	-	-	(785)	(785)
Loss allowance at December 31, 2022	₱67	₱139	₱2,234	₱2,440

* Stage classification of new financial assets originated pertains to the stage as of end of year

	Consolidated			
	ECL Staging			
	Stage 1	Stage 2	Stage 3	
Loans and receivables – total	12-month ECL	Lifetime ECL	Lifetime ECL	Total
Loss allowance at January 1, 2022	₱3,709,063	₱3,394,757	₱7,953,789	₱15,057,609
Movements with P&L impact				
Transfers:				
Transfer from Stage 1 to Stage 2	(219,250)	879,692	–	660,442
Transfer from Stage 1 to Stage 3	(4,724)	–	332,818	328,094
Transfer from Stage 2 to Stage 1	34,409	(299,184)	–	(264,775)
Transfer from Stage 2 to Stage 3	–	(1,418,641)	5,813,488	4,394,847
Transfer from Stage 3 to Stage 1	377	–	(131,539)	(131,162)
Transfer from Stage 3 to Stage 2	–	1,881	(258,593)	(256,712)
New financial assets originated *	3,547,489	715,230	583,828	4,846,547
Changes in PDs / LGDs / EADs	(382,487)	(75,439)	480,947	23,021

(Forward)



	Consolidated			
	ECL Staging			
	Stage 1	Stage 2	Stage 3	
Loans and receivables – total	12-month ECL	Lifetime ECL	Lifetime ECL	Total
Financial assets derecognized during the period	(P938,905)	(P751,479)	(P1,158,326)	(P2,848,710)
FX and other movements	(162,849)	(3,523)	(261)	(166,633)
Provision for credit losses during the period	1,874,060	(951,463)	5,662,362	6,584,959
Other movements				
Write-offs, foreclosures, and other movements	162,849	3,523	(4,866,416)	(4,700,044)
Total other movements	162,849	3,523	(4,866,416)	(4,700,044)
Loss allowance at December 31, 2022	P5,745,972	P2,446,817	P8,749,735	P16,942,524

* Stage classification of new financial assets originated pertains to the stage as of end of year

	Consolidated			
	ECL Staging			
	Stage 1	Stage 2	Stage 3	
Investment securities at amortized cost	12-month ECL	Lifetime ECL	Lifetime ECL	Total
Loss allowance at January 1, 2022	₱447,645	₱38,388	₱2,607,714	₱3,093,747
Movements with P&L Impact				
Transfers:				
Transfer from Stage 1 to Stage 2	(6,794)	26,811	–	20,017
Transfer from Stage 1 to Stage 3	–	–	–	–
Transfer from Stage 2 to Stage 1	743	(27,696)	–	(26,953)
Transfer from Stage 2 to Stage 3	–	–	–	–
Transfer from Stage 3 to Stage 1	–	–	–	–
Transfer from Stage 3 to Stage 2	–	–	–	–
New financial assets originated or purchased *	37,525	2,557	–	40,082
Changes in PDs / LGDs / EADs	34,827	5,146	1,339,286	1,379,259
Financial assets derecognized during the period	(16,908)	(162)	–	(17,070)
FX and other movements	(29,675)	(269)	–	(29,944)
Provision for credit losses during the period	19,718	6,387	1,339,286	1,365,391
Other movements				
Write-offs, foreclosures, and other movements	26,413	269	(3,947,000)	(3,920,318)
Total other movements	26,413	269	(3,947,000)	(3,920,318)
Loss allowance at December 31, 2022	₱493,776	₱45,044	₱–	₱538,820

* Stage classification of new financial assets originated pertains to the stage as of end of year

Financial assets at FVOCI (debt securities)	Consolidated			
	ECL Staging			Total
	Stage 1 12-month ECL	Stage 2 Lifetime ECL	Stage 3 Lifetime ECL	
Loss allowance at January 1, 2022	₱59,958	₱1,537	₱–	₱61,495
Movements with P&L impact				
Transfers:				
Transfer from Stage 1 to Stage 2	(1)	1	–	–
Transfer from Stage 1 to Stage 3	–	–	–	–
Transfer from Stage 2 to Stage 1	71	(1,537)	–	(1,466)
Transfer from Stage 2 to Stage 3	–	–	–	–
Transfer from Stage 3 to Stage 1	–	–	–	–
Transfer from Stage 3 to Stage 2	–	–	–	–
New financial assets originated or purchased *	30,552	25,375	–	55,927
Changes in PDs / LGDs / EADs	8,851	–	–	8,851
Financial assets derecognized during the period	(498)	–	–	(498)
FX and other movements	(4,422)	(281)	–	(4,703)
Provision for credit losses during the period	34,553	23,558	–	58,111
Other movements				
Write-offs, foreclosures, and other movements	4,422	281	–	4,703
Total other movements	4,422	281	–	4,703
Loss allowance at December 31, 2022	₱98,933	₱25,376	₱–	₱124,309

* Stage classification of new financial assets originated pertains to the stage as of end of year



	Parent Company			
	ECL Staging			Total
	Stage 1	Stage 2	Stage 3	
Corporate and commercial lending	12-month ECL	Lifetime ECL	Lifetime ECL	
Loss allowance at January 1, 2022	₱2,957,844	₱3,152,298	₱4,839,259	₱10,949,401
Movements with P&L impact				
Transfers:				
Transfer from Stage 1 to Stage 2	(161,104)	795,711	—	634,607
Transfer from Stage 1 to Stage 3	(458)	—	102,778	102,320
Transfer from Stage 2 to Stage 1	31,662	(231,045)	—	(199,383)
Transfer from Stage 2 to Stage 3	—	(1,394,846)	4,974,946	3,580,100
Transfer from Stage 3 to Stage 1	—	—	—	—
Transfer from Stage 3 to Stage 2	—	1,007	(114,702)	(113,695)
New financial assets originated *	2,622,787	544,328	315,151	3,482,266
Changes in PDs / LGDs / EADs	81,114	(175,806)	698,682	603,990
Financial assets derecognized during the period	(729,903)	(690,844)	(594,645)	(2,015,392)
FX and other movements	(7,926)	(2,469)	(261)	(10,656)
Provision for credit losses during the period	1,836,172	(1,153,964)	5,381,949	6,064,157
Other movements				
Write-offs, foreclosures, and other movements	7,926	2,469	(3,683,270)	(3,672,875)
Total other movements	7,926	2,469	(3,683,270)	(3,672,875)
Loss allowance at December 31, 2022	₱4,801,942	₱2,000,803	₱6,537,938	₱13,340,683

* Stage classification of new financial assets originated or purchased pertains to the stage as of end of year

	Parent Company			
	ECL Staging			
	Stage 1	Stage 2	Stage 3	
Consumer lending	12-month ECL	Lifetime ECL	Lifetime ECL	Total
Loss allowance at January 1, 2022	₱478,079	₱154,386	₱681,717	₱1,314,182
Movements with P&L impact				
Transfers:				
Transfer from Stage 1 to Stage 2	(27,951)	49,778	-	21,827
Transfer from Stage 1 to Stage 3	(3,455)	-	42,563	39,108
Transfer from Stage 2 to Stage 1	253	(59,680)	-	(59,427)
Transfer from Stage 2 to Stage 3	-	(15,882)	25,477	9,595
Transfer from Stage 3 to Stage 1	-	-	(6,600)	(6,600)
Transfer from Stage 3 to Stage 2	-	301	(96,279)	(95,978)
New financial assets originated *	49,912	1,253	1,597	52,762
Changes in PDs / LGDs / EADs	(371,369)	160,340	(146,175)	(357,204)
Financial assets derecognized during the period	(44,978)	(23,040)	(36,083)	(104,101)
FX and other movements	-	-	-	-
Provision for credit losses during the period	(397,588)	113,070	(215,500)	(500,018)
Other movements				
Write-offs, foreclosures, and other movements	-	-	(95,925)	(95,925)
Total other movements	-	-	(95,925)	(95,925)
Loss allowance at December 31, 2022	₱80,491	₱267,456	₱370,292	₱718,239

* Stage classification of new financial assets originated or purchased pertains to the stage as of end of year

	Parent Company			
	ECL Staging			
	Stage 1	Stage 2	Stage 3	
Trade-related lending	12-month ECL	Lifetime ECL	Lifetime ECL	Total
Loss allowance at January 1, 2022	₱120,643	₱14,702	₱90,628	₱225,973
Movements with P&L impact				
Transfers:				
Transfer from Stage 1 to Stage 2	—	—	—	—
Transfer from Stage 1 to Stage 3	—	—	—	—
Transfer from Stage 2 to Stage 1	—	—	—	—
Transfer from Stage 2 to Stage 3	—	—	—	—
Transfer from Stage 3 to Stage 1	—	—	—	—
Transfer from Stage 3 to Stage 2	—	—	—	—
New financial assets originated *	57,511	2,037	—	59,548
Changes in PDs / LGDs / EADs	149	147	(10,352)	(10,056)

(Forward)



	Parent Company			
	ECL Staging			Total
	Stage 1 12-month ECL	Stage 2 Lifetime ECL	Stage 3 Lifetime ECL	
Trade-related lending				
Financial assets derecognized during the period	(P120,583)	(P14,650)	P-	(P135,233)
FX and other movements	(154,923)	(1,054)	-	(155,977)
Provision for credit losses during the period	(217,846)	(13,520)	(10,352)	(241,718)
Other movements				
Write-offs, foreclosures, and other movements	154,923	1,054	(24,701)	131,276
Total other movements	154,923	1,054	(24,701)	131,276
Loss allowance at December 31, 2022	P57,720	P2,236	P55,575	P115,531

* Stage classification of new financial assets originated or purchased pertains to the stage as of end of year

	Parent Company			
	ECL Staging			Total
	Stage 1 12-month ECL	Stage 2 Lifetime ECL	Stage 3 Lifetime ECL	
Others				
Loss allowance at January 1, 2022	P-	P-	P328	P328
Movements with P&L impact				
Transfers:				
Transfer from Stage 1 to Stage 2	-	-	-	-
Transfer from Stage 1 to Stage 3	-	-	-	-
Transfer from Stage 2 to Stage 1	-	-	-	-
Transfer from Stage 2 to Stage 3	-	-	-	-
Transfer from Stage 3 to Stage 1	-	-	-	-
Transfer from Stage 3 to Stage 2	-	-	-	-
New financial assets originated *	-	-	-	-
Changes in PDs / LGDs / EADs	-	-	-	-
Financial assets derecognized during the period	-	-	(328)	(328)
FX and other movements	-	-	-	-
Provision for credit losses during the period	-	-	(328)	(328)
Other movements				
Write-offs, foreclosures, and other movements	-	-	-	-
Total other movements	-	-	-	-
Loss allowance at December 31, 2022	P-	P-	P-	P-

* Stage classification of new financial assets originated pertains to the stage as of end of year

	Parent Company			
	ECL Staging			Total
	Stage 1 12-month ECL	Stage 2 Lifetime ECL	Stage 3 Lifetime ECL	
Loans and receivables - total				
Loss allowance at January 1, 2022	P3,556,566	P3,321,386	P5,611,932	P12,489,884
Movements with P&L impact				
Transfers:				
Transfer from Stage 1 to Stage 2	(189,055)	845,489	-	656,434
Transfer from Stage 1 to Stage 3	(3,913)	-	145,341	141,428
Transfer from Stage 2 to Stage 1	31,915	(290,725)	-	(258,810)
Transfer from Stage 2 to Stage 3	-	(1,410,728)	5,000,423	3,589,695
Transfer from Stage 3 to Stage 1	-	-	(6,600)	(6,600)
Transfer from Stage 3 to Stage 2	-	1,308	(210,981)	(209,673)
New financial assets originated *	2,730,210	547,618	316,748	3,594,576
Changes in PDs / LGDs / EADs	(290,106)	(15,319)	542,155	236,730
Financial assets derecognized during the period	(895,464)	(728,534)	(631,056)	(2,255,054)
FX and other movements	(162,849)	(3,523)	(261)	(166,633)
Provision for credit losses during the period	1,220,738	(1,054,414)	5,155,769	5,322,093
Other movements				
Write-offs, foreclosures, and other movements	162,849	3,523	(3,803,896)	(3,637,524)
Total other movements	162,849	3,523	(3,803,896)	(3,637,524)
Loss allowance at December 31, 2022	P4,940,153	P2,270,495	P6,963,805	P14,174,453

* Stage classification of new financial assets originated pertains to the stage as of end of year



	Parent Company			
	ECL Staging			
	Stage 1	Stage 2	Stage 3	
	12-month ECL	Lifetime ECL	Lifetime ECL	Total
Investment securities at amortized cost				
Loss allowance at January 1, 2022	₱436,596	₱38,388	₱2,411,288	₱2,886,272
Movements with P&L impact				
Transfers:				
Transfer from Stage 1 to Stage 2	(6,794)	26,811	—	20,017
Transfer from Stage 1 to Stage 3	—	—	—	—
Transfer from Stage 2 to Stage 1	743	(27,696)	—	(26,953)
Transfer from Stage 2 to Stage 3	—	—	—	—
Transfer from Stage 3 to Stage 1	—	—	—	—
Transfer from Stage 3 to Stage 2	—	—	—	—
New financial assets originated or purchased *	34,775	2,556	—	37,331
Changes in PDs / LGDs / EADs	34,826	5,146	1,220,337	1,260,309
Financial assets derecognized during the period	(12,418)	(162)	—	(12,580)
FX and other movements	(26,413)	(269)	—	(26,682)
Provision for credit losses during the period	24,719	6,386	1,220,337	1,251,442
Other movements				
Write-offs, foreclosures, and other movements	26,413	269	(3,631,625)	(3,604,943)
Total other movements	26,413	269	(3,631,625)	(3,604,943)
Loss allowance at December 31, 2022	₱487,728	₱45,043	₱—	₱532,771

* Stage classification of new financial assets originated pertains to the stage as of end of year

	Parent Company			
	ECL Staging			Total
	Stage 1	Stage 2	Stage 3	
Financial assets at FVOCI (debt securities)	12-month ECL	Lifetime ECL	Lifetime ECL	
Loss allowance at January 1, 2022	₱59,461	₱1,537	₱-	₱60,998
Movements with P&L impact				
Transfers:				
Transfer from Stage 1 to Stage 2	-	-	-	-
Transfer from Stage 1 to Stage 3	-	-	-	-
Transfer from Stage 2 to Stage 1	71	(1,537)	-	(1,466)
Transfer from Stage 2 to Stage 3	-	-	-	-
Transfer from Stage 3 to Stage 1	-	-	-	-
Transfer from Stage 3 to Stage 2	-	-	-	-
New financial assets originated or purchased *	30,552	25,375	-	55,927
Changes in PDs / LGDs / EADs	9,024	-	-	9,024
Financial assets derecognized during the period	(105)	-	-	(105)
FX and other movements	(4,422)	(281)	-	(4,703)
Provision for credit losses during the period	35,120	23,557	-	58,677
Other movements				
Write-offs, foreclosures, and other movements	4,422	281	-	4,703
Total other movements	4,422	281	-	4,703
Loss allowance at December 31, 2022	₱99,003	₱25,375	₱-	₱124,378

* Stage classification of new financial assets originated pertains to the stage as of end of year



Comparative figures for the movement of allowance for credit and impairment losses for 2021 are shown below:

	Consolidated			Total
	ECL Staging			
	Stage 1	Stage 2	Stage 3	
	12-month ECL	Lifetime ECL	Lifetime ECL	
Corporate and commercial lending				
Loss allowance at January 1, 2021	₱4,536,289	₱3,213,081	₱4,628,126	₱12,377,496
Movements with P&L impact				
Transfers:				
Transfer from Stage 1 to Stage 2	(265,804)	405,942	—	140,138
Transfer from Stage 1 to Stage 3	(19,149)	—	976,835	957,686
Transfer from Stage 2 to Stage 1	26,858	(109,652)	—	(82,794)
Transfer from Stage 2 to Stage 3	—	(2,461,394)	2,668,435	207,041
Transfer from Stage 3 to Stage 1	45	—	(4,278)	(4,233)
Transfer from Stage 3 to Stage 2	—	152,158	(284,566)	(132,408)
New financial assets originated *	1,316,932	1,923,910	578,704	3,819,546
Changes in PDs / LGDs / EADs	(831,490)	273,731	4,325,035	3,767,276
Financial assets derecognized during the period	(1,748,505)	(192,902)	(783,973)	(2,725,380)
FX and other movements	(48,112)	(11,112)	(440)	(59,664)
Provision for credit losses during the period	(1,569,225)	(19,319)	7,475,752	5,887,208
Other movements				
Write-offs, foreclosures, and other movements	48,112	11,112	(6,289,638)	(6,230,414)
Total other movements	48,112	11,112	(6,289,638)	(6,230,414)
Loss allowance at December 31, 2021	₱3,015,176	₱3,204,874	₱5,814,240	₱12,034,290

* Stage classification of new financial assets originated pertains to the stage as of end of year

	Consolidated			
	ECL Staging			
	Stage 1	Stage 2	Stage 3	
Consumer lending	12-month ECL	Lifetime ECL	Lifetime ECL	Total
Loss allowance at January 1, 2021	₱332,094	₱155,749	₱1,593,086	₱2,080,929
Movements with P&L impact				
Transfers:				
Transfer from Stage 1 to Stage 2	(21,355)	67,308	–	45,953
Transfer from Stage 1 to Stage 3	(4,530)	–	195,646	191,116
Transfer from Stage 2 to Stage 1	19,388	(42,397)	–	(23,009)
Transfer from Stage 2 to Stage 3	–	(20,763)	301,488	280,725
Transfer from Stage 3 to Stage 1	3,084	–	(70,099)	(67,015)
Transfer from Stage 3 to Stage 2	–	31,980	(361,359)	(329,379)
New financial assets originated *	169,078	39,175	213,930	422,183
Changes in PDs / LGDs / EADs	123,269	(22,668)	1,488,672	1,589,273
Financial assets derecognized during the period	(50,712)	(33,273)	(222,647)	(306,632)
FX and other movements	–	–	–	–
Provision for credit losses during the period	238,222	19,362	1,545,631	1,803,215
Other movements				
Write-offs, foreclosures, and other movements	–	–	(1,095,033)	(1,095,033)
Total other movements	–	–	(1,095,033)	(1,095,033)
Loss allowance at December 31, 2021	₱570,316	₱175,111	₱2,043,684	₱2,789,111

* Stage classification of new financial assets originated pertains to the stage as of end of year



	Consolidated			Total
	ECL Staging			
	Stage 1	Stage 2	Stage 3	
	12-month ECL	Lifetime ECL	Lifetime ECL	
Trade-related lending				
Loss allowance at January 1, 2021	₱133,667	₱23,814	₱121,123	₱278,604
Movements with P&L impact				
Transfers:				
Transfer from Stage 1 to Stage 2	(8)	8	—	—
Transfer from Stage 1 to Stage 3	—	—	—	—
Transfer from Stage 2 to Stage 1	60	(99)	—	(39)
Transfer from Stage 2 to Stage 3	—	(411)	23,794	23,383
Transfer from Stage 3 to Stage 1	—	—	—	—
Transfer from Stage 3 to Stage 2	—	—	—	—
New financial assets originated *	123,508	13,656	—	137,164
Changes in PDs / LGDs / EADs	(58)	388	19,498	19,828
Financial assets derecognized during the period	(133,601)	(22,584)	—	(156,185)
FX and other movements	(2,407)	(7)	—	(2,414)
Provision for credit losses during the period	(12,506)	(9,049)	43,292	21,737
Other movements				
Write-offs, foreclosures, and other movements	2,407	7	(72,291)	(69,877)
Total other movements	2,407	7	(72,291)	(69,877)
Loss allowance at December 31, 2021	₱123,568	₱14,772	₱92,124	₱230,464

* Stage classification of new financial assets originated pertains to the stage as of end of year

Others	Consolidated			Total
	ECL Staging			
	Stage 1	Stage 2	Stage 3	
	12-month ECL	Lifetime ECL	Lifetime ECL	
Loss allowance at January 1, 2021	₱1	₱48	₱2,840	₱2,889
Movements with P&L impact				
Transfers:				
Transfer from Stage 1 to Stage 2	—	35	—	35
Transfer from Stage 1 to Stage 3	—	—	658	658
Transfer from Stage 2 to Stage 1	—	(31)	—	(31)
Transfer from Stage 2 to Stage 3	—	—	9	9
Transfer from Stage 3 to Stage 1	—	—	(211)	(211)
Transfer from Stage 3 to Stage 2	—	—	(6)	(6)
New financial assets originated *	3	—	477	480
Changes in PDs / LGDs / EADs	—	(44)	1,200	1,156
Financial assets derecognized during the period	(1)	(8)	(1,226)	(1,235)
FX and other movements	—	—	—	—
Provision for credit losses during the period	2	(48)	901	855
Other movements				
Write-offs, foreclosures, and other movements	—	—	—	—
Total other movements	—	—	—	—
Loss allowance at December 31, 2021	₱3	₱—	₱3,741	₱3,744

* Stage classification of new financial assets originated pertains to the stage as of end of year

	Consolidated			
	ECL Staging			
	Stage 1	Stage 2	Stage 3	
Loans and receivables – total	12-month ECL	Lifetime ECL	Lifetime ECL	Total
Loss allowance at January 1, 2021	₱5,002,051	₱3,392,692	₱6,345,175	₱14,739,918
Movements with P&L impact				
Transfers:				
Transfer from Stage 1 to Stage 2	(287,167)	473,293	–	186,126
Transfer from Stage 1 to Stage 3	(23,679)	–	1,173,139	1,149,460
Transfer from Stage 2 to Stage 1	46,306	(152,179)	–	(105,873)
Transfer from Stage 2 to Stage 3	–	(2,482,568)	2,993,726	511,158
Transfer from Stage 3 to Stage 1	3,129	–	(74,588)	(71,459)
Transfer from Stage 3 to Stage 2	–	184,138	(645,931)	(461,793)
New financial assets originated *	1,609,521	1,976,741	793,111	4,379,373
Changes in PDs / LGDs / EADs	(708,279)	251,407	5,834,405	5,377,533

(Forward)



	Consolidated			
	ECL Staging			
	Stage 1	Stage 2	Stage 3	
Loans and receivables – total	12-month ECL	Lifetime ECL	Lifetime ECL	Total
Financial assets derecognized during the period	(₱1,932,819)	(₱248,767)	(₱1,007,846)	(₱3,189,432)
FX and other movements	(50,519)	(11,119)	(440)	(62,078)
Provision for credit losses during the period	(1,343,507)	(9,054)	9,065,576	7,713,015
Other movements				
Write-offs, foreclosures, and other movements	50,519	11,119	(7,456,962)	(7,395,324)
Total other movements	50,519	11,119	(7,456,962)	(7,395,324)
Loss allowance at December 31, 2021	₱3,709,063	₱3,394,757	₱7,953,789	₱15,057,609

* Stage classification of new financial assets originated pertains to the stage as of end of year

	Consolidated			
	ECL Staging			Total
	Stage 1	Stage 2	Stage 3	
	12-month ECL	Lifetime ECL	Lifetime ECL	
Investment securities at amortized cost				
Loss allowance at January 1, 2021	P387,575	P-	P2,002,270	P2,389,845
Movements with P&L impact				
Transfers:				
Transfer from Stage 1 to Stage 2	(5,718)	32,451	-	26,733
Transfer from Stage 1 to Stage 3	-	-	-	-
Transfer from Stage 2 to Stage 1	-	-	-	-
Transfer from Stage 2 to Stage 3	-	-	-	-
Transfer from Stage 3 to Stage 1	-	-	-	-
Transfer from Stage 3 to Stage 2	-	-	-	-
New financial assets originated or purchased *	121,126	5,937	-	127,063
Changes in PDs / LGDs / EADs	(29,762)	-	409,018	379,256
Financial assets derecognized during the period	(28,047)	-	-	(28,047)
FX and other movements	(126,906)	(3,712)	19,841	(110,777)
Provision for credit losses during the period	(69,307)	34,676	428,859	394,228
Other movements				
Write-offs, foreclosures, and other movements	129,377	3,712	176,585	309,674
Total other movements	129,377	3,712	176,585	309,674
Loss allowance at December 31, 2021	P447,645	P38,388	P2,607,714	P3,093,747

* Stage classification of new financial assets originated pertains to the stage as of end of year

	Consolidated			
	ECL Staging			
	Stage 1	Stage 2	Stage 3	
Financial assets at FVOCI (debt securities)	12-month ECL	Lifetime ECL	Lifetime ECL	Total
Loss allowance at January 1, 2021	₱30,384	₱—	₱—	₱30,384
Movements with P&L impact				
Transfers:				
Transfer from Stage 1 to Stage 2	—	—	—	—
Transfer from Stage 1 to Stage 3	—	—	—	—
Transfer from Stage 2 to Stage 1	—	—	—	—
Transfer from Stage 2 to Stage 3	—	—	—	—
Transfer from Stage 3 to Stage 1	—	—	—	—
Transfer from Stage 3 to Stage 2	—	—	—	—
New financial assets originated or purchased *	42,901	1,537	—	44,438
Changes in PDs / LGDs / EADs	(9,504)	—	—	(9,504)
Financial assets derecognized during the period	(3,823)	—	—	(3,823)
FX and other movements	(17,380)	(505)	—	(17,885)
Provision for credit losses during the period	12,194	1,032	—	13,226
Other movements				
Write-offs, foreclosures, and other movements	17,380	505	—	17,885
Total other movements	17,380	505	—	17,885
Loss allowance at December 31, 2021	₱59,958	₱1,537	₱—	₱61,495

* Stage classification of new financial assets originated pertains to the stage as of end of year



	Parent Company			
	ECL Staging			Total
	Stage 1 12-month ECL	Stage 2 Lifetime ECL	Stage 3 Lifetime ECL	
Corporate and commercial lending				
Loss allowance at January 1, 2021	P4,441,063	P3,158,914	P3,281,557	P10,881,534
Movements with P&L impact				
Transfers:				
Transfer from Stage 1 to Stage 2	(259,998)	401,008	-	141,010
Transfer from Stage 1 to Stage 3	(18,486)	-	951,502	933,016
Transfer from Stage 2 to Stage 1	24,677	(107,799)	-	(83,122)
Transfer from Stage 2 to Stage 3	-	(2,460,478)	2,627,237	166,759
Transfer from Stage 3 to Stage 1	37	-	(3,977)	(3,940)
Transfer from Stage 3 to Stage 2	-	150,926	(229,165)	(78,239)
New financial assets originated *	1,316,388	1,923,874	578,642	3,818,904
Changes in PDs / LGDs / EADs	(843,891)	259,691	4,346,872	3,762,672
Financial assets derecognized during the period	(1,701,946)	(173,837)	(492,932)	(2,368,715)
FX and other movements	(48,112)	(11,112)	(440)	(59,664)
Provision for credit losses during the period	(1,531,331)	(17,727)	7,777,739	6,228,681
Other movements				
Write-offs, foreclosures, and other movements	48,112	11,111	(6,220,037)	(6,160,814)
Total other movements	48,112	11,111	(6,220,037)	(6,160,814)
Loss allowance at December 31, 2021	P2,957,844	P3,152,298	P4,839,259	P10,949,401

* Stage classification of new financial assets originated or purchased pertains to the stage as of end of year

	Parent Company			
	ECL Staging			Total
	Stage 1 12-month ECL	Stage 2 Lifetime ECL	Stage 3 Lifetime ECL	
Consumer lending				
Loss allowance at January 1, 2021	P214,195	P110,481	P1,051,455	P1,376,131
Movements with P&L impact				
Transfers:				
Transfer from Stage 1 to Stage 2	(18,072)	46,141	-	28,069
Transfer from Stage 1 to Stage 3	(3,071)	-	89,672	86,601
Transfer from Stage 2 to Stage 1	16,906	(26,398)	-	(9,492)
Transfer from Stage 2 to Stage 3	-	(15,563)	242,894	227,331
Transfer from Stage 3 to Stage 1	2,560	-	(32,061)	(29,501)
Transfer from Stage 3 to Stage 2	-	29,661	(335,225)	(305,564)
New financial assets originated *	127,765	35,008	59,709	222,482
Changes in PDs / LGDs / EADs	165,450	(1,094)	235,539	399,895
Financial assets derecognized during the period	(27,654)	(23,850)	(35,304)	(86,808)
FX and other movements	-	-	-	-
Provision for credit losses during the period	263,884	43,905	225,224	533,013
Other movements				
Write-offs, foreclosures, and other movements	-	-	(594,962)	(594,962)
Total other movements	-	-	(594,962)	(594,962)
Loss allowance at December 31, 2021	P478,079	P154,386	P681,717	P1,314,182

* Stage classification of new financial assets originated or purchased pertains to the stage as of end of year

	Parent			
	ECL Staging			Total
	Stage 1 12-month ECL	Stage 2 Lifetime ECL	Stage 3 Lifetime ECL	
Trade-related lending				
Loss allowance at January 1, 2021	P132,753	P23,814	P113,425	P269,992
Movements with P&L impact				
Transfers:				
Transfer from Stage 1 to Stage 2	(8)	8	-	-
Transfer from Stage 1 to Stage 3	-	-	-	-
Transfer from Stage 2 to Stage 1	60	(99)	-	(39)
Transfer from Stage 2 to Stage 3	-	(410)	23,794	23,384
Transfer from Stage 3 to Stage 1	-	-	-	-
Transfer from Stage 3 to Stage 2	-	-	-	-
New financial assets originated *	120,583	13,585	-	134,168
Changes in PDs / LGDs / EADs	(66)	388	25,700	26,022

(Forward)



	Parent			Total
	ECL Staging			
	Stage 1	Stage 2	Stage 3	
	12-month ECL	Lifetime ECL	Lifetime ECL	
Trade-related lending				
Financial assets derecognized during the period	(P132,679)	(P22,584)	P-	(P155,263)
FX and other movements	(2,407)	(7)	-	(2,414)
Provision for credit losses during the period	(14,517)	(9,119)	49,494	25,858
Other movements				
Write-offs, foreclosures, and other movements	2,407	7	(72,291)	(69,877)
Total other movements	2,407	7	(72,291)	(69,877)
Loss allowance at December 31, 2021	P120,643	P14,702	P90,628	P225,973

* Stage classification of new financial assets originated pertains to the stage as of end of year

	Parent Company			
	ECL Staging			
	Stage 1	Stage 2	Stage 3	
Others	12-month ECL	Lifetime ECL	Lifetime ECL	Total
Loss allowance at January 1, 2021	P=	P=	P=	P=
Movements with P&L impact				
Transfers:				
Transfer from Stage 1 to Stage 2	—	—	—	—
Transfer from Stage 1 to Stage 3	—	—	—	—
Transfer from Stage 2 to Stage 1	—	—	—	—
Transfer from Stage 2 to Stage 3	—	—	—	—
Transfer from Stage 3 to Stage 1	—	—	—	—
Transfer from Stage 3 to Stage 2	—	—	—	—
New financial assets originated *	—	—	328	328
Changes in PDs / LGDs / EADs	—	—	—	—
Financial assets derecognized during the period	—	—	—	—
FX and other movements	—	—	—	—
Provision for credit losses during the period	—	—	328	328
Other movements				
Write-offs, foreclosures, and other movements	—	—	—	—
Total other movements	—	—	—	—
Loss allowance at December 31, 2021	P=	P=	#328	#328

* Stage classification of new financial assets originated pertains to the stage as of end of year

	Parent Company			
	ECL Staging			
	Stage 1	Stage 2	Stage 3	
	12-month ECL	Lifetime ECL	Lifetime ECL	Total
Loans and receivables – total				
Loss allowance at January 1, 2021	P4,788,011	P3,293,209	P4,446,437	P12,527,657
Movements with P&L impact				
Transfers:				
Transfer from Stage 1 to Stage 2	(278,078)	447,157	–	169,079
Transfer from Stage 1 to Stage 3	(21,557)	–	1,041,174	1,019,617
Transfer from Stage 2 to Stage 1	41,643	(134,296)	–	(92,653)
Transfer from Stage 2 to Stage 3	–	(2,476,451)	2,893,925	417,474
Transfer from Stage 3 to Stage 1	2,597	–	(36,038)	(33,441)
Transfer from Stage 3 to Stage 2	–	180,587	(564,390)	(383,803)
New financial assets originated *	1,564,736	1,972,467	638,679	4,175,882
Changes in PDs / LGDs / EADs	(678,507)	258,985	4,608,111	4,188,589
Financial assets derecognized during the period	(1,862,279)	(220,271)	(528,236)	(2,610,786)
FX and other movements	(50,519)	(11,119)	(440)	(62,078)
Provision for credit losses during the period	(1,281,964)	17,059	8,052,785	6,787,880
Other movements				
Write-offs, foreclosures, and other movements	50,519	11,118	(6,887,290)	(6,825,653)
Total other movements	50,519	11,118	(6,887,290)	(6,825,653)
Loss allowance at December 31, 2021	P3,556,566	P3,321,386	P5,611,932	P12,489,884

* Stage classification of new financial assets originated pertains to the stage as of end of year



	Parent Company			
	ECL Staging			
	Stage 1	Stage 2	Stage 3	
Investment securities at amortized cost	12-month ECL	Lifetime ECL	Lifetime ECL	Total
Loss allowance at January 1, 2021	₱381,530	₱-	₱2,002,270	₱2,383,800
Movements with P&L impact				
Transfers:				
Transfer from Stage 1 to Stage 2	(5,718)	32,451	-	26,733
Transfer from Stage 1 to Stage 3	-	-	-	-
Transfer from Stage 2 to Stage 1	-	-	-	-
Transfer from Stage 2 to Stage 3	-	-	-	-
Transfer from Stage 3 to Stage 1	-	-	-	-
Transfer from Stage 3 to Stage 2	-	-	-	-
New financial assets originated or purchased *	118,552	5,937	-	124,489
Changes in PDs / LGDs / EADs	(29,762)	-	409,018	379,256
Financial assets derecognized during the period	(28,006)	-	-	(28,006)
FX and other movements	(129,377)	(3,712)	-	(133,089)
Provision for credit losses during the period	(74,311)	34,676	409,018	369,383
Other movements				
Write-offs, foreclosures, and other movements	129,377	3,712	-	133,089
Total other movements	129,377	3,712	-	133,089
Loss allowance at December 31, 2021	₱436,596	₱38,388	₱2,411,288	₱2,886,272

* Stage classification of new financial assets originated pertains to the stage as of end of year

	Parent Company			
	ECL Staging			
	Stage 1	Stage 2	Stage 3	
Financial assets at FVOCI (debt securities)	12-month ECL	Lifetime ECL	Lifetime ECL	Total
Loss allowance at January 1, 2021	₱30,056	₱–	₱–	₱30,056
Movements with P&L impact				
Transfers:				
Transfer from Stage 1 to Stage 2	–	–	–	–
Transfer from Stage 1 to Stage 3	–	–	–	–
Transfer from Stage 2 to Stage 1	–	–	–	–
Transfer from Stage 2 to Stage 3	–	–	–	–
Transfer from Stage 3 to Stage 1	–	–	–	–
Transfer from Stage 3 to Stage 2	–	–	–	–
New financial assets originated or purchased *	42,511	1,537	–	44,048
Changes in PDs / LGDs / EADs	(9,555)	–	–	(9,555)
Financial assets derecognized during the period	(3,551)	–	–	(3,551)
FX and other movements	(17,380)	(505)	–	(17,885)
Provision for credit losses during the period	12,025	1,032	–	13,057
Other movements				
Write-offs, foreclosures, and other movements	17,380	505	–	17,885
Total other movements	17,380	505	–	17,885
Loss allowance at December 31, 2021	₱59,461	₱1,537	₱–	₱60,998

* Stage classification of new financial assets originated pertains to the stage as of end of year



The corresponding movement of the gross carrying amount of the financial assets during 2022 are shown below:

	Consolidated			Total
	ECL Staging			
	Stage 1	Stage 2	Stage 3	
Corporate and commercial lending	12-month ECL	Lifetime ECL	Lifetime ECL	
Gross carrying amount at January 1, 2022	₱428,829,243	₱50,618,381	₱9,630,798	₱489,078,422
Transfers:				
Transfer from Stage 1 to Stage 2	(28,933,747)	28,933,747	—	—
Transfer from Stage 1 to Stage 3	(210,472)	—	210,472	—
Transfer from Stage 2 to Stage 1	4,822,541	(4,822,541)	—	—
Transfer from Stage 2 to Stage 3	—	(6,882,377)	6,882,377	—
Transfer from Stage 3 to Stage 1	16,701	—	(16,701)	—
Transfer from Stage 3 to Stage 2	—	144,674	(144,674)	—
New financial assets originated *	209,925,720	16,508,948	1,112,976	227,547,644
Changes in EADs	(20,565,292)	(6,923,647)	(59,585)	(27,548,524)
Financial assets derecognized during the period	(108,888,843)	(19,299,892)	(1,243,369)	(129,432,104)
Write-offs, foreclosures, and other movements	—	—	(4,235,324)	(4,235,324)
Total movements of carrying amount	56,166,608	7,658,912	2,506,172	66,331,692
Gross carrying amount at December 31, 2022	₱484,995,851	₱58,277,293	₱12,136,970	₱555,410,114

* Stage classification of new financial assets originated pertains to the stage as of end of year

	Consolidated			
	ECL Staging			
	Stage 1	Stage 2	Stage 3	
Consumer lending	12-month ECL	Lifetime ECL	Lifetime ECL	Total
Gross carrying amount at January 1, 2022	₱100,240,891	₱16,369,705	₱6,065,253	₱122,675,849
Transfers:				
Transfer from Stage 1 to Stage 2	(6,379,023)	6,379,023	—	—
Transfer from Stage 1 to Stage 3	(690,604)	—	690,604	—
Transfer from Stage 2 to Stage 1	2,718,825	(2,718,825)	—	—
Transfer from Stage 2 to Stage 3	—	(773,367)	773,367	—
Transfer from Stage 3 to Stage 1	191,424	—	(191,424)	—
Transfer from Stage 3 to Stage 2	—	746,478	(746,478)	—
New financial assets originated *	58,478,093	1,246,320	434,540	60,158,953
Changes in EADs	(11,143,173)	(1,460,699)	(330,038)	(12,933,910)
Financial assets derecognized during the period	(18,717,706)	(5,087,062)	(1,019,190)	(24,823,958)
Write-offs, foreclosures, and other movements	—	—	(612,082)	(612,082)
Total movements of carrying amount	24,457,836	(1,668,132)	(1,000,701)	21,789,003
Gross carrying amount at December 31, 2022	₱124,698,727	₱14,701,573	₱5,064,552	₱144,464,852

* Stage classification of new financial assets originated pertains to the stage as of end of year

Trade-related lending	Consolidated			
	ECL Staging			
	Stage 1	Stage 2	Stage 3	Total
	12-month ECL	Lifetime ECL	Lifetime ECL	
Gross carrying amount at January 1, 2022	₱11,232,490	₱966,231	₱254,831	₱12,453,552
Transfers:				
Transfer from Stage 1 to Stage 2	—	—	—	—
Transfer from Stage 1 to Stage 3	—	—	—	—
Transfer from Stage 2 to Stage 1	—	—	—	—
Transfer from Stage 2 to Stage 3	—	—	—	—
Transfer from Stage 3 to Stage 1	—	—	—	—
Transfer from Stage 3 to Stage 2	—	—	—	—
New financial assets originated *	16,754,797	754,444	—	17,509,241
Changes in EADs	—	(1,925)	(2,541)	(4,466)
Financial assets derecognized during the period	(11,224,490)	(959,231)	(24,836)	(12,208,557)
Write-offs, foreclosures, and other movements	—	—	(24,701)	(24,701)
Total movements of carrying amount	5,530,307	(206,712)	(52,078)	5,271,517
Gross carrying amount at December 31, 2022	₱16,762,797	₱759,519	₱202,753	₱17,725,069

* Stage classification of new financial assets originated pertains to the stage as of end of year



Others	Consolidated ECL Staging			Total
	Stage 1	Stage 2	Stage 3	
	12-month ECL	Lifetime ECL	Lifetime ECL	
Gross carrying amount at January 1, 2022	₱105,130	₱7,030	₱4,736	₱116,896
Transfers:				
Transfer from Stage 1 to Stage 2	(88)	88	-	-
Transfer from Stage 1 to Stage 3	(471)	-	471	-
Transfer from Stage 2 to Stage 1	-	-	-	-
Transfer from Stage 2 to Stage 3	-	(958)	958	-
Transfer from Stage 3 to Stage 1	-	-	-	-
Transfer from Stage 3 to Stage 2	-	-	-	-
New financial assets originated *	58,394	12,650	2,812	73,856
Changes in EADs	(9,052)	(1,428)	(644)	(11,124)
Financial assets derecognized during the period	(59,129)	(3,439)	(1,075)	(63,643)
Write-offs, foreclosures, and other movements	-	-	(785)	(785)
Total movements of carrying amount	(10,346)	6,913	1,737	(1,696)
Gross carrying amount at December 31, 2022	₱94,784	₱13,943	₱6,473	₱115,200

* Stage classification of new financial assets originated pertains to the stage as of end of year

Loans and receivables – total	Consolidated ECL Staging			Total
	Stage 1	Stage 2	Stage 3	
	12-month ECL	Lifetime ECL	Lifetime ECL	
Gross carrying amount at January 1, 2022	₱540,407,754	₱67,961,347	₱15,955,618	₱624,324,719
Transfers:				
Transfer from Stage 1 to Stage 2	(35,312,858)	35,312,858	-	-
Transfer from Stage 1 to Stage 3	(901,547)	-	901,547	-
Transfer from Stage 2 to Stage 1	7,541,366	(7,541,366)	-	-
Transfer from Stage 2 to Stage 3	-	(7,656,702)	7,656,702	-
Transfer from Stage 3 to Stage 1	208,125	-	(208,125)	-
Transfer from Stage 3 to Stage 2	-	891,152	(891,152)	-
New financial assets originated *	285,217,004	18,522,362	1,550,328	305,289,694
Changes in EADs	(31,717,517)	(8,387,699)	(392,808)	(40,498,024)
Financial assets derecognized during the period	(138,890,168)	(25,349,624)	(2,288,470)	(166,528,262)
Write-offs, foreclosures, and other movements	-	-	(4,872,892)	(4,872,892)
Total movements of carrying amount	86,144,405	5,790,981	1,455,130	93,390,516
Gross carrying amount at December 31, 2022	₱626,552,159	₱73,752,328	₱17,410,748	₱717,715,235

* Stage classification of new financial assets originated pertains to the stage as of end of year

Investment securities at amortized cost	Consolidated ECL Staging			Total
	Stage 1	Stage 2	Stage 3	
	12-month ECL	Lifetime ECL	Lifetime ECL	
Gross carrying amount at January 1, 2022	₱233,410,560	₱3,566,516	₱3,947,000	₱240,924,076
Transfers:				
Transfer from Stage 1 to Stage 2	(2,098,004)	2,098,004	-	-
Transfer from Stage 1 to Stage 3	-	-	-	-
Transfer from Stage 2 to Stage 1	2,968,142	(2,968,142)	-	-
Transfer from Stage 2 to Stage 3	-	-	-	-
Transfer from Stage 3 to Stage 1	-	-	-	-
Transfer from Stage 3 to Stage 2	-	-	-	-
New financial assets originated or purchased *	190,261,714	324,828	-	190,586,542
Changes in EADs	(2,066,581)	(1)	-	(2,066,582)
Financial assets derecognized during the period	(79,484,999)	(65,000)	-	(79,549,999)
Write-offs, foreclosures, and other movements	9,619,036	79,397	(3,947,000)	5,751,433
Total movements of carrying amount	119,199,308	(530,914)	(3,947,000)	114,721,394
Gross carrying amount at December 31, 2022	₱352,609,868	₱3,035,602	₱-	₱355,645,470

* Stage classification of new financial assets originated or purchased pertains to the stage as of end of year



	Consolidated			
	ECL Staging			
	Stage 1	Stage 2	Stage 3	
Financial assets at FVOCI (debt securities)	12-month ECL	Lifetime ECL	Lifetime ECL	Total
Gross carrying amount at January 1, 2022	₱27,611,006	₱407,755	₱-	₱28,018,761
Transfers:				
Transfer from Stage 1 to Stage 2	-	-	-	-
Transfer from Stage 1 to Stage 3	-	-	-	-
Transfer from Stage 2 to Stage 1	403,647	(403,647)	-	-
Transfer from Stage 2 to Stage 3	-	-	-	-
Transfer from Stage 3 to Stage 1	-	-	-	-
Transfer from Stage 3 to Stage 2	-	-	-	-
New financial assets originated or purchased *	19,248,977	1,314,996	-	20,563,973
Changes in EADs	(2,561,524)	-	-	(2,561,524)
Financial assets derecognized during the period	(3,423,435)	(4,108)	-	(3,427,543)
Write-offs, foreclosures, and other movements	90,882	-	-	90,882
Total movements of carrying amount	13,758,547	907,241	-	14,665,788
Gross carrying amount at December 31, 2022	₱41,369,553	₱1,314,996	₱-	₱42,684,549

* Stage classification of new financial assets originated pertains to the stage as of end of year

	Parent Company			
	ECL Staging			Total
	Stage 1	Stage 2	Stage 3	
Corporate and commercial lending	12-month ECL	Lifetime ECL	Lifetime ECL	
Gross carrying amount as at January 1, 2022	₱421,975,891	₱44,133,134	₱6,613,097	₱472,722,122
Transfers:				
Transfer from Stage 1 to Stage 2	(25,458,513)	25,458,513	-	-
Transfer from Stage 1 to Stage 3	(178,002)	-	178,002	-
Transfer from Stage 2 to Stage 1	4,688,561	(4,688,561)	-	-
Transfer from Stage 2 to Stage 3	-	(6,229,937)	6,229,937	-
Transfer from Stage 3 to Stage 1	-	-	-	-
Transfer from Stage 3 to Stage 2	-	130,245	(130,245)	-
New financial assets originated *	201,681,491	14,337,374	797,455	216,816,320
Changes in EADs	(18,543,995)	(3,539,737)	(795)	(22,084,527)
Financial assets derecognized during the period	(106,708,510)	(17,108,742)	(869,058)	(124,686,310)
Write-offs, foreclosures, and other movements	-	-	(3,612,192)	(3,612,192)
Total movements of carrying amount	55,481,032	8,359,155	2,593,104	66,433,291
Gross carrying amount as at December 31, 2022	₱477,456,923	₱52,492,289	₱9,206,201	₱539,155,413

* Stage classification of new financial assets originated pertains to the stage as of end of year

	Parent Company			Total
	ECL Staging			
	Stage 1	Stage 2	Stage 3	
Consumer lending	12-month ECL	Lifetime ECL	Lifetime ECL	
Gross carrying amount as at January 1, 2022	₱53,630,564	₱14,419,615	₱3,966,294	₱72,016,473
Transfers:				
Transfer from Stage 1 to Stage 2	(5,811,653)	5,811,653	—	—
Transfer from Stage 1 to Stage 3	(418,097)	—	418,097	—
Transfer from Stage 2 to Stage 1	2,025,099	(2,025,099)	—	—
Transfer from Stage 2 to Stage 3	—	(526,334)	526,334	—
Transfer from Stage 3 to Stage 1	71,880	—	(71,880)	—
Transfer from Stage 3 to Stage 2	—	703,528	(703,528)	—
New financial assets originated *	17,282,658	144,851	7,382	17,434,891
Changes in EADs	(4,390,466)	(1,198,623)	(234,982)	(5,824,071)
Financial assets derecognized during the period	(7,462,546)	(4,606,358)	(396,184)	(12,465,088)
Write-offs, foreclosures, and other movements	—	—	(173,479)	(173,479)
Total movements of carrying amount	1,296,875	(1,696,382)	(628,240)	(1,027,747)
Gross carrying amount as at December 31, 2022	₱54,927,439	₱12,723,233	₱3,338,054	₱70,988,726

* Stage classification of new financial assets originated pertains to the stage as of end of year



	Parent Company			
	ECL Staging			
	Stage 1	Stage 2	Stage 3	
Trade-related lending	12-month ECL	Lifetime ECL	Lifetime ECL	Total
Gross carrying amount as at January 1, 2022	₱10,911,196	₱941,208	₱227,455	₱12,079,859
Transfers:				
Transfer from Stage 1 to Stage 2	-	-	-	-
Transfer from Stage 1 to Stage 3	-	-	-	-
Transfer from Stage 2 to Stage 1	-	-	-	-
Transfer from Stage 2 to Stage 3	-	-	-	-
Transfer from Stage 3 to Stage 1	-	-	-	-
Transfer from Stage 3 to Stage 2	-	-	-	-
New financial assets originated *	16,754,798	418,650	-	17,173,448
Changes EADs	-	-	-	-
Financial assets derecognized during the period	(10,903,196)	(934,208)	-	(11,837,404)
Write-offs, foreclosures, and other movements	-	-	(24,701)	(24,701)
Total movements of carrying amount	5,851,602	(515,558)	(24,701)	5,311,343
Gross carrying amount as at December 31, 2022	₱16,762,798	₱425,650	₱202,754	₱17,391,202
* Stage classification of new financial assets originated pertains to the stage as of end of year				

* Stage classification of new financial assets originated pertains to the stage as of end of year

Others	Parent Company			Total
	ECL Staging			
	Stage 1	Stage 2	Stage 3	
	12-month ECL	Lifetime ECL	Lifetime ECL	
Gross carrying amount as at January 1, 2022	₱19,939	₱-	₱353	₱20,292
Transfers:				
Transfer from Stage 1 to Stage 2	-	-	-	-
Transfer from Stage 1 to Stage 3	-	-	-	-
Transfer from Stage 2 to Stage 1	-	-	-	-
Transfer from Stage 2 to Stage 3	-	-	-	-
Transfer from Stage 3 to Stage 1	-	-	-	-
Transfer from Stage 3 to Stage 2	-	-	-	-
New financial assets originated *	-	-	-	-
Changes in EADs	(815)	-	-	(815)
Financial assets derecognized during the period	-	-	(351)	(351)
Write-offs, foreclosures, and other movements	-	-	-	-
Total movements of carrying amount	(815)	-	(351)	(1,166)
Gross carrying amount as at December 31, 2022	₱19,124	₱-	₱2	₱19,126

* Stage classification of new financial assets originated pertains to the stage as of end of year

	Parent Company			
	ECL Staging			
	Stage 1	Stage 2	Stage 3	
Loans and receivables – total	12-month ECL	Lifetime ECL	Lifetime ECL	Total
Gross carrying amount as at January 1, 2022	₱486,537,590	₱59,493,957	₱10,807,199	₱556,838,746
Transfers:				
Transfer from Stage 1 to Stage 2	(31,270,166)	31,270,166	–	–
Transfer from Stage 1 to Stage 3	(596,099)	–	596,099	–
Transfer from Stage 2 to Stage 1	6,713,660	(6,713,660)	–	–
Transfer from Stage 2 to Stage 3	–	(6,756,271)	6,756,271	–
Transfer from Stage 3 to Stage 1	71,880	–	(71,880)	–
Transfer from Stage 3 to Stage 2	–	833,773	(833,773)	–
New financial assets originated *	235,718,947	14,900,875	804,837	251,424,659
Changes in EADs	(22,935,276)	(4,738,360)	(235,777)	(27,909,413)
Financial assets derecognized during the period	(125,074,252)	(22,649,308)	(1,265,593)	(148,989,153)
Write-offs, foreclosures, and other movements	–	–	(3,810,372)	(3,810,372)
Total movements of carrying amount	62,628,694	6,147,215	1,939,812	70,715,721
Gross carrying amount as at December 31, 2022	₱549,166,284	₱65,641,172	₱12,747,011	₱627,554,467

* Stage classification of new financial assets originated pertains to the stage as of end of year



	Parent Company			
	ECL Staging			Total
	Stage 1	Stage 2	Stage 3	
Investment securities at amortized cost	12-month ECL	Lifetime ECL	Lifetime ECL	Total
Gross carrying amount as at January 1, 2022	₱227,795,892	₱3,566,515	₱3,631,625	₱234,994,032
Transfers:				
Transfer from Stage 1 to Stage 2	(2,098,004)	2,098,004	—	—
Transfer from Stage 1 to Stage 3	—	—	—	—
Transfer from Stage 2 to Stage 1	2,968,142	(2,968,142)	—	—
Transfer from Stage 2 to Stage 3	—	—	—	—
Transfer from Stage 3 to Stage 1	—	—	—	—
Transfer from Stage 3 to Stage 2	—	—	—	—
New financial assets originated or purchased *	187,487,105	324,829	—	187,811,934
Changes in EADs	(2,141,972)	—	—	(2,141,972)
Financial assets derecognized during the period	(76,890,599)	(65,000)	—	(76,955,599)
Write-offs, foreclosures, and other movements	9,503,427	79,396	(3,631,625)	5,951,198
Total movements of carrying amount	118,828,099	(530,913)	(3,631,625)	114,665,561
Gross carrying amount as at December 31, 2022	₱346,623,991	₱3,035,602	₱—	₱349,659,593

* Stage classification of new financial assets originated pertains to the stage as of end of year

	Parent Company			
	ECL Staging			Total
	Stage 1	Stage 2	Stage 3	
Financial assets at FVOCI (debt securities)	12-month ECL	Lifetime ECL	Lifetime ECL	
Gross carrying amount as at January 1, 2022	₱25,496,732	₱403,647	₱–	₱25,900,379
Transfers:				
Transfer from Stage 1 to Stage 2	–	–	–	–
Transfer from Stage 1 to Stage 3	–	–	–	–
Transfer from Stage 2 to Stage 1	403,647	(403,647)	–	–
Transfer from Stage 2 to Stage 3	–	–	–	–
Transfer from Stage 3 to Stage 1	–	–	–	–
Transfer from Stage 3 to Stage 2	–	–	–	–
New financial assets originated or purchased *	19,049,256	1,314,996	–	20,364,252
Changes in EADs	(2,413,796)	–	–	(2,413,796)
Financial assets derecognized during the period	(3,307,674)	–	–	(3,307,674)
Write-offs, foreclosures, and other movements	–	–	–	–
Total movements of carrying amount	13,731,433	911,349	–	14,642,782
Gross carrying amount as at December 31, 2022	₱39,228,165	₱1,314,996	₱–	₱40,543,161

* Stage classification of new financial assets originated pertains to the stage as of end of year

Comparative figures for the movement of gross carrying amount for 2021 are shown below:

	Consolidated			Total
	ECL Staging			
	Stage 1	Stage 2	Stage 3	
Corporate and commercial lending	12-month ECL	Lifetime ECL	Lifetime ECL	
Gross carrying amount at January 1, 2021	P397,992,042	P39,717,491	P11,955,693	P449,665,226
Transfers:				
Transfer from Stage 1 to Stage 2	(19,672,462)	19,672,462	-	-
Transfer from Stage 1 to Stage 3	(1,393,524)	-	1,393,524	-
Transfer from Stage 2 to Stage 1	6,698,133	(6,698,133)	-	-
Transfer from Stage 2 to Stage 3	-	(6,141,795)	6,141,795	-
Transfer from Stage 3 to Stage 1	10,953	-	(10,953)	-
Transfer from Stage 3 to Stage 2	-	2,948,121	(2,948,121)	-
New financial assets originated *	192,066,995	15,979,547	755,583	208,802,125
Changes in EADs	(15,880,903)	(620,169)	13,237	(16,487,835)
Financial assets derecognized during the period	(130,991,991)	(14,239,143)	(1,542,680)	(146,773,814)
Write-offs, foreclosures, and other movements	-	-	(6,127,280)	(6,127,280)
Total movements of carrying amount	30,837,201	10,900,890	(2,324,895)	39,413,196
Gross carrying amount at December 31, 2021	P428,829,243	P50,618,381	P9,630,798	P489,078,422

* Stage classification of new financial assets originated pertains to the stage as of end of year



	Consolidated ECL Staging			Total
	Stage 1	Stage 2	Stage 3	
	12-month ECL	Lifetime ECL	Lifetime ECL	
Consumer lending				
Gross carrying amount at January 1, 2021	P89,400,795	P16,797,090	P7,805,457	P114,003,342
Transfers:				
Transfer from Stage 1 to Stage 2	(6,137,698)	6,137,698	-	-
Transfer from Stage 1 to Stage 3	(1,141,006)	-	1,141,006	-
Transfer from Stage 2 to Stage 1	3,942,515	(3,942,515)	-	-
Transfer from Stage 2 to Stage 3	-	(1,631,296)	1,631,296	-
Transfer from Stage 3 to Stage 1	509,029	-	(509,029)	-
Transfer from Stage 3 to Stage 2	-	1,852,799	(1,852,799)	-
New financial assets originated *	41,096,087	2,098,371	324,046	43,518,504
Changes in EADs	(13,359,637)	(1,953,252)	(15,928)	(15,328,817)
Financial assets derecognized during the period	(14,069,194)	(2,989,190)	(1,700,600)	(18,758,984)
Write-offs, foreclosures, and other movements	-	-	(758,196)	(758,196)
Total movements of carrying amount	10,840,096	(427,385)	(1,740,204)	8,672,507
Gross carrying amount at December 31, 2021	P100,240,891	P16,369,705	P6,065,253	P122,675,849

* Stage classification of new financial assets originated pertains to the stage as of end of year

	Consolidated ECL Staging			Total
	Stage 1	Stage 2	Stage 3	
	12-month ECL	Lifetime ECL	Lifetime ECL	
Trade-related lending				
Gross carrying amount at January 1, 2021	P7,216,491	P1,012,597	P304,961	P8,534,049
Transfers:				
Transfer from Stage 1 to Stage 2	(39,688)	39,688	-	-
Transfer from Stage 1 to Stage 3	-	-	-	-
Transfer from Stage 2 to Stage 1	11,460	(11,460)	-	-
Transfer from Stage 2 to Stage 3	-	(24,701)	24,701	-
Transfer from Stage 3 to Stage 1	-	-	-	-
Transfer from Stage 3 to Stage 2	-	-	-	-
New financial assets originated *	11,224,489	921,424	-	12,145,913
Changes in EADs	(1,907)	(15,352)	(2,540)	(19,799)
Financial assets derecognized during the period	(7,178,355)	(955,965)	-	(8,134,320)
Write-offs, foreclosures, and other movements	-	-	(72,291)	(72,291)
Total movements of carrying amount	4,015,999	(46,366)	(50,130)	3,919,503
Gross carrying amount at December 31, 2021	P11,232,490	P966,231	P254,831	P12,453,552

* Stage classification of new financial assets originated pertains to the stage as of end of year

	Consolidated ECL Staging			Total
	Stage 1	Stage 2	Stage 3	
	12-month ECL	Lifetime ECL	Lifetime ECL	
Others				
Gross carrying amount at January 1, 2021	P131,951	P3,497	P6,889	P142,337
Transfers:				
Transfer from Stage 1 to Stage 2	(2,619)	2,619	-	-
Transfer from Stage 1 to Stage 3	(1,589)	-	1,589	-
Transfer from Stage 2 to Stage 1	2,288	(2,288)	-	-
Transfer from Stage 2 to Stage 3	-	(21)	21	-
Transfer from Stage 3 to Stage 1	510	-	(510)	-
Transfer from Stage 3 to Stage 2	-	14	(14)	-
New financial assets originated *	65,101	4,368	519	69,988
Changes in EADs	(19,754)	(540)	(796)	(21,090)
Financial assets derecognized during the period	(70,758)	(619)	(2,962)	(74,339)
Write-offs, foreclosures, and other movements	-	-	-	-
Total movements of carrying amount	(26,821)	3,533	(2,153)	(25,441)
Gross carrying amount at December 31, 2021	P105,130	P7,030	P4,736	P116,896

* Stage classification of new financial assets originated pertains to the stage as of end of year



	Consolidated			
	ECL Staging			
	Stage 1	Stage 2	Stage 3	
Loans and receivables – total	12-month ECL	Lifetime ECL	Lifetime ECL	Total
Gross carrying amount at January 1, 2021	₱494,741,279	₱57,530,675	₱20,073,000	₱572,344,954
Transfers:				
Transfer from Stage 1 to Stage 2	(25,852,467)	25,852,467	–	–
Transfer from Stage 1 to Stage 3	(2,536,119)	–	2,536,119	–
Transfer from Stage 2 to Stage 1	10,654,396	(10,654,396)	–	–
Transfer from Stage 2 to Stage 3	–	(7,797,813)	7,797,813	–
Transfer from Stage 3 to Stage 1	520,492	–	(520,492)	–
Transfer from Stage 3 to Stage 2	–	4,800,934	(4,800,934)	–
New financial assets originated *	244,452,672	19,003,710	1,080,148	264,536,530
Changes in EADs	(29,262,201)	(2,589,313)	(6,027)	(31,857,541)
Financial assets derecognized during the period	(152,310,298)	(18,184,917)	(3,246,242)	(173,741,457)
Write-offs, foreclosures, and other movements	–	–	(6,957,767)	(6,957,767)
Total movements of carrying amount	45,666,475	10,430,672	(4,117,382)	51,979,765
Gross carrying amount at December 31, 2021	₱540,407,754	₱67,961,347	₱15,955,618	₱624,324,719

* Stage classification of new financial assets originated pertains to the stage as of end of year

	Consolidated			
	ECL Staging			
	Stage 1	Stage 2	Stage 3	
Investment securities at amortized cost	12-month ECL	Lifetime ECL	Lifetime ECL	Total
Gross carrying amount at January 1, 2021	₱195,420,861	₱–	₱3,631,625	₱199,052,486
Transfers:				
Transfer from Stage 1 to Stage 2	(1,731,257)	1,731,257	–	–
Transfer from Stage 1 to Stage 3	–	–	–	–
Transfer from Stage 2 to Stage 1	–	–	–	–
Transfer from Stage 2 to Stage 3	–	–	–	–
Transfer from Stage 3 to Stage 1	–	–	–	–
Transfer from Stage 3 to Stage 2	–	–	–	–
New financial assets originated or purchased *	99,846,490	1,784,965	–	101,631,455
Changes in EADs	2,791,802	50,294	–	2,842,096
Financial assets derecognized during the period	(62,821,820)	–	–	(62,821,820)
Write-offs, foreclosures, and other movements	(95,516)	–	315,375	219,859
Total movements of carrying amount	37,989,699	3,566,516	315,375	41,871,590
Gross carrying amount at December 31, 2021	₱233,410,560	₱3,566,516	₱3,947,000	₱240,924,076

* Stage classification of new financial assets originated or purchased pertains to the stage as of end of year

	Consolidated			
	ECL Staging			
	Stage 1	Stage 2	Stage 3	
Financial assets at FVOCI (debt securities)	12-month ECL	Lifetime ECL	Lifetime ECL	Total
Gross carrying amount at January 1, 2021	₱19,601,316	₱–	₱–	₱19,601,316
Transfers:				
Transfer from Stage 1 to Stage 2	(4,131)	4,131	–	–
Transfer from Stage 1 to Stage 3	–	–	–	–
Transfer from Stage 2 to Stage 1	–	–	–	–
Transfer from Stage 2 to Stage 3	–	–	–	–
Transfer from Stage 3 to Stage 1	–	–	–	–
Transfer from Stage 3 to Stage 2	–	–	–	–
New financial assets originated or purchased *	19,706,665	403,647	–	20,110,312
Changes in EADs	360,885	(23)	–	360,862
Financial assets derecognized during the period	(12,066,616)	–	–	(12,066,616)
Write-offs, foreclosures, and other movements	12,887	–	–	12,887
Total movements of carrying amount	8,009,690	407,755	–	8,417,445
Gross carrying amount at December 31, 2021	₱27,611,006	₱407,755	₱–	₱28,018,761

* Stage classification of new financial assets originated pertains to the stage as of end of year



	Parent Company			Total
	ECL Staging			
	Stage 1	Stage 2	Stage 3	
Corporate and commercial lending	12-month ECL	Lifetime ECL	Lifetime ECL	
Gross carrying amount as at January 1, 2021	₱387,946,594	₱32,994,569	₱8,240,131	₱429,181,294
Transfers:				
Transfer from Stage 1 to Stage 2	(19,059,999)	19,059,999	--	--
Transfer from Stage 1 to Stage 3	(1,323,623)	--	1,323,623	--
Transfer from Stage 2 to Stage 1	6,468,118	(6,468,118)	--	--
Transfer from Stage 2 to Stage 3	--	(6,028,117)	6,028,117	--
Transfer from Stage 3 to Stage 1	10,123	--	(10,123)	--
Transfer from Stage 3 to Stage 2	--	2,795,255	(2,795,255)	--
New financial assets originated *	192,001,895	15,975,179	755,392	208,732,466
Changes in EADs	(17,986,765)	(2,322,614)	(131,493)	(20,440,872)
Financial assets derecognized during the period	(126,080,452)	(11,873,019)	(739,615)	(138,693,086)
Write-offs, foreclosures, and other movements	--	--	(6,057,680)	(6,057,680)
Total movements of carrying amount	34,029,297	11,138,565	(1,627,034)	43,540,828
Gross carrying amount as at December 31, 2021	₱421,975,891	₱44,133,134	₱6,613,097	₱472,722,122

* Stage classification of new financial assets originated pertains to the stage as of end of year

	Parent Company			Total
	ECL Staging			
	Stage 1	Stage 2	Stage 3	
Consumer lending	12-month ECL	Lifetime ECL	Lifetime ECL	
Gross carrying amount as at January 1, 2021	₱47,709,517	₱14,314,162	₱5,168,929	₱67,192,608
Transfers:				
Transfer from Stage 1 to Stage 2	(4,976,724)	4,976,724	-	-
Transfer from Stage 1 to Stage 3	(625,150)	-	625,150	-
Transfer from Stage 2 to Stage 1	3,065,004	(3,065,004)	-	-
Transfer from Stage 2 to Stage 3	-	(1,346,074)	1,346,074	-
Transfer from Stage 3 to Stage 1	323,869	-	(323,869)	-
Transfer from Stage 3 to Stage 2	-	1,725,586	(1,725,586)	-
New financial assets originated *	20,219,304	1,706,268	86,374	22,011,946
Changes in EADs	(6,169,530)	(1,419,713)	(163,992)	(7,753,235)
Financial assets derecognized during the period	(5,915,726)	(2,472,334)	(788,660)	(9,176,720)
Write-offs, foreclosures, and other movements	-	-	(258,126)	(258,126)
Total movements of carrying amount	5,921,047	105,453	(1,202,635)	4,823,865
Gross carrying amount as at December 31, 2021	₱53,630,564	₱14,419,615	₱3,966,294	₱72,016,473

* Stage classification of new financial assets originated pertains to the stage as of end of year

	Parent Company			Total
	ECL Staging			
	Stage 1	Stage 2	Stage 3	
Trade-related lending	12-month ECL	Lifetime ECL	Lifetime ECL	
Gross carrying amount as at January 1, 2021	₱7,040,805	₱1,012,598	₱275,045	₱8,328,448
Transfers:				
Transfer from Stage 1 to Stage 2	(39,688)	39,688	—	—
Transfer from Stage 1 to Stage 3	—	—	—	—
Transfer from Stage 2 to Stage 1	11,460	(11,460)	—	—
Transfer from Stage 2 to Stage 3	—	(24,701)	24,701	—
Transfer from Stage 3 to Stage 1	—	—	—	—
Transfer from Stage 3 to Stage 2	—	—	—	—
New financial assets originated *	10,903,196	896,400	—	11,799,596
Changes EADs	(3,460)	(15,352)	—	(18,812)
Financial assets derecognized during the period	(7,001,117)	(955,965)	—	(7,957,082)
Write-offs, foreclosures, and other movements	—	—	(72,291)	(72,291)
Total movements of carrying amount	3,870,391	(71,390)	(47,590)	3,751,411
Gross carrying amount as at December 31, 2021	₱10,911,196	₱941,208	₱227,455	₱12,079,859

* Stage classification of new financial assets originated pertains to the stage as of end of year



Others	Parent Company			Total
	ECL Staging			
	Stage 1	Stage 2	Stage 3	
	12-month ECL	Lifetime ECL	Lifetime ECL	
Gross carrying amount as at January 1, 2021	₱28,392	P-	₱29	₱28,421
Transfers:				
Transfer from Stage 1 to Stage 2	-	-	-	-
Transfer from Stage 1 to Stage 3	-	-	-	-
Transfer from Stage 2 to Stage 1	-	-	-	-
Transfer from Stage 2 to Stage 3	-	-	-	-
Transfer from Stage 3 to Stage 1	-	-	-	-
Transfer from Stage 3 to Stage 2	-	-	-	-
New financial assets originated *	-	-	328	328
Changes in EADs	(8,453)	-	(4)	(8,457)
Financial assets derecognized during the period	-	-	-	-
Write-offs, foreclosures, and other movements	-	-	-	-
Total movements of carrying amount	(8,453)	-	324	(8,129)
Gross carrying amount as at December 31, 2021	₱19,939	P-	₱353	₱20,292

* Stage classification of new financial assets originated pertains to the stage as of end of year

Loans and receivables – total	Parent Company			Total
	ECL Staging			
	Stage 1	Stage 2	Stage 3	
	12-month ECL	Lifetime ECL	Lifetime ECL	
Gross carrying amount as at January 1, 2021	₱442,725,308	₱48,321,329	₱13,684,134	₱504,730,771
Transfers:				
Transfer from Stage 1 to Stage 2	(24,076,411)	24,076,411	–	–
Transfer from Stage 1 to Stage 3	(1,948,773)	–	1,948,773	–
Transfer from Stage 2 to Stage 1	9,544,582	(9,544,582)	–	–
Transfer from Stage 2 to Stage 3	–	(7,398,892)	7,398,892	–
Transfer from Stage 3 to Stage 1	333,992	–	(333,992)	–
Transfer from Stage 3 to Stage 2	–	4,520,841	(4,520,841)	–
New financial assets originated *	223,124,395	18,577,847	842,094	242,544,336
Changes in EADs	(24,168,208)	(3,757,679)	(295,489)	(28,221,376)
Financial assets derecognized during the period	(138,997,295)	(15,301,318)	(1,528,275)	(155,826,888)
Write-offs, foreclosures, and other movements	–	–	(6,388,097)	(6,388,097)
Total movements of carrying amount	43,812,282	11,172,628	(2,876,935)	52,107,975
Gross carrying amount as at December 31, 2021	₱486,537,590	₱59,493,957	₱10,807,199	₱556,838,746

* Stage classification of new financial assets originated pertains to the stage as of end of year

	Parent Company			Total
	ECL Staging			
	Stage 1	Stage 2	Stage 3	
Investment securities at amortized cost	12-month ECL	Lifetime ECL	Lifetime ECL	
Gross carrying amount as at January 1, 2021	₱190,270,184	₱-	₱3,631,625	₱193,901,809
Transfers:				
Transfer from Stage 1 to Stage 2	(1,731,257)	1,731,257	-	-
Transfer from Stage 1 to Stage 3	-	-	-	-
Transfer from Stage 2 to Stage 1	-	-	-	-
Transfer from Stage 2 to Stage 3	-	-	-	-
Transfer from Stage 3 to Stage 1	-	-	-	-
Transfer from Stage 3 to Stage 2	-	-	-	-
New financial assets originated or purchased *	99,251,834	1,784,965	-	101,036,799
Changes in EADs	2,791,802	50,293	-	2,842,095
Financial assets derecognized during the period	(62,786,671)	-	-	(62,786,671)
Write-offs, foreclosures, and other movements	-	-	-	-
Total movements of carrying amount	37,525,708	3,566,515	-	41,092,223
Gross carrying amount as at December 31, 2021	₱227,795,892	₱3,566,515	₱3,631,625	₱234,994,032

* Stage classification of new financial assets originated pertains to the stage as of end of year



	Parent Company			
	ECL Staging			
	Stage 1	Stage 2	Stage 3	
Financial assets at FVOCI (debt securities)	12-month ECL	Lifetime ECL	Lifetime ECL	Total
Gross carrying amount as at January 1, 2021	₱17,733,151	₱—	₱—	₱17,733,151
Transfers:				
Transfer from Stage 1 to Stage 2	—	—	—	—
Transfer from Stage 1 to Stage 3	—	—	—	—
Transfer from Stage 2 to Stage 1	—	—	—	—
Transfer from Stage 2 to Stage 3	—	—	—	—
Transfer from Stage 3 to Stage 1	—	—	—	—
Transfer from Stage 3 to Stage 2	—	—	—	—
New financial assets originated or purchased *	18,799,138	403,647	—	19,202,785
Changes in EADs	366,062	—	—	366,062
Financial assets derecognized during the period	(11,401,619)	—	—	(11,401,619)
Write-offs, foreclosures, and other movements	—	—	—	—
Total movements of carrying amount	7,763,581	403,647	—	8,167,228
Gross carrying amount as at December 31, 2021	₱25,496,732	₱403,647	₱—	₱25,900,379

* Stage classification of new financial assets originated pertains to the stage as of end of year

While the Group recognizes through the statement of income the movements in the expected credit losses computed using the models, the Group also complies with BSP's regulatory requirement to appropriate a portion of its retained earnings at an amount necessary to bring to at least 1% the allowance for credit losses on loans (Note 24).

	Consolidated			Parent Company		
	2022	2021	2020	2022	2021	2020
Provision for Impairment and Credit Losses	₱9,012,633	₱8,876,744	₱8,868,919	₱7,427,202	₱7,679,877	₱7,983,206
Appropriation of Retained Earnings	651,536	811,587	(765,263)	651,536	811,587	(765,263)
	₱9,664,169	₱9,688,331	₱8,103,656	₱8,078,738	₱8,491,464	₱7,217,943

17. Deposit Liabilities

As of December 31, 2022 and 2021, 39.47% and 28.26%, respectively, of the total deposit liabilities of the Group, and 43.86% and 31.17%, respectively, of the Parent Company are subject to periodic interest repricing. The remaining deposit liabilities bear annual fixed interest rates ranging from 0.05% to 4.55% in 2022, from 0.05% to 4.55% in 2021, and from 0.13% to 4.25% in 2020 for the Group and Parent Company.

Interest Expense on Deposit Liabilities

This account consists of:

	Consolidated			Parent Company		
	2022	2021	2020	2022	2021	2020
Demand	₱325,725	₱301,420	₱284,620	₱296,702	₱266,605	₱243,035
Savings	2,294,286	1,556,758	2,215,388	2,229,503	1,495,056	2,122,076
Time	6,204,472	3,253,399	7,137,167	4,815,806	2,510,671	5,828,476
	₱8,824,483	₱5,111,577	₱9,637,175	₱7,342,011	₱4,272,332	₱8,193,587

BSP Circular No. 830 requires reserves against deposit liabilities. As of December 31, 2022 and 2021, Due from BSP amounting to ₱77.55 billion and ₱80.27 billion, respectively, for the Group and ₱73.92 billion and ₱77.73 billion, respectively, for the Parent Company were set aside as reserves for deposit liabilities per latest report submitted to the BSP.



On May 27, 2020, BSP issued Circular No. 1087 *Alternative Compliance with the Reserve Requirements of Banks and Non-Bank Financial Institutions with Quasi-Banking Functions (NBQBs)*, which provides the following allowable modes of alternative compliance with the required reserves against deposit and deposit liabilities, provided that the following loans were granted, renewed, or restructured after March 15, 2020:

- a. Peso-denominated loans that are granted to micro-, small- and medium enterprises (MSMEs)
- b. Peso-denominated loans that are granted to large enterprises, excluding banks and NBQBs; provided that large enterprises are directly and adversely impacted by the Covid-19 outbreak

Subsequently on October 8, 2020, BSP issued Circular No. 1100 *Amendment to the Alternative Compliance with the Reserve Requirements of Banks and Non-Bank Financial Institutions with Quasi-Banking Functions (NBQBs)*, which states that a bank/NBQB may continue to utilize past due or non-performing MSME and large enterprise loan as alternative compliance with the reserve requirements for an additional thirty (30) calendar days from the date the loan becomes past due or non-performing, whichever comes earlier.

The use of MSME loans as allowable alternative compliance with the reserve requirement shall be available to banks/NBQBs from April 24, 2020 to December 29, 2022 while the use of loans to a large enterprise as allowable alternative compliance with the reserve requirements shall be available to banks/NBQBs from May 29, 2020 to December 29, 2022. However, the subsequent issuance of BSP Circular No. 1155 *Amendments to the Alternative Compliance with the Reserve Requirements of Banks and NBQBs* further extended the use of MSME loans and loans to a large enterprise as allowable alternative compliance from December 29, 2022 to June 30, 2023.

As of December 31, 2022 and 2021, the Group is in compliance with the reserve requirement.

Long Term Negotiable Certificates of Deposits (LTNCD)

On August 3, 2016, the BOD of the Parent Company approved the issuance of Long Term Negotiable Certificates of Deposits (LTNCD) of up to ₱20.00 billion in tranches of ₱5.00 billion to ₱10.00 billion each and with tenors ranging from 5 to 7 years to support the Group's strategic initiatives and business growth. On October 27, 2016, the Monetary Board of the BSP approved the LTNCD issuances. On November 18, 2016, the Parent Company issued the first tranche at par with aggregate principal amount of ₱9.58 billion, which matured on May 18, 2022. The LTNCDs bear a fixed coupon rate of 3.65% per annum, payable quarterly in arrears. Subject to BSP rules, the Group has the option to pre-terminate the LTNCDs as a whole but not in part, prior to maturity and on any interest payment date at face value plus accrued interest covering the accrued and unpaid interest.

On June 2, 2017, the Parent Company issued at par LTNCDs with aggregate principal amount of ₱6.35 billion, which bear a fixed coupon rate of 3.65% per annum, payable quarterly in arrears, and matured on December 22, 2022, representing the second tranche of the ₱20.00 billion.

On March 7, 2018, the Board of Directors approved the Bank's Peso funding program of up to ₱50.00 billion via a combination of Long-Term Negotiable Certificate of Time Deposit and/or Retail Bonds and/or Commercial Papers.

On July 12, 2018, the Parent Company issued at par LTNCDs with aggregate principal amount of ₱10.25 billion due January 12, 2024, representing the first tranche of the ₱20 billion LTNCD approved by BSP on June 14, 2018. The LTNCDs bear a fixed coupon rate of 4.55% per annum, payable quarterly in arrears. The ₱20.00 billion LTNCD program is part of the Group's funding program amounting to ₱50.00 billion.

The LTNCDs are included under the 'Time deposit liabilities' account.



18. Bonds Payable

The Parent Company's bonds payable consists of:

₱20.00 Billion Peso Fixed Rate Bonds due in 2024

On February 18, 2021, the Parent Company issued ₱20.00 billion peso fixed rate bonds, which bears a fixed coupon rate of 2.50% per annum, payable monthly, and is due on February 18, 2024.

This issuance is the second drawdown under the ₱45 billion bond and commercial paper program established in September 2020.

₱15.00 Billion Peso Fixed Rate Bonds due in 2022

On October 22, 2020, the Parent Company issued ₱15.00 billion peso fixed rate bonds, which bears a fixed coupon rate of 2.75% per annum, payable quarterly, and matured on October 22, 2022.

₱30.00 Billion Peso Fixed Rate Bonds due in 2021

On July 10, 2019, the Parent Company issued ₱30.00 billion peso fixed rate bonds, which bears a fixed coupon rate of 5.70% per annum, payable monthly, and matured on January 10, 2021.

BSP Circular No. 830 requires reserves against peso-denominated bonds. As of December 31, 2022 and 2021, the Group is in compliance with such regulation.

\$150.00 Million Bonds Payable to IFC

On June 18, 2019, the Parent Company issued a \$150 million, seven-year bond to International Finance Corporation. The bond reprices semi-annually and carries an interest margin of 120 basis points over 6-month LIBOR.

Shortly thereafter, the Parent Company entered into a seven-year pay-fixed, receive-floating IRS (see Note 26) with the same principal terms to hedge the exposure to interest rate risk attributable to variable cash flow payments on the floating-rate bonds payable (Note 6).

The Bond Subscription Agreement contains certain financial covenants with which the Parent Company should comply during the term of the bond, including the following:

- Risk Weighted Capital Adequacy Ratio of not less than ten per cent (10%);
- Equity to Assets Ratio of not less than five per cent (5%);
- Aggregate Large Exposures Ratio of not more than four hundred per cent (400%);
- Open Credit Exposures Ratio of not more than twenty-five per cent (25%);
- Fixed Assets Plus Equity Participations Ratio of not more than thirty-five per cent (35%);
- Aggregate Foreign Exchange Risk Ratio of not more than twenty-five per cent (25%);
- Single Currency Foreign Exchange Risk Ratio of not more than ten per cent (10%);
- Interest Rate Risk Ratio of not less than negative twenty-five per cent (-25%) and not more than twenty five per cent (25%);
- Aggregate Interest Rate Risk Ratio of not less than negative fifty per cent (-50%) and not more than twenty per cent (20%);
- Open FX Position of 25% of Qualifying Capital and USD 150 million, whichever is lower.



In addition, the Parent Company should also comply with the regulatory requirements related to Economic Group Exposure and Related Party Exposure set by the BSP or the Bond Subscription Agreement, whichever is more stringent.

Non-compliance with these obligations may require the Parent Company to pay the bond immediately. As of December 31, 2022 and 2021, the Parent Company is in compliance with these covenants and regulatory requirements.

The movements in the Parent Company's total unamortized discount and debt issue cost of the above bonds payable follow:

	2022	2021
Beginning balance	₱176,292	₱137,772
Additions	151	121,542
Amortization	(126,063)	(83,022)
Ending balance	₱50,380	₱176,292

19. Bills Payable

The Parent Company's bills payable consist of:

	2022	2021
Interbank loans payable and securities sold under repurchase agreements	₱70,375,267	₱65,697,274
Promissory Notes	-	109,000
	₱70,375,267	₱65,806,274

Interbank loans payable and securities sold under repurchase agreements

Interbank loans payable consists of dollar-denominated borrowings of the Parent Company with annual interest ranging from 0.38% to 6.25%, from 0.31% to 1.60%, and from 0.79% to 1.60%, in 2022, 2021, and 2020, respectively.

The carrying amount of foreign currency-denominated investment securities at amortized cost pledged by the Parent Company as collateral for its interbank borrowings amounted to ₱64.40 billion and ₱48.85 billion as of December 31, 2022 and 2021, respectively. The carrying amount of the peso-denominated investment securities at amortized cost pledged by the Parent Company as collateral for its interbank borrowings amounted to nil and ₱14.63 billion as of December 31, 2022 and 2021, respectively.

The aggregate fair value of investment securities at amortized cost pledged as collateral amounted to ₱75.45 billion and ₱79.90 billion as of December 31, 2022 and 2021, respectively. The aggregate fair value of financial assets at FVOCI pledged as collateral amounted to nil and ₱3.25 billion as of December 31, 2022 and 2021, respectively.

As of December 31, 2022 and 2021, margin deposits amounting to ₱7.60 billion and ₱3.91 billion, respectively, are deposited with various counterparties to meet the collateral requirements for its interbank loans payable.



20. Accrued Interest and Other Expenses

This account consists of:

	Consolidated		Parent Company	
	2022	2021	2022	2021
Accrued payable for employee benefits	P2,412,429	P1,841,197	P2,412,430	P1,841,197
Accrued interest payable	2,043,498	913,513	1,805,386	873,266
Accrued taxes and other licenses	304,547	267,721	174,828	149,889
Accrued other expenses payable	1,355,415	1,723,430	1,006,981	1,461,074
	P6,115,889	P4,745,861	P5,399,625	P4,325,426

21. Other Liabilities

This account consists of:

	Consolidated		Parent Company	
	2022	2021	2022	2021
Financial liabilities				
Accounts payable	P6,556,555	P4,941,102	P4,693,982	P3,580,280
Lease liabilities (Note 27)	2,970,301	2,846,018	2,393,362	2,187,898
Due to PDIC	901,387	786,195	901,387	786,195
Acceptances payable	2,912,388	1,482,761	2,912,388	1,482,761
Expected credit losses on off-balance sheet exposures (Note 16)	782,341	740,877	772,323	730,859
Due to the Treasurer of the Philippines	535,029	345,945	502,686	313,569
Other credits-dormant	351,231	336,777	351,231	336,777
Margin deposits	483	626	483	626
Miscellaneous	611,125	1,050,140	460,685	329,893
	15,620,840	12,530,441	12,988,527	9,748,858
Non-financial liabilities				
Withholding taxes payable	425,435	171,033	372,261	149,455
Retirement liabilities (Note 25)	22,689	10,613	-	-
	448,124	181,646	372,261	149,455
	P16,068,964	P12,712,087	P13,360,788	P9,898,313

Accounts payable includes payables to suppliers and service providers, and loan payments and other charges received from customers in advance.

Miscellaneous mainly includes sundry credits, inter-office float items, and dormant deposit accounts.

22. Other Operating Income and Miscellaneous Expenses

Service Charges, Fees and Commissions

Details of this account are as follows:

	Consolidated			Parent Company		
	2022	2021	2020	2022	2021	2020
Service and collection charges:						
Deposits	P724,365	P544,450	P419,564	P655,820	P544,450	P419,565
Loans	191,466	337,719	178,182	13,099	21,252	20,363
Remittances	189,575	217,191	223,756	189,575	217,191	223,756
Others	328,381	206,148	204,742	246,405	204,335	202,241
	1,425,787	1,305,598	1,026,244	1,104,099	987,228	865,925
Fees and commissions	1,437,291	1,409,864	1,123,845	594,291	451,386	351,105
	P2,863,078	P2,715,372	P2,150,089	P1,698,390	P1,438,614	P1,217,030



Trading and Securities Gain – Net

This account consists of:

	Consolidated			Parent Company		
	2022	2021	2020	2022	2021	2020
Financial assets at FVOCI	₱3,465	₱60,316	₱3,173,881	₱3,465	₱40,937	₱3,145,147
Financial assets designated at FVTPL (Note 9)	-	1,168	-	-	-	-
Held-for-trading (Note 9)	(266,127)	(194,502)	257,480	(279,956)	(220,693)	245,513
Derivatives (Note 26)	1,190,200	69,013	(197,489)	1,190,200	69,013	(197,489)
	₱927,538	(₱64,095)	₱3,233,872	₱913,709	(₱110,743)	₱3,193,171

Miscellaneous Income

Details of this account are as follows:

	Consolidated			Parent Company		
	2022	2021	2020	2022	2021	2020
Bancassurance (Note 11)	₱452,420	₱473,010	₱313,988	₱394,198	₱432,082	₱282,000
Dividends (Note 8)	100,627	102,867	136,957	98,748	99,326	123,494
Rental on investment properties	118,898	101,601	53,352	69,741	42,796	34,069
Rental of safety deposit boxes	30,693	31,057	27,645	30,693	31,057	27,645
Fund transfer fees	17,144	21,211	15,140	17,144	21,211	15,140
Miscellaneous income (Notes 12, 13, and 30)	4,502,397	533,095	405,168	4,387,751	492,259	365,387
	₱5,222,179	₱1,262,841	₱952,250	₱4,998,275	₱1,118,731	₱847,735

Miscellaneous income includes recovery of charged-off assets and gain on sale of certain assets.

Miscellaneous Expenses

Details of this account are as follows:

	Consolidated			Parent Company		
	2022	2021	2020	2022	2021	2020
Information technology	₱810,466	₱1,349,236	₱984,849	₱1,040,601	₱1,281,146	₱925,366
Litigations	332,029	261,282	121,720	95,482	83,308	23,141
Service charges	128,809	142,951	146,769	125,376	142,894	146,769
Freight	67,650	63,662	58,184	44,774	45,844	43,818
Clearing and processing fee	27,827	12,376	14,801	27,827	12,376	14,801
Membership fees and dues	20,648	20,290	15,662	19,589	18,767	14,433
Broker's fee	19,896	20,671	26,991	19,896	20,664	25,834
Miscellaneous expense	1,612,772	1,381,395	1,130,959	1,230,723	1,168,518	946,834
	₱3,020,097	₱3,251,863	₱2,499,935	₱2,604,268	₱2,773,517	₱2,140,996

23. Maturity Analysis of Assets and Liabilities

The following tables present both the Group's and the Parent Company's assets and liabilities as of December 31, 2022 and 2021 analyzed according to whether they are expected to be recovered or settled within one year and beyond one year from the respective reporting date:

	Consolidated					
	2022			2021		
	Within Twelve Months	Over Twelve Months	Total	Within Twelve Months	Over Twelve Months	Total
Financial assets						
Cash and other cash items	₱13,689,421	₱-	₱13,689,421	₱16,024,863	₱-	₱16,024,863
Due from BSP	107,100,295	-	107,100,295	124,283,115	-	124,283,115
Due from other banks	13,614,609	-	13,614,609	10,694,312	-	10,694,312
Interbank loans receivable and SPURA	43,564,970	-	43,564,970	36,559,224	-	36,559,224
Financial assets at FVTPL	4,716,692	10,888	4,727,580	7,199,707	9,960	7,209,667
Derivative Contracts Designated as Hedge	-	6,203,379	6,203,379	-	1,139,233	1,139,233
Financial assets at FVOCI	1,388,456	41,928,301	43,316,757	135,486	28,536,754	28,672,240
Investment securities at amortized cost	14,517,748	344,006,998	358,524,746	6,410,730	239,036,746	245,447,476
Loans and receivables – gross	180,664,506	537,050,729	717,715,235	154,942,216	469,382,503	624,324,719
Accrued interest receivable – gross	10,778,149	-	10,778,149	8,095,506	-	8,095,506
Other assets – gross	2,978,107	1,470,031	4,448,138	2,878,020	1,173,372	4,051,392
	393,012,953	930,670,326	1,323,683,279	367,223,179	739,278,568	1,106,501,747

(Forward)



	Consolidated					
	2022			2021		
	Within Twelve Months	Over Twelve Months	Total	Within Twelve Months	Over Twelve Months	Total
Non-financial assets						
Bank premises, furniture, fixtures and equipment - net of accumulated depreciation and amortization	P-	P9,337,260	P9,337,260	P-	P8,232,859	P8,232,859
Investment properties - net of accumulated depreciation	-	4,621,862	4,621,862	-	4,646,821	4,646,821
Deferred tax assets	-	4,552,692	4,552,692	-	4,624,981	4,624,981
Investments in associates	-	983,243	983,243	-	796,519	796,519
Intangible assets	-	4,076,645	4,076,645	-	4,100,891	4,100,891
Goodwill	-	839,748	839,748	-	839,748	839,748
Other assets - gross	2,601,736	400,416	3,002,152	2,615,049	483,002	3,098,051
	2,601,736	24,811,866	27,413,602	2,615,049	23,724,821	26,339,870
Allowance for impairment and credit losses (Note 16)			(20,189,493)			(20,261,713)
Unearned discounts (Note 10)			(1,177,922)			(260,378)
			(21,367,415)			(20,522,091)
			1,329,729,466			1,112,319,526
Financial liabilities						
Deposit liabilities	1,055,547,844	10,366,833	1,065,914,677	845,666,109	17,193,788	862,859,897
Bills payable	70,375,267	-	70,375,267	59,106,708	6,699,566	65,806,274
Bonds payable	-	28,312,870	28,312,870	22,596,330	19,877,228	42,473,558
Manager's checks	1,550,669	-	1,550,669	1,854,606	-	1,854,606
Accrued interest and other expenses*	5,811,342	-	5,811,342	4,478,140	-	4,478,140
Derivative liabilities	1,549,561	-	1,549,561	998,721	-	998,721
Derivative contracts designated as hedges	4,156,612	-	4,156,612	-	162,399	162,399
Other liabilities	15,620,840	-	15,620,840	12,530,441	-	12,530,441
	1,154,612,135	38,679,703	1,193,291,838	947,231,055	43,932,981	991,164,036
Non-financial liabilities						
Accrued interest and other expenses	304,547	-	304,547	267,721	-	267,721
Deferred tax liabilities	-	794,432	794,432	-	798,212	798,212
Income tax payable	311,915	-	311,915	785,091	-	785,091
Other liabilities	425,435	22,689	448,124	171,033	10,613	181,646
	1,041,897	817,121	1,859,018	1,223,845	808,825	2,032,670
	P1,155,654,032	P39,496,824	P1,195,150,856	P948,454,900	P44,741,806	P993,196,706

*Accrued interest and other expenses include accrued interest payable and accrued other expenses payable (Note 19).

	Parent Company					
	2022			2021		
	Within Twelve Months	Over Twelve Months	Total	Within Twelve Months	Over Twelve Months	Total
Financial assets						
Cash and other cash items	P10,073,767	P-	P10,073,767	P13,649,247	P-	P13,649,247
Due from BSP	92,920,540	-	92,920,540	114,528,773	-	114,528,773
Due from other banks	12,347,169	-	12,347,169	9,897,264	-	9,897,264
Interbank loans receivable and SPURA	41,597,949	-	41,597,949	35,030,997	-	35,030,997
Financial assets at FVTPL	3,503,688	10,888	3,514,576	5,447,844	9,960	5,457,804
Derivative Contracts Designated as Hedge	-	6,203,379	6,203,379	-	1,139,233	1,139,233
Financial assets at FVOCI	939,856	40,211,269	41,151,125	15,616	26,508,096	26,523,712
Investment securities at amortized cost	13,957,866	338,377,782	352,335,648	3,602,648	235,631,306	239,233,954
Loans and receivables - gross	156,001,047	471,553,420	627,554,467	133,008,434	423,830,312	556,838,746
Accrued interest receivable - gross	9,391,461	-	9,391,461	6,610,940	-	6,610,940
Other assets - gross	1,773,452	218,909	1,992,361	1,864,676	243,355	2,108,031
	342,506,795	856,575,647	1,199,082,442	323,656,439	687,362,262	1,011,018,701
Non-financial assets						
Bank premises, furniture, fixtures and equipment - net of accumulated depreciation and amortization	-	7,670,562	7,670,562	-	6,600,139	6,600,139
Investment properties - net of accumulated depreciation	-	2,023,344	2,023,344	-	1,966,042	1,966,042
Deferred tax assets	-	3,150,610	3,150,610	-	3,409,600	3,409,600
Investments in subsidiaries	-	19,123,698	19,123,698	-	17,251,247	17,251,247
Investment in associates	-	983,243	983,243	-	796,519	796,519
Intangible assets	-	778,314	778,314	-	825,440	825,440
Goodwill	-	222,841	222,841	-	222,841	222,841
Other assets - gross	1,884,157	287,120	2,171,277	1,612,868	300,391	1,913,259
	1,884,157	34,239,732	36,123,889	1,612,868	31,372,219	32,985,087
Allowances for impairment and credit losses (Note 16)			(16,350,676)			(16,641,724)
Unearned discounts (Note 10)			(182,760)			(177,124)
			(16,533,436)			(16,818,848)
			P1,218,672,895			P1,027,184,940

(Forward)



	Parent Company					
	2022			2021		
	Within Twelve Months	Over Twelve Months	Total	Within Twelve Months	Over Twelve Months	Total
Financial liabilities						
Deposit liabilities	P958,799,325	P619,244	P959,418,569	P774,961,350	P7,257,550	P782,218,900
Bills payable	70,375,267	-	70,375,267	59,106,708	6,699,566	65,806,274
Bonds payable	-	28,312,870	28,312,870	22,596,330	19,877,228	42,473,558
Manager's checks	1,296,109	-	1,296,109	1,466,359	-	1,466,359
Accrued interest and other expenses*	5,224,797	-	5,224,797	4,175,537	-	4,175,537
Derivative liabilities	1,549,561	-	1,549,561	998,721	-	998,721
Derivative Contracts Designated as Hedge	4,156,612	-	4,156,612	-	162,399	162,399
Other liabilities	12,988,527	-	12,988,527	9,748,858	-	9,748,858
	1,054,390,198	28,932,114	1,083,322,312	873,053,863	33,996,743	907,050,606
Non-financial liabilities						
Accrued interest and other expenses	174,828	-	174,828	149,889	-	149,889
Income tax payable	293,422	-	293,422	754,026	-	754,026
Other liabilities	372,261	-	372,261	149,455	-	149,455
	840,511	-	840,511	P1,053,370	-	P1,053,370
	P1,055,230,709	P28,932,114	P1,084,162,823	P874,107,233	P33,996,743	P908,103,976

*Accrued interest and other expenses include accrued interest payable, accrued payable for employee benefits and accrued other expenses payable (Note 19).

24. Equity

The Parent Company's capital stock consists of (amounts in thousands, except for number of shares):

	2022		2021	
	Shares	Amount	Shares	Amount
Common stock – P10.00 par value				
Authorized – shares	3,300,000,000		3,300,000,000	
Issued and outstanding				
Balance at beginning of year	2,691,288,212	P26,912,882	2,685,899,812	P26,858,998
Issuance through stock grant	-	-	5,388,400	53,884
Balance at end of year	2,691,288,212	P26,912,882	2,691,288,212	P26,912,882

The Parent Company shares are listed in the Philippine Stock Exchange.

The summarized information on the Parent Company's registration of securities under the Securities Regulation Code follows:

Date of SEC Approval	Authorized Shares*
April 12, 1991	100,000,000
October 7, 1993	150,000,000
August 30, 1994	200,000,000
July 26, 1995	250,000,000
September 12, 1997	500,000,000
September 5, 2005	1,000,000,000
September 14, 2007	1,600,000,000
September 5, 2008	2,000,000,000
August 29, 2014	2,500,000,000
September 29, 2018	3,300,000,000

* Restated to show the effects of the ten-for-one stock split in 2012

As reported by the Parent Company's transfer agent, Stock Transfer Service, Inc., the total number of stockholders is 1,875 and 1,881 as of December 31, 2022 and 2021, respectively.



Centennial Stock Grant

In light of the Parent Company's 100th anniversary, the Board of Directors approved on August 5, 2020 a Centennial Stock Grant Plan to issue common shares to eligible grantees.

The Centennial Stock Grant Plan was approved and ratified by the stockholders on October 1, 2020 and the approvals of the relevant regulatory agencies were completed in 2021. New shares were issued from the Parent Company's authorized but unissued shares in favor of the Group's regular employees and certain other officers and contractual employees as of August 16, 2020, numbering around 8,400.

On August 9, 2021, the Philippine Stock Exchange (PSE) approved the Parent Company's application to list 5,451,600 common shares, with a par value of ₱10.00 per share, to cover the Group's Centennial Stock Grant Plan. The Parent Company issued a total of 5.39 million shares on September 1, 2021. This resulted in an increase in the Parent Company's 'Capital stock' and 'Capital paid in excess of par value' totaling ₱132.02 million as of the grant date. The difference in the fair value of the stock grants upon issuance of shares is recognized in the profit or loss.

Dividends

Details of the Parent Company's cash dividend payments follow:

Cash Dividends

Date of Declaration	Date of Record	Date of Payment	Cash Dividend Per Share
May 5, 2022	May 20, 2022	June 3, 2022	1.50
May 6, 2021	May 21, 2021	June 4, 2021	1.00
June 18, 2020	July 3, 2020	July 17, 2020	1.00
May 2, 2019	May 17, 2019	May 31, 2019	0.88
May 3, 2018	May 17, 2018	June 1, 2018	0.83
May 4, 2017	May 18, 2017	June 2, 2017	0.80
May 5, 2016	May 23, 2016	June 3, 2016	1.00
May 7, 2015	August 12, 2015	September 9, 2015	1.00
May 8, 2014	September 19, 2014	October 15, 2014	1.00
May 2, 2013	July 19, 2013	August 14, 2013	1.20

Stock Dividends

Date of Declaration	Date of Record	Date of Payment	Stock Dividend Per Share
March 15, 2017	October 20, 2017	November 03, 2017	8%
May 05, 2016	May 23, 2016	June 03, 2016	8%
May 07, 2015	August 12, 2015	September 09, 2015	8%
May 08, 2014	September 19, 2014	October 15, 2014	8%
May 02, 2013	July 19, 2013	August 14, 2013	10%

Surplus

The computation of surplus available for dividend declaration in accordance with SEC Memorandum Circular No. 11 issued in December 2008 differs to a certain extent from the computation following BSP guidelines.

As of December 31, 2022 and 2021, surplus includes the amount of ₱1.37 billion, net of deferred tax effect of ₱456.17 million, representing transfer of revaluation increment on land which was carried at deemed cost when the Group transitioned to PFRS in 2005 (Note 12). This amount will be available to be declared as dividends upon sale of the underlying land.

In the consolidated financial statements, a portion of the Group's surplus corresponding to the net earnings of the subsidiaries and associates amounting to ₱7.43 billion and ₱5.10 billion as of December 31, 2022 and 2021, respectively, is not available for dividend declaration. The



accumulated equity in net earnings becomes available for dividends upon declaration and receipt of cash dividends from the investees.

Reserves

In compliance with BSP regulations, 10.00% of the Parent Company's profit from trust business is appropriated to surplus reserve. This annual appropriation is required until the surplus reserves for trust business equals 20.00% of the Parent Company's authorized capital stock.

Upon adoption of PFRS 9, BSP requires appropriation of a portion of the Group's Surplus at an amount necessary to bring to at least 1% the allowance for credit losses on loans (Note 16).

Capital Management

The primary objectives of the Group's capital management are to ensure that it complies with externally imposed capital requirements and that it maintains strong credit ratings and healthy capital ratios in order to support its business and to maximize shareholders' value.

The Group manages its capital structure and makes adjustments to it in light of changes in economic conditions and the risk characteristics of its activities. In order to maintain or adjust the capital structure, the Group may adjust the amount of dividend payment to shareholders, return capital to shareholders or issue capital securities. No changes were made in the objectives, policies and processes as of December 31, 2022 and 2021.

Regulatory Qualifying Capital

Under existing BSP regulations, the determination of the Parent Company's compliance with regulatory requirements and ratios is based on the amount of the Parent Company's unimpaired capital (regulatory capital) as reported to the BSP. This is determined on the basis of regulatory accounting policies which differ from PFRS in some respects.

In addition, the risk-based capital ratio of a bank, expressed as a percentage of qualifying capital to risk-weighted assets (RWA), should not be less than 10.00% for both solo basis (head office and branches) and consolidated basis (Parent Company and subsidiaries engaged in financial allied undertakings but excluding insurance companies). Qualifying capital and RWA are computed based on BSP regulations. RWA consists of total assets less cash on hand, due from BSP, loans covered by hold-out on or assignment of deposits, loans or acceptances under letters of credit to the extent covered by margin deposits and other non-risk items determined by the Monetary Board of the BSP.

On August 4, 2006, the BSP, under BSP Circular No. 538, issued the prescribed guidelines implementing the revised risk-based capital adequacy framework for the Philippine banking system to conform to Basel II capital adequacy framework. The BSP guidelines took effect on July 1, 2007. Thereafter, banks were required to compute their CAR using these guidelines.

Standardized credit risk weights were used in the credit assessment of asset exposures. Third party credit assessments were based on ratings by international credit assessment agencies Standard & Poor's, Moody's and Fitch, and BSP-recognized domestic credit assessment agencies such as PhilRatings. Per BSP guidelines, domestic debt issuances may be rated by Bangko Sentral-recognized domestic credit assessment agencies or by international credit assessment agencies which have developed a national rating system acceptable to the Bangko Sentral. Internationally-issued debt obligations shall be rated by Bangko Sentral-recognized international credit assessment agencies only.

On January 15, 2013, the BSP issued Circular No. 781, Basel III Implementing Guidelines on Minimum Capital Requirements, which provides the implementing guidelines on the revised risk-based capital adequacy framework particularly on the minimum capital and disclosure



requirements for universal banks and commercial banks, as well as their subsidiary banks and quasi-banks, in accordance with the Basel III standards. The circular took effect on January 1, 2014.

The Circular sets out a minimum Common Equity Tier 1 (CET1) ratio of 6.00% and Tier 1 capital ratio of 7.50%. It also introduces a capital conservation buffer of 2.50% comprised of CET1 capital. The BSP's existing requirement for Total CAR remains unchanged at 10.00% and this ratio shall be maintained at all times.

Further, existing capital instruments as of December 31, 2010 which do not meet the eligibility criteria for capital instruments under the revised capital framework shall no longer be recognized as capital upon the effectivity of Basel III. Capital instruments issued under BSP Circular Nos. 709 and 716 (the circulars amending the definition of qualifying capital particularly on Hybrid Tier 1 and Lower Tier 2 capitals), starting January 1, 2011 and before the effectivity of BSP Circular No. 781, shall be recognized as qualifying capital until December 31, 2017. In addition to changes in minimum capital requirements, this Circular also requires various regulatory adjustments in the calculation of qualifying capital.

On April 28, 2020, the BSP issued BSP Memorandum No. M-2020-034 *Relaxation in the Credit Risk Weight for Loans to MSMEs under the BSP's Risk-Based Capital Adequacy Framework*, which provides temporary relaxation in the assigned credit risk weight for loans to micro-, small- and medium enterprises (MSMEs) for purposes of computing compliance with the BSP's Risk-Based Capital Adequacy Frameworks.

The following exposures to MSMEs, as defined under Basel III shall be assigned a credit risk weight of 50 percent:

- MSME exposures that meet the criteria of qualified MSME portfolio, and
- Current MSME exposures that do not qualify as a highly diversified MSME portfolio

The foregoing provision under BSP Memorandum No. M-2020-034 shall apply until December 31, 2021. However, it was extended until December 31, 2022 by the subsequent issuance of BSP Memorandum No. M-2022-004 *Extension of BSP Prudential Relief Measures* and further extended until June 30, 2023 by the subsequent issuance of BSP Memorandum No. M-2022-041 *Extension of BSP Prudential Relief Measure on the Relaxation in the Credit Risk Weight for Loans to MSMEs under the BSP's Risk-Based Capital Adequacy Frameworks*.

The CAR of the Group and the Parent Company as of December 31, 2022 and 2021 as reported to the BSP are shown in the table below.

	Consolidated		Parent Company	
	2022	2021	2022	2021
	(Amounts in Million Pesos)			
CET 1 Capital	₱132,695	₱116,675	₱129,945	₱113,954
Less: Regulatory Adjustments	13,079	12,278	24,533	22,099
	119,616	104,397	105,412	91,855
Additional Tier 1 Capital	—	—	—	—
Less: Regulatory Adjustments	—	—	—	—
	—	—	—	—
Net Tier 1 Capital	119,616	104,397	105,412	91,855
Tier 2 Capital	6,683	5,807	6,125	5,464
Less: Regulatory Adjustments	—	—	—	—
Net Tier 2 Capital	6,683	5,807	6,125	5,464
Total Qualifying Capital	₱126,299	₱110,204	₱111,538	₱97,319



	Consolidated		Parent Company	
	2022	2021	2022	2021
	(Amounts in Million Pesos)			
Credit RWA	₱695,054	₱610,687	₱612,227	₱546,185
Market RWA	28,309	28,261	28,358	28,194
Operational RWA	70,188	60,599	59,861	50,603
Total RWA	₱793,551	₱699,547	₱700,446	₱624,982
CET 1 capital ratio	15.07%	14.92%	15.05%	14.70%
Tier 1 capital ratio	15.07%	14.92%	15.05%	14.70%
Total capital ratio	15.92%	15.75%	15.92%	15.57%

The Group and the Parent Company have complied with all externally imposed capital requirements throughout the period.

The issuance of BSP Circular No. 639 covering the ICAAP in 2009 supplements BSP's risk-based capital adequacy framework under Circular No. 538. In compliance with this circular, the Parent Company has adopted and developed its ICAAP framework to ensure that appropriate level and quality of capital are maintained by the Group. Under this framework, the assessment of risks extends beyond the Pillar 1 set of credit, market, and operational risks and onto other risks deemed material by the Parent Company. The level and structure of capital are assessed and determined in light of the Parent Company's business environment, plans, performance, risks, and budget, as well as regulatory edicts. BSP normally requires submission of the ICAAP document every March 31.

However, for 2021 and 2022, in view of the pandemic, the BSP adjusted the deadline for submission from March 31 to June 30. The Group has complied with this requirement. On April 16, 2021, the BSP issued Circular No. 1113, which requires that the recovery plan shall be distinct and separate from the ICAAP document. It should be submitted every June 30, beginning in 2022. The Group has also complied with this requirement. On October 18, 2022, the BSP issued Circular No. 1158, which enumerates the new guidelines on recovery plan of banks.

Leverage Ratio

On June 9, 2015, BSP issued circular No. 881, which approved the guidelines for the implementation of the Basel III Leverage Ratio in the Philippines. The Basel III Leverage Ratio is designed to act as a supplementary measure to the risk-based capital requirements. The leverage ratio intends to restrict the build-up of leverage in the banking sector to avoid destabilizing deleveraging processes which can damage the broader financial system and the economy. Likewise, it reinforces the risk-based requirements with a simple, non-risk based "backstop" measure. The Basel III leverage ratio is defined as the capital measure (the numerator) divided by the exposure measure (the denominator). The monitoring of the leverage ratio was implemented as a Pillar 1 minimum requirement effective on 1 July 2018.

The BLR of the Group and the Parent Company as of December 31, 2022 and 2021 as reported to the BSP are shown in the table below.

	Consolidated		Parent Company	
	2022	2021	2022	2021
	(Amounts in Millions)			
Tier 1 Capital	₱119,616	₱104,397	₱105,413	₱91,855
Exposure Measure	1,365,346	1,058,243	1238956	959,770
Leverage Ratio	8.76%	9.87%	8.51%	9.57%



Liquidity Coverage Ratio

On 18 February 2016, BSP issued circular no. 905 which approved the attached liquidity standards, which include guidelines on liquidity coverage ratio (LCR), and LCR disclosure standards that are consistent with the Basel III framework. Banks are required to adopt Basel III's Liquidity Coverage Ratio (LCR) aimed at strengthening the short-term liquidity position of banks. This requires banks to have available High Quality Liquid Assets (HQLA) to meet anticipated net cash outflow for a 30-day period under stress conditions. The standard prescribes that, under a normal situation, the value of the liquidity ratio be no lower than 100% on a daily basis because the stock of unencumbered HQLA is intended to serve as a defense against potential onset of liquidity stress. Beginning January 1, 2019, the prescribed minimum ratio of LCR is 100.00%. As of December 31, 2022 and 2021, the LCR in single currency is 117.00% and 120.94%, respectively, for the Group and 115.79% and 119.49%, respectively, for the Parent Company. The Basel III Leverage ratio of the banks shall not be less than 5.00%.

Net Stable Funding Ratio

On 24 May 2018, BSP issued Circular No. 1007 which approved the implementing guidelines on the adoption of the Basel III Framework on Liquidity Standards - Net Stable Funding Ratio (NSFR). Banks are required to adopt Basel III's Net Stable Funding Ratio (NSFR) aimed to promote long-term resilience of banks against liquidity risk. Banks shall maintain a stable funding profile in relation to the composition of its assets and off-balance sheet activities. The NSFR complements the Liquidity Coverage Ratio (LCR), which promotes short-term resilience of a Bank's liquidity profile. The Group started monitoring and reporting NSFR to the BSP in 2019. The banks shall maintain a NSFR of at least 100.00% at all times. As of December 31, 2022 and 2021, the NSFR is 115.96% and 117.03%, respectively, for the Group and 114.63% and 116.15%, respectively, for the Parent Company.

25. Retirement Plan

The Group has separate funded noncontributory defined benefit retirement plans covering substantially all its officers and regular employees. The retirement plans are administered by the Parent Company's Trust Group which acts as the trustee of the plans. Under these retirement plans, all covered officers and employees are entitled to cash benefits after satisfying certain age and service requirements. The latest actuarial valuation studies of the retirement plans were made as of December 31, 2022.

The Group's annual contribution to the retirement plan consists of a payment covering the current service cost, unfunded actuarial accrued liability and interest on such unfunded actuarial liability.

The amounts of net defined benefit asset in the balance sheets follow:

	Consolidated		Parent Company	
	2022	2021	2022	2021
Net plan assets (Note 15)	₱400,416	₱483,001	₱287,120	₱300,391
Retirement liabilities (Note 21)	(22,689)	(10,613)	-	-
	₱377,727	₱472,388	₱287,120	₱300,391



The movements in the defined benefit asset, present value of defined benefit obligation and fair value of plan assets follow:

Consolidated												
	Net benefit cost				Remeasurements in OCI						Contribution by employer	December 31, 2022
	January 1, 2022	Current service cost	Net interest	Net pension expense*	Benefits paid	Return on plan assets (excluding amount included in net interest)	Actuarial changes arising from experience adjustments	Actuarial changes arising from changes in financial assumptions	Actuarial changes arising from changes in demographic assumptions	Total remeasurements in OCI		
	(a)	(b)	(c)	(d) = b + c	(e)	(f)	(g)	(h)	(i)	(j) = f + g + h + i	(k)	(l) = a + d + e + j + k
Fair value of plan assets	P5,602,106	P—	P258,678	P258,678	(P392,776)	P59,768	P—	P—	P—	P59,768	P270,292	P5,798,068
Present value of defined benefit obligation	5,129,718	523,487	237,540	761,027	(392,776)	—	166,546	(267,822)	23,648	(77,628)	—	5,420,341
Net defined benefit asset	P472,388	(P523,487)	P21,138	(P502,349)	P—	P59,768	(P166,546)	P267,822	(P23,648)	P137,396	P270,292	P377,727

*Presented under Compensation and fringe benefits in the statements of income.

Consolidated												
Remeasurements in OCI												
	January 1, 2021	Net benefit cost				Return on plan assets (excluding amount included in net interest)	Actuarial changes arising from experience adjustments	Actuarial changes arising from changes in financial assumptions	Actuarial changes arising from changes in demographic assumptions	Total remeasurements in OCI	Contribution by employer	December 31, 2021
	(a)	(b)	(c)	(d) = b + c	(e)	(f)	(g)	(h)	(i)	(j) = f + g + h + i	(k)	(l) = a + d + e + j + k
Fair value of plan assets	₱5,204,266	₱-	₱145,943	₱145,943	(₱281,350)	₱188,056	₱-	₱-	₱-	₱188,056	₱345,191	₱5,602,106
Present value of defined benefit obligation	5,088,757	561,738	142,897	704,635	(281,350)	-	17,139	(417,862)	18,399	(382,324)	-	5,129,718
Net defined benefit asset	₱115,509	(₱561,738)	₱3,046	(₱558,692)	₱	₱188,056	(₱17,139)	₱417,862	(₱18,399)	₱570,380	₱345,191	₱472,388

*Presented under Compensation and fringe benefits in the statements of income.



Parent Company													
	January 1, 2022	Net benefit cost		Transfer from Affiliates	Benefits paid	Remeasurements in OCI					Total remeasurements in OCI	Contribution by employer	December 31, 2022
		Current service cost	Net interest			Net pension expense*	Return on plan assets (excluding amount included in net interest)	Actuarial changes arising from experience adjustments	Actuarial changes arising from changes in financial assumptions	Actuarial changes arising from changes in demographic assumptions			
	(a)	(b)	(c)	(d) = b + c	(e)	(e)	(f)	(g)	(h)	(i)	(j) = f + g + h + i	(k)	(l) = a + d + e + j + k
Fair value of plan assets	₱4,862,846	₱-	₱227,057	₱227,057	₱-	(₱359,829)	₱102,669	₱-	₱-	₱-	₱102,669	₱253,000	₱5,084,943
Present value of defined benefit obligation	4,561,655	431,784	213,066	644,850	888	(359,829)	-	142,589	(197,051)	4,721	(49,741)	-	4,797,823
Net defined benefit asset	₱300,391	(₱431,784)	₱13,991	(₱417,793)	(₱888)	₱-	₱102,669	(₱142,589)	₱197,051	(₱4,721)	₱152,410	₱253,000	₱287,120

*Presented under Compensation and fringe benefits in the statements of income.

Parent Company													
	January 1, 2021	Net benefit cost			Transfer from Affiliates	Benefits paid	Remeasurements in OCI				Total remeasurements in OCI	Contribution by employer	December 31, 2021
		Current service cost	Net interest	Net pension expense*			Return on plan assets (excluding amount included in net interest)	Actuarial changes arising from experience adjustments	Actuarial changes arising from changes in financial assumptions	Actuarial changes arising from changes in demographic assumptions			
	(a)	(b)	(c)	(d) = b + c	(e)	(f)	(g)	(h)	(i)	(j) = f + g + h + i	(k)	(l) = a + d + e + j + k	
Fair value of plan assets	P4,562,287	P-	P129,113	P129,113	P-	(P268,950)	P179,596	P-	P-	P-	P179,596	P260,000	P4,862,046
Present value of defined benefit obligation	4,529,678	461,787	128,190	589,977	-	(268,950)	-	23,864	(339,777)	26,863	(289,050)	-	4,561,655
Net defined benefit asset	P32,609	(P461,787)	P923	(P460,864)	P-	P-	P179,596	(P23,864)	P339,777	(P26,863)	P468,646	P260,000	P300,391



The Group and the Parent Company are recommended to contribute to its defined benefit pension plan in 2022 amounting to ₱794.87 million and ₱689.10 million, respectively.

In 2022 and 2021, the major categories of plan assets as a percentage of the fair value of total plan assets are as follows:

	Consolidated		Parent Company	
	2022	2021	2022	2021
Parent Company shares (Note 30)	25.84%	25.33%	29.46%	29.19%
Equity instruments	13.73%	4.87%	13.03%	3.02%
Cash and cash equivalents	0.09%	0.08%	0.10%	0.09%
Debt instruments	57.35%	67.12%	56.62%	67.70%
Other assets	2.99%	2.60%	0.79%	0.00%
	100.00%	100.00%	100.00%	100.00%

The following table shows the breakdown of fair value of the plan assets:

	Consolidated		Parent Company	
	2022	2021	2022	2021
Deposits in banks	₱5,286	₱4,207	₱5,246	₱4,172
Financial assets at FVTPL				
Quoted debt securities	3,235,622	3,135,600	2,879,178	2,776,713
Quoted equity securities	795,788	272,770	662,570	146,879
Parent Company shares	1,498,200	1,419,060	1,498,200	1,419,060
Investments in unit investment trust fund	89,704	624,772	—	515,222
Loans and receivable	116	—	116	—
Investment properties*	3,000	—	3,000	—
Other assets	170,352	145,697	36,633	—
	₱5,798,068	₱5,602,106	₱5,084,943	₱4,862,046

* Investment properties comprise properties located in Manila.

The principal actuarial assumptions used in 2022 and 2021 in determining the present value of defined benefit obligation for the Group's and Parent Company's retirement plans are shown below:

	2022					
	Parent	CBSI	CIBI	CBC-PCCI	CBCC	CBSC
Discount rate:						
January 1	4.67%	4.14%	4.14%	4.91%	4.35%	4.55%
December 31	6.70%	6.52%	6.79%	6.93%	6.79%	6.79%
Salary increase rate	6.00%	6.00%	6.00%	6.00%	6.00%	6.00%
	2021					
	Parent	CBSI	CIBI	CBC-PCCI	CBCC	CBSC
Discount rate:						
January 1	2.83%	2.54%	2.36%	3.02%	2.54%	2.54%
December 31	4.67%	4.14%	4.14%	4.91%	4.35%	4.55%
Salary increase rate	6.00%	6.00%	6.00%	6.00%	6.00%	6.00%

The sensitivity analysis below has been determined based on the impact of reasonably possible changes of each significant assumption on the present value of defined benefit obligation as of the end of the reporting period, assuming all other assumptions were held constant:

December 31, 2022	Parent	CBSI	CIBI	CBC-PCCI	CBCC	CBSC
Discount rate						
(+1%)	(P64,933)	(P19,719)	(P906)	(P3,109)	(P1,828)	(P309)
(-1%)	82,712	23,554	1,117	3,688	2,191	376
Salary increase rate						
(+1%)	78,408	22,861	1,076	3,535	2,140	367
(-1%)	(63,002)	(19,627)	(891)	(3,042)	(1,823)	(307)
December 31, 2021	Parent	CBSI	CIBI	CBC-PCCI	CBCC	CBSC
Discount rate						
(+1%)	(P106,672)	(P24,926)	(P793)	(P3,850)	(P1,701)	(P407)
(-1%)	162,386	31,463	1,144	5,392	2,045	504
Salary increase rate						
(+1%)	148,933	28,909	1,048	4,950	1,947	479
(-1%)	(100,531)	(23,610)	(764)	(3,708)	(1,662)	(397)

The weighted average durations (in years) of the defined benefit obligation are presented below:

	December 31, 2022	December 31, 2021
Parent Company	8	8
CBSI	6	5
CIBI	9	5
CBC-PCCI	12	12
CBCC	9	6
CBSC	9	7

The maturity analyses of the undiscounted benefit payments as of December 31, 2022 and 2021 are as follows:

December 31, 2022	Parent	CBSI	CIBI	CBC-PCCI	CBCC	CBSC	Total
1 year and less	P1,435,367	P5,560	P1,282	P8,139	P-	P-	P1,450,348
More than 1 year to 5 years	1,760,894	122,392	557	41,500	-	-	1,925,343
More than 5 years to 10 years	2,371,016	538,013	18,695	47,423	-	1,533	2,976,679
More than 10 years to 15 years	3,746,795	751,224	6,995	181,585	56,401	10,042	4,753,041
More than 15 years to 20 years	6,093,752	935,257	16,053	295,088	77,345	15,065	7,432,559
More than 20 years	28,332,630	9,734,299	811,738	999,191	456,819	229,195	40,563,871
December 31, 2021	Parent	CBSI	CIBI	CBC-PCCI	CBCC	CBSC	Total
1 year and less	P1,300,595	P21,773	P-	P5,110	P-	P-	P1,327,479
More than 1 year to 5 years	1,595,647	81,504	5,650	35,704	-	-	1,718,504
More than 5 years to 10 years	2,432,513	438,804	18,259	33,146	-	1,289	2,924,011
More than 10 years to 15 years	3,094,497	786,403	4,349	154,175	56,832	6,510	4,102,764
More than 15 years to 20 years	5,565,237	835,852	15,653	224,592	31,960	13,212	6,686,507
More than 20 years	26,551,956	8,797,118	664,878	1,166,267	472,706	205,038	37,857,963



The defined benefit plan exposes the Group and the Parent Company to actuarial risks such as longevity risk, investment risk, market risk and salary risk.

26. Derivative Financial Instruments

Occasionally, the Parent Company enters into forward exchange contracts as an accommodation to its clients. These derivatives are not designated as accounting hedges. As of December 31, 2022 and 2021, the fair values of these derivatives follow:

	2022		2021	
	Derivative Asset	Derivative Liability	Derivative Asset	Derivative Liability
Currency forwards	₱397,445	₱1,028,042	₱395,201	₱264,783
Interest rate swaps (IRS)	533,294	521,398	675,638	706,112
Futures	49,903	—	—	27,826
Cross currency swaps	24,132	121	—	—
Warrants	10,888	—	9,960	—
	₱1,015,662	₱1,549,561	₱1,080,799	₱998,721

As of December 31, 2022 and 2021, the aggregate notional amount of outstanding currency forwards and its weighted average rate are as follows:

		2022		2021	
		Notional Amount	Weighted Average Rate	Notional Amount	Weighted Average Rate
US Dollar	Buy	\$580,792	₱57.21	\$687,896	₱50.52
	Sell	\$495,222	₱55.87	\$291,629	₱50.31
Euro	Buy	€42,113,043	₱57.92	—	—
	Sell	€38,780	₱59.46	€9,128	₱58.03
Japanese Yen	Sell	¥267,660	₱0.43	—	—
Chinese Yuan	Buy	CNY20,000	₱8.08	—	—
New Zealand Dollar	Buy	—	—	NZD 10,628	₱34.77
Canadian Dollar	Buy	—	—	CAD 695	₱40.37
Australian Dollar	Sell	—	—	AUD 10,750	₱36.99



The aggregate notional amounts of the outstanding IRS as of December 31, 2022 and 2021 are as follows:

		2022			2021		
		Notional Amount	Derivative Asset	Derivative Liability	Notional Amount	Derivative Asset	Derivative Liability
Peso-denominated	Fixed Receiver	₱500,000	₱-	₱2,905	₱500,000	₱1,572	₱1,511
	Fixed Payer	₱500,000	-	4,201	₱500,000	-	28,582
US dollar-denominated	Fixed Receiver	\$151,000	-	\$14,292	\$184,000	666,807	-
	Fixed Payer	\$200,464	533,294	-	\$187,000	7,259	676,019
			₱533,294	₱521,398		₱675,638	₱706,112

The aggregate notional amounts of the outstanding futures amounted to US\$62 million and US\$ 100.5 million as of December 31, 2022 and 2021, respectively.

The aggregate notional amounts of the outstanding CCS as of December 31, 2022 are as follows:

		2022			2021		
		Notional Amount	Derivative Asset	Derivative Liability	Notional Amount	Derivative Asset	Derivative Liability
US dollar	Buy	\$17,180	₱24,132	₱121	₱-	₱-	₱-
		\$17,180	₱24,132	₱121	₱-	₱-	₱-

Fair Value Changes of Derivatives

The net movements in fair value changes of derivative instruments are as follows:

	2022	2021
Balance at beginning of year	₱82,078	(₱79,893)
Fair value changes during the year	(1,621,474)	(309,456)
Net settled transactions	1,005,497	471,427
Balance at end of year	(₱533,899)	₱82,078*

*Included in financial assets at FVTPL

The net movements in the value of the derivatives are presented in the statements of income under the following accounts:

	2022	2021	2020
Foreign exchange gain (loss)	(₱2,811,674)	(₱378,469)	₱683,826
Trading and securities gain (loss)* (Note 22)	1,190,200	69,013	(197,489)
	(₱1,621,474)	(₱309,456)	₱486,337

*Net movements in the value related to IRS and futures.

Interest income on IRS in 2022, 2021 and 2020 amounted to ₱227.20 million, ₱332.18 million, and ₱264.09 million respectively, while interest expense on IRS in 2022, 2021 and 2020 amounted to ₱250.64 million, ₱350.32 million, and ₱288.73 million, respectively.



Derivative contracts designated as hedges

The Parent Company enters into hedging transactions, particularly cash flow hedges, to hedge its exposure to variability in future cash flows associated with its assets, liabilities, or highly probable forecast transactions. The following table shows the summary of the hedging transactions of the Parent Company designated as cash flow hedges:

2022								
Hedged Item	Hedging Instrument	Notional Amount	Date of Hedge Designation	Derivative Asset	Derivative Liability	Cash Flow Hedge Reserve	Cost of Hedge Reserve	Total Hedge-related Reserve
Floating rate bonds payable	Receive float/ Pay fix IRS	\$150,000	June 18, 2019	P638,504	P-	P638,504	P-	P638,504
Current and forecasted issuance of Treasury time deposits	Receive float/ Pay fix IRS	500,000	June 7, 2021	1,780,228	-	1,780,228	-	1,780,228
Current and forecasted issuance of RBB time deposits	Receive float/ Pay fix IRS	600,000	October 20, 2021	3,767,017	-	3,767,017	-	3,767,017
Cash short position in the RBU books and future interest payments pertaining to certain FX spot transactions	Spot element of FX forward contract	1,753,507	July 20, 2022	17,630	4,156,612	-	(703,757)	(703,757)
Total		\$3,003,507		P6,203,379	P4,156,612	P6,185,749	(P703,757)	P5,481,992

2021								
Hedged Item	Hedging Instrument	Notional Amount	Date of Hedge Designation	Derivative Asset	Derivative Liability	Cash Flow Hedge Reserve	Cost of Hedge Reserve	Total Hedge-related Reserve
Floating rate bonds payable	Receive float/ Pay fix IRS	\$150,000	June 18, 2019	-	P162,399	(P162,399)	P-	(P162,399)
Current and forecasted issuances of Treasury time deposits	Receive float/ Pay fix IRS	500,000	June 7, 2021	480,133	-	480,133	-	480,133
Current and forecasted issuances of RBB time deposits	Receive float/ Pay fix IRS	600,000	October 20, 2021	659,100	-	659,100	-	659,100
Total		\$1,250,000		P1,139,233	P162,399	P976,834	P-	P976,834

As of December 31, 2022 and 2021, the Parent Company assessed that the hedging relationships are expected to be highly effective.



The aggregate net interest income on the IRS designated as hedge amounted to ₱76.56 million in 2022, the aggregate net interest expense on the IRS designated as hedge amounted to ₱226.51 million and ₱61.20 million in 2021 and 2020, respectively.

27. Lease Contracts

The lease contracts are for periods ranging from one (1) to 15 years from the dates of the contracts and are renewable under certain terms and conditions. Various lease contracts include escalation clauses, most of which bear an annual rent increase of 5.00% to 10.00%.

Movements in the lease liabilities account are as follows:

	Consolidated		Parent Company	
	2022	2021	2022	2021
Beginning Balance	₱2,846,018	₱2,996,003	₱2,187,898	₱2,392,891
Additions	591,491	447,449	469,136	205,402
Interest expenses	181,789	195,310	141,000	152,194
Payments	(648,997)	(792,744)	(404,672)	(562,589)
Ending Balance	₱2,970,301	₱2,846,018	₱2,393,362	₱2,187,898

Expenses related to short-term leases amounting to ₱713.25 million and ₱565.72 million for the Group and Parent Company in 2022, respectively, and ₱618.67 million and ₱512.93 million for the Group and Parent Company in 2021, respectively, are included in the 'Occupancy cost' account.

Total cash outflows for leases amounted to ₱1.36 billion and ₱0.97 billion for the Group and Parent Company in 2022, respectively, and ₱1.43 billion and ₱1.09 billion for the Group and Parent Company in 2021, respectively.

The Group and the Parent Company have also entered into commercial property leases on its investment properties (Note 13).

Future minimum rentals receivable under noncancellable operating leases follow:

	Consolidated		Parent Company	
	2022	2021	2022	2021
Within one year	₱18,118	₱4,341	₱5,399	₱4,049
After one year but not more than five years	83,042	109,170	20,246	-
	₱101,160	₱113,511	₱25,645	₱4,049

Future minimum rentals payable under noncancellable leases follow:

	Consolidated		Parent Company	
	2022	2021	2022	2021
Within one year	₱698,057	₱687,755	₱647,202	₱509,857
After one year but not more than five years	2,134,999	1,901,881	1,695,903	1,527,304
After more than five years	750,376	440,377	604,134	359,201
	₱3,583,432	₱3,030,013	₱2,947,239	₱2,396,362



28. Income and Other Taxes

Income taxes include corporate income tax and FCDU final taxes, as discussed below, and final tax paid at the rate of 20.00% on gross interest income from government securities and other deposit substitutes. These income taxes, as well as the deferred tax benefits and provisions, are presented as 'Provision for income tax' in the statements of income.

Republic Act (RA) No. 9337, An Act Amending National Internal Revenue Code, as amended by RA 10963 otherwise known as the Tax Reform for Acceleration and Inclusion (TRAIN) and RA 11534 otherwise known as Corporate Recovery and Tax Incentives for Enterprises (CREATE), provides that RCIT rate shall be 25.00% while interest expense allowed as a deductible expense is reduced to 20.00% of interest income subject to final tax.

An MCIT of 1.00% until June 30, 2023, under CREATE Law, on modified gross income is computed and compared with the RCIT. Any excess MCIT over RCIT is deferred and can be used as a tax credit against future income tax liability for the next three years. In addition, the NOLCO is allowed as a deduction from taxable income in the next three years from the year of inception.

Effective in May 2004, RA No. 9294 restored the tax exemption of FCDUs and offshore banking units (OBUs). Under such law, the income derived by the FCDU from foreign currency transactions with nonresidents, OBUs, local commercial banks including branches of foreign banks is tax-exempt while interest income on foreign currency loans from residents other than OBUs or other depository banks under the expanded system is subject to 10.00% gross income tax. Lastly, all other income of the FCDU was subject to 30.00% corporate tax and eventually, is subject to the 25.00% corporate tax under the CREATE Law.

Current tax regulations also provide for the ceiling on the amount of entertainment, amusement and recreation (EAR) expense that can be claimed as a deduction against taxable income. Under the regulations, EAR expense allowed as a deductible expense is limited to the actual EAR paid or incurred but not to exceed 1.00% of the Parent Company's net revenue.

TRAIN Law

RA No. 10963, the Tax Reform for Acceleration and Inclusion (TRAIN), is the first package of the comprehensive tax reform program of the government. The bill was signed into law on December 19, 2018 and took effect on January 1, 2018, amending some provisions of the old Philippine tax system.

Except for resident foreign corporations, which is still subject to the existing rate of 7.50%, tax on interest income of foreign currency deposit was increased to 15% under TRAIN. Documentary stamp tax on bank checks, drafts, certificate of deposit not bearing interest, all debt instruments, bills of exchange, letters of credit, mortgages, deeds and others are now subjected to a higher rate.

CREATE Law

RA 11534 otherwise known as Corporate Recovery and Tax Incentives for Enterprises (CREATE) was signed into law by President Rodrigo Duterte last March 26, 2021. The law became effective on April 11, 2021, fifteen (15) days after its publication in a newspaper of general circulation on March 27, 2021.



The key changes to the Philippine tax law pursuant to the CREATE Act which have an impact on the Bank are the following:

- Effective July 1, 2020, regular corporate income tax (RCIT) rate is reduced from 30% to 25% for domestic and resident foreign corporations.
- Minimum corporate income tax (MCIT) rate reduced from 2% to 1% of gross income effective July 1, 2020 to June 30, 2023.
- Interest income of foreign currency remittance transaction deposit received by resident foreign corporations are now subject to 15% final tax.

In 2021, the Group applied the provisions of the CREATE Act on its income tax payable, deferred tax assets and deferred tax liabilities as of December 31, 2020.

There were no tax-related contingent liabilities and contingent assets arising from the changes in the tax rates due to CREATE Act.

Relevant Tax Update

RR 4-2011

On March 15, 2011, the Bureau of Internal Revenue (BIR) issued Revenue Regulations (RR) No. 4-2011 which prescribed the attribution and allocation of expenses between FCDUs/EFCDUs or OBU and RBU and within RBU.

On April 6, 2015, the Bank and other member banks of the Bankers Association of the Philippines (BAP), filed a Petition for Declaratory Relief with Application for Temporary Restraining Order (TRO) and/or Writ of Preliminary Injunction with the Regional Trial Court of Makati (Makati Trial Court). Further, in Civil Case No. 15-287, the Bank and other BAP member banks assailed the validity of RR 4-2011 on the ground, among others, that (a) the RR violates the petitioner-banks substantive due process rights; (b) it is not only illegal but also unfair; (c) that it serves as a deterrent to banks to invest in capital market transactions to the prejudice of the economy; (d) it sets a dangerous precedent for the disallowance of full deductions due to the prescribes method of allocation; and (e) it violates the equal protection clause of the Constitution.

On April 8, 2015, the Makati Trial Court issued a TRO enjoining the BIR from enforcing RR 4-2011. Also, on April 25, 2015, the Makati Trial Court issued a Writ of Preliminary Injunction enjoining the BIR from enforcing, carrying out, or implementing in any way or manner RR 4-2011 against the Bank and other BAP member banks, including issuing Preliminary Assessment Notice or Final Assessment Notice against them during the pendency of the litigation, unless sooner dissolved.

On June 10, 2015, the Makati Trial Court issued a Confirmatory Order stating that the TRO and Writ of Preliminary Injunction also prohibits the BIR from ruling or deciding on any administrative matter pending before it in relation to the subject revenue regulations and insofar as the Bank and other BAP member banks are concerned.

On May 25, 2019, the Makati Trial Court issued a decision annulling RR 4-2011 and making the Writ of Preliminary Injunction permanent.

On May 10, 2022, the Supreme Court Decision promulgated on December 1, 2021 ruled that RR No. 4-2011 is invalid and void.



The provision for income tax consists of:

	Consolidated			Parent Company		
	2022	2021	2020	2022	2021	2020
Current						
Final tax	₱1,820,926	₱927,631	₱1,425,341	₱1,811,756	₱917,411	₱1,415,116
RCIT	1,293,540	1,359,129	1,759,466	829,345	952,844	1,467,636
	3,114,466	2,286,760	3,184,807	2,641,101	1,870,255	2,882,752
Deferred	35,196	70,240	(1,793,703)	220,887	197,296	(1,396,154)
	₱3,149,662	₱2,357,000	₱1,391,104	₱2,861,988	₱2,067,551	₱1,486,598

The details of net deferred tax assets follow:

	Consolidated		Parent Company	
	2022	2021	2022	2021
Deferred tax assets (liabilities) on:				
Allowance for impairment and credit losses	₱4,752,238	₱4,955,236	₱3,612,417	₱3,803,881
Revaluation increment on land (Notes 12 and 24)	(456,171)	(456,171)	(456,171)	(456,171)
Fair value adjustments on asset foreclosure and dacion transactions - net of depreciated portion	(23,963)	38,370	(118,704)	(20,973)
Net defined benefit asset	(99,504)	(123,121)	(78,518)	(75,098)
Others	380,092	210,667	191,586	157,961
	₱4,552,692	₱4,624,981	₱3,150,610	₱3,409,600

Others pertains primarily to the deferred tax assets on derivatives, leases and foreign exchange revaluation.

The details of net deferred tax liabilities follow:

	Consolidated		Parent Company	
	2022	2021	2022	2021
Deferred tax liabilities (assets) on:				
Branch licenses arising from acquisition of PDB	₱637,500	₱637,500	₱-	₱-
Fair value adjustments on net assets/ liabilities of PDB and Unity Bank, and others	156,932	160,712	-	-
	₱794,432	₱798,212	₱-	₱-

In 2022 and 2021, deferred tax debited to OCI (excluding CREATE impact in 2021) amounted to ₱35.08 million and ₱144.49 million, respectively, for the Group and ₱38.10 million and ₱117.16 million, respectively, for the Parent Company.

The Group did not set up deferred tax assets on the following temporary differences as it believes that it is highly probable that these temporary differences will not be realized in the near foreseeable future:

	Consolidated		Parent Company	
	2022	2021	2022	2021
Allowance for impairment and credit losses	₱899,580	₱628,002	₱-	₱-
Others	16,761	21,085	-	-
	₱916,341	₱649,087	₱-	₱-



The reconciliation of the statutory income tax to the provision for income tax follows:

	Consolidated			Parent Company		
	2022	2021	2020	2022	2021	2020
Statutory income tax	P5,571,366	P4,365,806	P4,038,766	P5,492,373	P4,288,971	P4,064,771
Tax effects of						
FCDU income	(1,207,137)	(408,410)	(558,048)	(1,201,231)	(402,305)	(553,550)
Non-taxable income	(2,016,646)	(1,650,965)	(445,898)	(1,856,145)	(1,560,515)	(2,227,782)
Interest income						
subjected to final tax	(414,022)	(257,644)	(2,375,355)	(386,422)	(179,194)	(642,318)
Nondeductible expenses	1,357,123	685,021	1,476,130	918,033	631,661	1,062,266
Others	(141,022)	(713,337)	(744,491)	(104,620)	(1,088,232)	(216,789)
CREATE adjustment -						
deferred tax	-	593,418	-	-	614,018	-
CREATE adjustment -						
current tax	-	(256,889)	-	-	(236,853)	-
Provision for income tax	P3,149,662	P2,357,000	P1,391,104	P2,861,988	P2,067,551	P1,486,598

29. Trust Operations

Securities and other properties (other than deposits) held by the Parent Company in fiduciary or agency capacities for clients and beneficiaries are not included in the accompanying balance sheets since these are not assets of the Parent Company (Note 31).

In compliance with the requirements of current banking regulations relative to the Parent Company's trust functions : (a) government bonds included under financial assets at FVOCI with total face value of P2.38 billion and P2.26 billion as of December 31, 2022 and 2021, respectively, are deposited with the BSP as security for the Parent Company's faithful compliance with its fiduciary obligations (Note 9); and (b) a certain percentage of the Parent Company's trust fee income is transferred to surplus reserve. This yearly transfer is required until the surplus reserve for trust function equals 20.00% of the Parent Company's authorized capital stock.

30. Related Party Transactions

Parties are considered to be related if one party has the ability, directly or indirectly, to control the other party or exercise significant influence over the other party in making financial and operating decisions. The Group's related parties include:

- key management personnel, close family members of key management personnel and entities which are controlled, significantly influenced by or for which significant voting power is held by key management personnel or their close family members,
- significant investors
- subsidiaries, joint ventures and associates and their respective subsidiaries, and
- post-employment benefit plans for the benefit of the Group's employees.



The Group has several business relationships with related parties. Transactions with such parties are normally made in the ordinary course of business and based on the terms and conditions discussed below. Transactions with related parties are settled in cash, unless otherwise indicated.

Transactions with Retirement Plans

Under PFRS, certain post-employment benefit plans are considered as related parties. The Parent Company has business relationships with a number of its retirement plans pursuant to which it provides trust and management services to these plans. Income earned by Parent Company from such services amounted to ₱53.24 million in 2022, ₱49.48 million in 2021, and ₱48.31 million in 2020.

The Group's retirement funds may hold or trade the Parent Company's shares or securities. Significant transactions of the retirement fund, particularly with related parties, are approved by the Trust Investment Committee (TIC) of the Parent Company. The members of the TIC are directors and key management personnel of the Parent Company.

A summary of transactions with related party retirement plans follows:

	Consolidated		Parent Company	
	2022	2021	2022	2021
Deposits in banks	₱5,287	₱4,207	₱5,246	₱4,172
Financial assets at FVTPL	1,498,200	1,419,060	1,498,200	1,419,060
Dividend income	54,579	54,579	54,579	54,579
Interest income	46	41	44	22
Total market value of shares	1,498,200	1,419,060	1,498,200	1,419,060
Number of shares held	54,579	54,579	54,579	54,579

In 2020, dividend income and interest income of the retirement plan from investments and placements in the Parent Company amounted to ₱54.58 million and ₱0.25 million, respectively, for the Group, and ₱54.58 million and ₱0.13 million, respectively, for the Parent Company.

Financial assets at FVTPL represent shares of stock of the Parent Company. Voting rights over the Parent Company's shares are exercised by an authorized trust officer.

Remunerations of Directors and other Key Management Personnel

Key management personnel are those persons having authority and responsibility for planning, directing, and controlling the activities of the Group, directly or indirectly. The Group considers the members of the ManCom to constitute key management personnel for purposes of PAS 24.

Total remunerations of key management personnel are as follows:

	Consolidated			Parent Company		
	2022	2021	2020	2022	2021	2020
Short-term employee benefits	₱897,964	₱762,878	₱557,390	₱788,136	₱669,174	₱468,427
Post-employment benefits	3,477	3,176	2,683	1,663	2,003	1,661
	₱901,441	₱766,054	₱560,073	₱789,799	₱671,177	₱470,088



Members of the BOD are entitled to a per diem and to four percent (4.00%) of the Parent Company's net earnings, with certain deductions in accordance with BSP regulation. On July 18, 2022, the SEC approved the amendment of the Parent Company's by-laws increasing the per diem of the directors for attendance at each meeting of the Board or of any committees to an amount up to ₱10,000 (previously, a fixed amount of ₱500.00) to align with the current industry practice and standards.

Non-executive directors do not receive any performance-related compensation. Directors' remuneration covers all Parent Company's Board activities and membership of committees and subsidiary companies.

The Group also provides banking services to directors and other key management personnel and persons connected to them. These transactions are presented in the tables below.

Other Related Party Transactions

Transactions between the Parent Company and its subsidiaries meet the definition of related party transactions. Transactions between the Group and its associated companies also qualify as related party transactions. Details of the Parent Company's subsidiaries and associate are disclosed in Notes 1 and 10.

Group

Related party transactions of the Group by category of related party are presented below.

Category	December 31, 2022		
	Amount / Volume	Outstanding Balance	Terms and Conditions
Significant Investor			
Loans and receivables		₱8,332,250	Secured with shares of stocks, with interest rate ranging from 4% to 4.18%; with remaining term to maturity between 1.17 years to 5.89 years; and with allowance for probable losses of ₱4.51 million
Issuances	-		
Repayments	(8,350)		
Deposit liabilities		-	These are checking accounts with annual average rate of 0.13%.
Deposits	600		
Withdrawals	(3,077)		
Associate			
Deposit liabilities		2,970	These are checking accounts with annual average rate of 0.13%.
Deposits	3,941		
Withdrawals	(257,558)		
Key Management Personnel			
Loans and receivables		3,164	Unsecured officer's credit card accounts with interest of 2% and loan accounts with average 5% rate.
Issuances	-		
Repayments	(1,387)		
Deposit liabilities		121,157	These are checking, savings and time deposits with annual average interest rates ranging from 0.25% to 1.00%.
Deposits	563,345		
Withdrawals	(471,820)		
Other Related Parties			
Loans and receivables		50,923,783	Secured and unsecured loans with interest rates ranging from 2.25 % to 9.69%; with remaining term to maturity between .017 years to 9.87 years; with allowance for probable losses of ₱318.04 million.
Issuances	7,870,487		
Repayments	(4,561,478)		
Deposit liabilities		400,431	These are checking and savings accounts with annual average interest rates ranging from 0.13% to 1.00%.
Deposits	1,069,677		
Withdrawals	(1,830,110)		



Category	December 31, 2021		
	Amount / Volume	Outstanding Balance	Terms and Conditions
Significant Investor			
Loans and receivables		P8,340,600	Secured with shares of stocks, with interest rate ranging from 4% to 4.18% with remaining maturity between 2.72 years and 6.91 years. Allowance for probable losses to P2.4 million.
Issuances	6,000,000		
Repayments	(2,350)		
Deposit liabilities		2,477	These are checking accounts with annual average rate of 0.13%.
Deposits	496		
Withdrawals	(1)		
Associate			
Deposit liabilities		256,587	These are checking accounts with annual average rate of 0.13%.
Deposits	541,470		
Withdrawals	(324,277)		
Key Management Personnel			
Loans and receivables		4,024	Unsecured officer's accounts from credit card with interest of 2% maturing within 1 year and OEL accounts with interest rate ranging from 4% to 5%, with remaining maturity between 0.63 and 0.76 years and unsecured employee loans with interest rate of 5% maturing in 7.61 years.
Issuances	3,876		
Repayments	(1,584)		
Deposit liabilities		29,632	These are checking, savings and time deposits with annual average interest rates ranging from 0.25% to 1.00%.
Deposits	229,407		
Withdrawals	(294,090)		
Other Related Parties			
Loans and receivables		47,614,775	Secured and unsecured loans with interest rate ranging from 2.25% to 9.69% with remaining maturity between 3 days and 19.14 years. Allowance for probable losses amounted to P21.78 million.
Issuances	20,297,184		
Repayments	(16,595,015)		
Deposit liabilities		160,864	These are checking and savings accounts with annual average interest rates ranging from 0.13% to 1.00%.
Deposits	9,566,217		
Withdrawals	(11,092,240)		

Interest income earned and interest expense incurred from the above loans and deposit liabilities in 2022, 2021, and 2020 follow:

	Significant Investor			Associate		
	2022	2021	2020	2022	2021	2020
Interest income	P340,483	P155,890	P93,718	P—	P—	P—
Interest expense	2	3	2	900	2,896	500

	Key Management Personnel			Other Related Parties		
	2022	2021	2020	2022	2021	2020
Interest income	P164	P101	P87	P2,161,943	P1,809,292	P2,158,577
Interest expense	4,139	1,383	1,459	990	689	1,467

Related party transactions of the Group with significant investor, associate and other related parties pertain to transactions of the Parent Company with these related parties.

Parent Company

Related party transactions of the Parent Company by category of related party are presented below.

Category	December 31, 2022		
	Amount / Volume	Outstanding Balance	Nature, Terms and Conditions
Significant Investor			
Loans and receivables		P8,332,250	Secured with shares of stocks, with interest rates ranging from 4% to 4.18%; with remaining term to maturity between 1.17 years to 5.89 years; with allowance for probable losses of P4.51 million
Issuances	—		
Repayments	(8,350)		
Deposit liabilities		—	These are checking accounts with annual average rate of 0.13%.
Deposits	600		
Withdrawals	(2,582)		
Subsidiaries			
Deposit liabilities		345,557	These are checking and savings accounts with annual average interest rates ranging from 0.13% to 1.00%.
Deposits	224,719		
Withdrawals	(383,496)		

(Forward)



Category	December 31, 2022		
	Amount / Volume	Outstanding Balance	Nature, Terms and Conditions
Associate			
Deposit liabilities		₱2,970	These are checking accounts with annual average rate of 0.13%.
Deposits	3,941		
Withdrawals	(40,283)		
Key Management Personnel			
Loans and receivables		99	Unsecured officer's credit card accounts with interest of 2%.
Issuances	-		
Repayments	(1,018)		
Deposit liabilities		27,205	These are checking, savings and time deposit account with annual average interest rates ranging from 0.25% to 1.00%.
Deposits	449,687		
Withdrawals	(452,521)		
Other Related Parties			
Loans and receivables		50,923,783	Secured and unsecured loans with interest rates ranging from 2.25 % to 9.69%; with remaining term to maturity between .017 years to 9.87 years; with allowance for probable losses of ₱318.04 million.
Issuances	7,870,487		
Repayments	(4,561,478)		
Deposit liabilities		131,224	These are checking and savings accounts with annual average interest rates ranging from 0.13% to 1.00%.
Deposits	541,484		
Withdrawals	(1,762,978)		

Category	December 31, 2021		
	Amount / Volume	Outstanding Balance	Nature, Terms and Conditions
Significant Investor			
Loans and receivables		₱8,340,600	Secured with shares of stocks, with interest rate ranging from 4% to 4.18% with remaining maturity between 2.72 years and 6.91 years. Allowance for probable losses to 2.4 million
Issuances	6,000,000		
Repayments	(2,350)		
Deposit liabilities		1,982	These are checking accounts with annual average rate of 0.13%.
Deposits	487		
Withdrawals	-		
Subsidiaries			
Deposit liabilities		504,336	These are checking and savings accounts with annual average interest rates ranging from 0.13% to 1.00%.
Deposits	5,949,780		
Withdrawals	(5,949,780)		
Associate			
Deposit liabilities		39,312	These are checking accounts with annual average rate of 0.13%.
Deposits	181,157		
Withdrawals	(181,239)		
Key Management Personnel			
Loans and receivables		1,117	Unsecured officer's accounts from credit card with interest of 2% maturing within 1 year and OEL accounts with interest rate ranging from 4% to 5%, secured and currently maturing.
Issuances	258		
Repayments	(873)		
Deposit liabilities		30,039	These are checking, savings and time deposit account with annual average interest rates ranging from 0.25% to 1.00%.
Deposits	249,524		
Withdrawals	(313,800)		
Other Related Parties			
Loans and receivables		47,614,775	Secured and unsecured loans with interest rate ranging from 2.25% to 9.69% with remaining maturity between 3 days and 19.14 years. Allowance for probable losses amounted to ₱21.78 million.
Issuances	20,297,184		
Repayments	(16,595,015)		
Deposit liabilities		1,352,718	These are checking and savings accounts with annual average interest rates ranging from 0.13% to 1.00%.
Deposits	18,996,452		
Withdrawals	(19,330,621)		

The related party transactions shall be settled in cash.

Interest income earned and interest expense incurred from the above loans and deposit liabilities in 2022, 2021 and, 2020 follow:

	Subsidiaries			Associate		
	2022	2021	2020	2022	2021	2020
Interest income	₱-	₱-	₱-	₱-	₱-	₱-
Interest expense	426	437	850	900	2,896	500

	Key Management Personnel			Other Related Parties		
	2022	2021	2020	2022	2021	2020
Interest income	₱2	₱36	₱87	₱2,161,943	₱1,809,292	₱2,158,577
Interest expense	29	34	63	290	218	257



	Significant Investor		
	2022	2021	2020
Interest income	₱340,483	₱155,890	₱93,718
Interest expense	2	3	2

Outright purchases and outright sale of debt securities of the Parent Company with its subsidiaries in 2022 and 2021 follow:

	Subsidiaries	
	2022	2021
Peso-denominated		
Outright purchase	₱-	₱515,053
Outright sale	2,839,426	1,232,410
Dollar-denominated		
Outright purchase	-	3,074
Outright sale	-	5,584

The following table shows the amount and outstanding balance of other related party transactions included in the financial statements:

	Subsidiaries		
	2022	2021	
Balance Sheet			Nature, Terms and Conditions
Accounts receivable	₱3,845	₱50,450	This pertains to various expenses advanced by CBC in behalf of various subsidiaries.
Security deposits	10,420	10,420	This pertains to the rental deposits with CBSI and CBCC for office space leased out to the Parent Company
Income Statement			
	2022	2021	2020
Trust fee income	₱1,104	₱189	₱640
Rent income	3,191	3,039	2,895
Miscellaneous income	9,984	2,850	2,850
Interest Income	251	497	466
Other Income	3,623	14,769	11,347
Occupancy cost	37,267	42,359	11,808
Deferred charges	2,228	5,371	2,862
Information technology	294,483	240,651	225,428
Miscellaneous expenses	5,123	5,718	2,948



31. Commitments and Contingent Assets and Liabilities

In the normal course of the Group's operations, there are various outstanding commitments and contingent liabilities which are not reflected in the accompanying financial statements. Management does not anticipate any material losses as a result of these transactions.

There are several suits, assessments or notices and claims that remain contested. Management believes, based on the opinion of its legal counsels, that the ultimate outcome of such suits, assessments and claims will not have a material effect on the Group's and the Parent Bank's financial position and results of operations.

The following is a summary of contingencies and commitments of the Group and the Parent Company with the equivalent peso contractual amounts:

	Consolidated		Parent Company	
	2022	2021	2022	2021
Trust department accounts (Note 29)	P222,474,444	P223,398,641	P222,474,444	P223,398,641
Committed credit lines	1,906,400	12,765,975	1,906,400	12,765,975
Unused commercial letters of credit (Note 30)	17,158,800	12,971,604	17,074,520	12,877,643
Foreign exchange bought	138,040,375	35,113,101	138,040,375	35,113,101
Foreign exchange sold	33,914,815	22,898,059	33,914,815	22,898,059
Credit card lines	18,625,491	14,320,597	18,625,491	14,320,597
IRS receivable	90,289,612	83,669,379	90,289,612	83,669,379
Outstanding guarantees issued	2,971,605	1,274,727	1,539,908	743,643
Inward bills for collection	2,697,770	1,229,608	2,697,770	1,229,608
Standby credit commitment	3,550,516	3,565,978	3,550,516	3,565,978
Spot exchange sold	2,792,488	1,653,448	2,792,488	1,653,448
Spot exchange bought	3,407,837	1,347,052	3,407,837	1,347,052
Deficiency claims receivable	280,195	281,780	280,195	281,780
Late deposits/payments received	309,488	46,125	286,522	37,805
Outward bills for collection	21,378	18,336	19,337	16,469
Others	35,237	105,768	30,498	105,664

32. Segment Information

The Group's operating businesses are recognized and managed separately according to the nature of services provided and the markets served, with each segment representing a strategic business unit. The businesses are organized to cater to the banking needs of market segments, facilitate customer engagement, ensure timely delivery of products and services as well as achieve cost efficiency and economies of scale. In 2022, the Lending Business Segment was split into two separate segments, namely, Institutional Banking Segment and Consumer Banking Segment to integrate various business units for synergy and maximization of potential value in terms of market share, product line, customer base and operational efficiency. Corresponding segment information for all periods presented herein are restated to reflect such change.

The Group's business segments are as follows:

- Institutional Banking – principally handles lending, trade finance, and corollary banking products and services offered to corporate and institutional customers as well as selected middle market clients;
- Consumer Banking – principally handles home loans, contract-to-sell receivables, loans to developers, auto loans and credit cards for individual and/or corporate customers;



- c. **Retail Banking Business** – principally handles retail and commercial loans, individual and corporate deposits, overdrafts and funds transfer facilities, trade facilities and all other services for retail customers;
- d. **Financial Markets** – principally provides money market, trading, and treasury services, manages the Group's funding operations by the use of government securities, placements, and acceptances with other banks as well as offers advisory and capital-raising services to corporate clients and remittance transactions; and
- e. **Others** – handles other services including, but not limited to, trust and investment management services, wealth management services to high net-worth customers, asset management, insurance brokerage, credit management, thrift banking business, operations and financial control, and other support services.

The Group reports its primary segment information to the Chief Operating Decision Maker (CODM) on the basis of the above-mentioned segments. The CODM of the Group is the President of the Parent Company.

Segment assets are those operating assets that are employed by a segment in its operating activities that are either directly attributable to the segment or can be allocated to the segment on a reasonable basis.

Segment liabilities are those operating liabilities that result from the operating activities of a segment and that either are directly attributable to the segment or can be allocated to the segment on a reasonable basis.

Interest income is reported net as management primarily relies on the net interest income as performance measure, not the gross income and expense.

The segment results include internal transfer pricing adjustments across business units as deemed appropriate by management. Transactions between segments are conducted at estimated market rates on an arm's length basis. Interest is charged/credited to the business units based on its assets' and liabilities' repricing or maturity date using market-based yield curve approved by the Asset Liability Committee (ALCO).

Other operating income mainly consists of trading and securities gain (loss) – net, service charges, fees and commissions, trust fee income and foreign exchange gain – net. Other operating expense mainly consists of compensation and fringe benefits, provision for impairment and credit losses, taxes and licenses, occupancy, depreciation and amortization, stationery, supplies and postage and insurance. Other operating income and expense are allocated between segments based on equitable sharing arrangements.

The Group has no significant customers which contributes 10.00% or more of the consolidated revenues.

The Group's asset producing revenues are located in the Philippines (i.e., one geographical location); therefore, geographical segment information is no longer presented.



The following tables present relevant financial information regarding business segments measured in accordance with PFRS as of and for the years ended December 31, 2022, 2021 and 2020:

	Institutional Banking			Consumer Banking		
	2022	2021	2020	2022	2021	2020
Results of Operations						
Net interest income						
Third party	P25,742,307	P23,363,847	P21,775,224	P5,075,687	P4,504,508	4,469,286
Intersegment	(17,783,228)	(14,492,769)	(14,511,577)	(2,156,039)	(1,958,541)	(2,856,734)
	7,959,079	8,871,078	7,263,647	2,919,648	2,545,967	1,612,552
Other operating income	4,718,342	704,887	449,785	604,038	118,648	414,146
Total revenue	12,677,421	9,575,965	7,713,432	3,523,678	2,664,615	2,026,698
Other operating expense	(2,956,595)	(1,943,869)	(1,940,970)	(1,841,603)	(1,602,155)	(1,554,952)
Income before provisions and taxes	9,720,826	7,632,096	5,772,462	1,682,075	1,062,460	471,746
Provision for impairment and credit losses	(8,001,988)	(6,365,299)	(5,897,453)	496,119	(533,561)	(1,067,789)
Income before income tax	1,718,838	1,266,797	(124,991)	2,178,194	528,899	(596,043)
Provision for income tax	(173,284)	(215,239)	(6,426)	25,723	214,281	278,818
Net income	P1,545,554	P1,051,558	(P131,417)	P2,203,917	P743,180	(P317,225)
Total assets	P487,101,912	P434,242,804	P381,161,440	P74,317,662	P71,628,745	P66,766,155
Total liabilities	P1,423,175	P740,158	P6,785,920	P1,658,271	P1,258,197	P1,391,343
Depreciation and amortization	P10,270	P9,576	P12,807	P31,988	P28,738	P94,718
Capital expenditures	P13,633	P9,485	P4,622	P23,344	P13,541	P14,523

	Retail Banking Business			Financial Markets		
	2022	2021	2020	2022	2021	2020
Results of Operations						
Net interest income						
Third party	P1,330,276	P2,246,145	(P536,497)	P6,686,447	P3,511,779	P4,200,939
Intersegment	19,599,439	16,743,174	18,378,910	(92,666)	(373,322)	(817,485)
	20,929,715	18,989,319	17,842,413	6,593,781	3,138,457	3,383,454
Other operating income	3,350,278	2,371,764	1,927,955	(265,107)	4,919,675	5,566,213
Total revenue	24,279,993	21,361,083	19,770,368	6,328,674	8,058,132	8,949,667
Other operating expense	(12,296,179)	(11,263,339)	(11,441,685)	(2,679,584)	(2,310,737)	(2,069,231)
Income before provisions and taxes	11,983,814	10,097,744	8,328,683	3,649,090	5,747,395	6,880,436
Provision for impairment and credit losses	41,781	(719,487)	(860,197)	36,702	(61,124)	(91,974)
Income before income tax	12,025,595	9,378,257	7,468,486	3,685,792	5,686,271	6,788,462
Provision for income tax	(1,167,406)	(1,545,878)	(230,093)	(1,547,022)	(727,990)	(1,504,703)
Net income	P10,858,189	P7,832,379	P7,238,393	P2,138,770	P4,958,281	P5,283,759
Total assets	P638,675,682	P628,223,856	P587,770,303	P453,178,093	P313,935,966	P291,325,133
Total liabilities	P650,550,449	P658,061,048	P631,763,776	P516,851,926	P184,942,985	P141,939,942
Depreciation and amortization	P1,248,459	P803,283	P1,004,822	P26,443	P34,554	P330,527
Capital expenditures	P161,139	P144,043	P55,564	P17,512	P8,746	P4,837

	Other Business and Support Units			Total		
	2022	2021	2020	2022	2021	2020
Results of Operations						
Net interest income						
Third party	P6,754,815	P5,458,689	P4,482,271	P45,589,532	P39,084,968	P34,391,223
Intersegment	432,494	81,458	(193,114)	-	-	-
	7,187,309	5,540,147	4,289,157	45,589,532	39,084,968	34,391,223
Other operating income	1,655,349	1,475,158	1,104,313	10,062,892	9,590,132	9,462,412
Total revenue	8,842,658	7,015,305	5,393,470	55,652,424	48,675,100	43,853,635
Other operating expense	(4,580,368)	(5,215,033)	(4,515,324)	(24,354,329)	(22,335,133)	(21,522,162)
Income before provisions and taxes	4,262,290	1,800,272	878,146	31,298,095	26,339,967	22,331,473
Provision for impairment and credit losses	(1,585,247)	(1,197,273)	(951,506)	(9,012,633)	(8,876,744)	(8,868,919)
Income before income tax	2,677,043	602,999	(73,360)	22,285,462	17,463,223	13,462,554
Provision for income tax	(287,673)	(82,174)	71,300	(3,149,662)	(2,357,000)	(1,391,104)
Net income	P2,389,370	P520,825	(P2,060)	P19,135,800	P15,106,223	P12,071,450
Total assets	(P323,543,883)	(P335,711,845)	(P291,011,382)	P1,329,729,466	P1,112,319,526	P1,036,011,649
Total liabilities	P24,667,035	P148,194,318	P149,145,306	P1,195,150,856	P993,196,706	P931,026,287
Depreciation and amortization	P419,984	P911,015	P452,025	P1,737,144	P1,787,166	P1,894,899
Capital expenditures	P413,126	P311,190	P197,335	P628,754	P487,005	P276,881



The Group's share in net income (loss) of an associate included in other operating income amounting to ₱285.06 million, (₱1.60 million), and ₱152.44 million in 2022, 2021 and 2020, respectively are reported under 'Other Business and Support Units'.

33. Earnings Per Share

Basic EPS amounts are calculated by dividing the net income for the year by the weighted average number of common shares outstanding during the year (adjusted for stock dividends).

The following reflects the income and share data used in the basic earnings per share computations:

	2022	2021	2020
a. Net income attributable to equity holders of the parent	₱19,107,504	₱15,088,332	₱12,062,637
b. Weighted average number of common shares outstanding – basic (Note 24)	2,691,288	2,687,696	2,685,900
c. Weighted average number of common shares outstanding – diluted (Note 24)	–	–	2,687,247
d. Basic (a/b) and diluted (a/c) earnings per share*	₱7.10	₱5.61	₱4.49

*In 2020, the Group's centennial stock grants are potential common shares that have dilutive effect to the EPS. However, the basic and diluted EPS in 2020 are the same after rounding-off.

As of December 31, 2022 and 2021, there were no outstanding dilutive potential common shares.

34. Supplementary Information for Cash Flow Analysis

The following is a summary of certain non-cash investing activities that relate to the analysis of the statements of cash flows:

	Consolidated		
	2022	2021	2020
Addition to investment properties from settlement of loans	₱789,405	₱752,756	₱294,326
Fair value gain on FVOCI financial assets	(4,160,403)	(50,087)	2,932,752
Cumulative translation adjustment	10,473	12,270	(5,165)
Addition to chattel mortgage from settlement of loans	77,886	596,009	32,568
	Parent Company		
	2022	2021	2020
Addition to investment properties from settlement of loans	₱273,651	₱81,136	₱117,660
Fair value gain (loss) in FVOCI financial assets	(4,036,849)	(16,220)	2,870,805
Cumulative translation adjustment	(25,046)	465	7,210
Addition to chattel mortgage from settlement of loans	–	15,830	2,006



The following table shows the reconciliation analysis of bonds payable, bills payable and lease liability under financing activities for both the Group and Parent Company for the years ended December 31, 2022 and 2021:

	Consolidated			
	2022			
	Bills Payable	Bonds Payable	Lease Liability	Total
Balance at beginning of year	₱65,806,274	₱42,473,558	₱2,846,018	₱111,125,850
Cash flows during the year				
Proceeds	402,436,767	—	—	402,436,767
Settlement/payment	(403,994,487)	(15,000,000)	(648,997)	(419,643,484)
Non-cash changes				
Additions	—	—	591,491	591,491
Accretion of interest	—	126,063	181,789	307,852
Foreign exchange movement	6,126,713	713,249	—	6,839,962
Balance at end of year	₱70,375,267	₱28,312,870	₱2,970,301	₱101,658,438

	Consolidated			
	2021			
	Bills Payable	Bonds Payable	Lease Liability	Total
Balance at beginning of year	₱23,655,851	₱52,065,678	₱2,996,003	₱78,717,532
Cash flows during the year				
Proceeds	193,908,669	19,878,458	—	213,787,127
Settlement/payment	(152,843,847)	(30,000,000)	(792,745)	(183,636,592)
Non-cash changes				
Additions	—	—	447,449	447,449
Accretion of interest	—	83,022	195,311	278,333
Foreign exchange movement	1,085,601	446,400	—	1,532,001
Balance at end of year	₱65,806,274	₱42,473,558	₱2,846,018	₱111,125,850

	Parent Company			
	2022			
	Bills Payable	Bonds Payable	Lease Liability	Total
Balance at beginning of year	₱65,806,274	₱42,473,558	₱2,187,898	₱110,467,730
Cash flows during the year				
Proceeds	402,436,767	—	—	402,436,767
Settlement/payment	(403,994,487)	(15,000,000)	(404,672)	(419,399,159)
Non-cash changes				
Additions	—	—	469,136	469,136
Accretion of interest	—	126,063	141,000	267,063
Foreign exchange movement	6,126,713	713,249	—	6,839,962
Balance at end of year	₱70,375,267	₱28,312,870	₱2,393,362	₱101,081,499

	Parent Company			
	2021			
	Bills Payable	Bonds Payable	Lease Liability	Total
Balance at beginning of year	₱23,655,851	₱52,065,678	₱2,392,891	₱78,114,420
Cash flows during the year				
Proceeds	193,908,669	19,878,458	—	213,787,127
Settlement/payment	(152,843,847)	(30,000,000)	(562,590)	(183,406,437)
Non-cash changes				
Additions	—	—	205,402	205,402
Accretion of interest	—	83,022	152,195	235,217
Foreign exchange movement	1,085,601	446,400	—	1,532,001
Balance at end of year	₱65,806,274	₱42,473,558	₱2,187,898	₱110,467,730



35. Offsetting of Financial Assets and Liabilities

The amendments to PFRS 7 require the Group to disclose information about rights of offset and related arrangements (such as collateral posting requirements) for financial instruments under enforceable master netting agreements or similar arrangements. The effects of these arrangements are disclosed in the succeeding tables.

December 31, 2022						
Financial instruments recognized at end of reporting period by type	Gross carrying amounts (before offsetting)	Gross amounts offset in accordance with the offsetting criteria	Net amount presented in statements of financial position [a-b]	Effects of remaining rights of set-off (including rights to set off financial collateral) that do not meet PAS 32 offsetting criteria		
				Financial instruments	Fair value of financial collateral	Net exposure [c-d]
	[a]	[b]	[c]	[d]		[e]
Financial assets						
SPURA	₱12,828,404	₱-	₱12,828,404	₱12,828,404	₱12,828,404	₱-
Currency forwards	33,264,783	-	33,264,783	10,593,404	-	22,671,379
IRS	533,294	-	533,294	25,939	-	507,355
	₱46,626,481	₱-	₱46,626,481	₱23,447,747	₱12,828,404	₱23,178,734
Financial liabilities						
Bills payable	₱70,375,267	₱-	₱70,375,267	₱70,375,267	₱70,375,267	₱-
Currency forwards	11,697,274	-	11,697,274	10,593,404	-	1,103,870
IRS	521,398	-	521,398	25,939	-	495,459
	₱82,593,939	₱-	₱82,593,939	₱88,994,610	₱70,375,267	₱1,599,329
December 31, 2021						
Financial instruments recognized at end of reporting period by type	Gross carrying amounts (before offsetting)	Gross amounts offset in accordance with the offsetting criteria	Net amount presented in statements of financial position [a-b]	Effects of remaining rights of set-off (including rights to set off financial collateral) that do not meet PAS 32 offsetting criteria		
				Financial instruments	Fair value of financial collateral	Net exposure [c-d]
	[a]	[b]	[c]	[d]		[e]
Financial assets						
SPURA	₱15,800,317	₱-	₱15,800,317	₱15,800,317	₱15,800,317	₱-
Currency forwards	35,148,537	-	35,148,537	14,670,502	-	20,478,035
IRS	675,638	-	675,638	12,966	-	662,671
	₱51,624,492	₱-	₱51,624,492	₱30,483,785	₱15,800,317	₱21,140,706
Financial liabilities						
Bills payable	₱65,806,274	₱-	₱65,806,274	₱73,840,623	₱78,154,719	₱-
Currency forwards	15,597,807	-	15,597,807	14,670,502	-	927,306
IRS	706,111	-	706,111	12,966	-	693,145
	₱82,110,192	₱-	₱82,110,192	₱88,524,091	₱78,154,719	₱1,620,451

The amounts disclosed in column (d) include those rights to set-off amounts that are only enforceable and exercisable in the event of default, insolvency or bankruptcy. These include amounts related to financial collateral both received and pledged, whether cash or non-cash collateral, excluding the extent of over-collateralization.

36. Covid-19 Pandemic

On March 13, 2020, amid the COVID 19 outbreak, the Office of the President of the Philippines issued a Memorandum directive to impose stringent social distancing measures in the National Capital Region effective March 15, 2020. These measures have caused disruptions to businesses and economic activities, and its impact on businesses continues to evolve.



Bayanihan to Heal as One Act

On March 25, 2020, President Duterte signed into law the Bayanihan to Heal as One Act (RA 11469). The law provides the President, among others, the power to direct all private and public banks, quasi-banks, financing companies, lending companies and other financial institutions, including the Government Service Insurance System, Social Security System and Pag-ibig Fund to implement a grace period of 30 days minimum, for the payment of all loans falling due within the enhanced community quarantine (ECQ) without interests, penalties, fees or other charges. In a separate Frequently Asked Questions (FAQ) released by BSP on May 18, 2020, it clarified that the modified enhance community quarantine (MECQ) shall have the same effect as the ECQ with respect to the application of the mandatory grace period for the payment of all loans falling due within the period of MECQ.

The Implementing Rules and Regulations (IRR) of the said law provides that borrowers have the option to pay the interest accrued during the mandatory grace period either in lumpsum on the new due date or on staggered basis over the life of the loan. Nonetheless, covered financial institutions are not precluded from offering less onerous payment schemes with the consent of the borrower, such as allowing lump sum payment of accrued interest on the last payment date of the loan, provided that the accrued interest during the mandatory grace period will not be charged with interest on interest, fees and other charges.

On March 14, 2020, the BSP issued BSP Memorandum No. M-2020-008 *Regulatory Relief for BSFIs Affected by the Corona Virus Disease 2019 (COVID-19)*. The said memorandum provides for certain temporary regulatory and rediscounting relief measures for financial institutions supervised by the BSP. Accordingly, the Parent Company informed the BSP of its intention to avail the following:

- Provide financial assistance to officers affected by the present health emergency subject to submission by the Parent Company of a request for BSP approval within 30 calendar days from the approval thereof of the Parent Company's Board of Directors;
- Exclude from the computation of past due ratio, loans by borrowers in affected areas, subject to the following: (i) such loans shall be reported to the BSP; (ii) extension shall be for a period of one year from 08 March 2020; and (iii) BSP documentary requirements for restructuring of loans may be waived provided that the Bank will adopt appropriate and prudent operational control measures;
- Non-imposition of monetary penalties for delays incurred in the submission of all supervisory reports to BSP due to be submitted from 08 March 2020 up to six months thereafter;
- Allow staggered booking of allowance for credit losses computed under Section 143 of the Manual of Regulation for Banks (MORB) over a maximum period of five years for all types of credits extended to individuals and businesses directly affected by COVID-19 as of 08 March 2020, subject to prior approval of the BSP;
- Non-imposition of penalties on legal reserve deficiencies computed under Section 255 of the MORB starting from reserve week following 08 March 2020 up to six months thereafter, subject to prior approval of the BSP;



- Rediscounting relief as follows:
 - a. Grant of a 60-day grace period, upon application with BSP, to settle outstanding rediscounting obligations as of 08 March 2020, provided that interest shall be charged but no penalty shall be imposed;
 - b. Allowing the Parent Company to restructure with BSP, the outstanding rediscounted loans as of 08 March 2020 of its end-user borrowers affected by the COVID-19, subject to the terms and conditions stated in Appendix 133 of the MORB; and
 - c. relaxation of eligibility requirements by excluding the criteria on reserve requirement for the renewal of rediscounting line and for the availment of rediscounting loans from 08 March 2020 up to six months thereafter.

As of December 31, 2022 and 2021, there was no actual availment of the foregoing regulatory reliefs.

37. Approval of the Financial Statements

The accompanying consolidated and parent company financial statements were authorized for issue by the Parent Company's BOD on February 27, 2023.

38. Supplementary Information Required Under BSP Circular 1074

Presented below is the supplementary information required by BSP under Appendix 55 of BSP Circular 1074 to be disclosed as part of the notes to financial statements. This supplementary information is not a required disclosure under PFRS.

Basic quantitative indicators of financial performance

The following basic ratios measure the financial performance of the Group and the Parent Company:

	Consolidated			Parent Company		
	2022	2021	2020	2022	2021	2020
Return on average equity	15.07%	13.58%	12.09%	15.07%	13.58%	12.09%
Return on average assets	1.56%	1.45%	1.21%	1.70%	1.58%	1.32%
Net interest margin	4.21%	4.28%	3.98%	3.93%	4.02%	3.82%

Description of capital instruments issued

The Group and the Parent Company consider its common stock as capital instruments eligible as Tier 1 capital.



Significant credit exposures

	Consolidated			
	2022		2021	
	Amounts	%	Amounts	%
Real estate, renting and business services	₱185,743,662	25.88	₱172,217,058	27.59
Financial intermediaries	122,768,549	17.11	91,545,065	14.66
Electricity, gas and water	84,314,281	11.75	76,631,134	12.27
Manufacturing	58,232,646	8.11	34,264,150	5.49
Wholesale and retail trade	48,849,880	6.81	45,125,057	7.23
Transportation, storage and communication	44,443,178	6.19	58,116,995	9.31
Arts, entertainment and recreation	38,666,435	5.39	33,762,320	5.41
Mining and quarrying	13,340,903	1.86	10,967,237	1.76
Construction	10,178,863	1.42	10,387,329	1.66
Accommodation and food service activities	9,613,592	1.34	11,379,789	1.82
Agriculture	9,010,166	1.26	7,312,462	1.17
Education	3,894,828	0.54	4,446,512	0.71
Professional, scientific and technical activities	947,422	0.13	841,426	0.13
Public administration and defense	191,203	0.03	60,036	0.01
Others*	87,519,627	12.18	67,268,149	10.78
	₱717,715,235	100.00	₱624,324,719	100.00

*Others consist of industry/sector under administrative and support service, health, household and other activities which, individually, is not a significant credit exposure.

	Parent Company			
	2022		2021	
	Amounts	%	Amounts	%
Real estate, renting and business services	₱158,474,935	25.25	₱149,067,673	26.77
Financial intermediaries	122,139,768	19.46	90,964,720	16.34
Electricity, gas and water	82,579,587	13.16	74,796,648	13.43
Manufacturing	56,478,328	9.00	32,469,098	5.83
Wholesale and retail trade	46,391,648	7.39	42,312,303	7.60
Transportation, storage and communication	43,018,144	6.85	56,097,019	10.07
Arts, entertainment and recreation	38,648,650	6.16	33,719,927	6.06
Mining and quarrying	13,340,695	2.13	10,966,519	1.97
Construction	9,131,937	1.46	9,545,693	1.71
Accommodation and food service activities	9,047,908	1.44	10,740,999	1.93
Agriculture	7,062,774	1.13	5,897,613	1.06
Education	3,503,357	0.56	4,023,325	0.72
Professional, scientific and technical activities	881,915	0.14	761,461	0.14
Public administration and defense	191,203	0.03	60,036	0.01
Others*	36,663,618	5.84	35,415,712	6.36
	₱627,554,467	100.00	₱556,838,746	100.00

*Others consist of industry/sector under administrative and support service, health, household and other activities which, individually, is not a significant credit exposure.

The BSP considers significant credit exposures when the total loan exposure to a particular industry or economic sector exceeds 30.00% of total loan portfolio or 10.00% of Tier 1 capital (see Note 24).

Status of loans

Information on the amounts of performing and non-performing loans and receivables (gross of allowance for impairment and credit losses) of the Group and Parent Company are as follows:

	Consolidated					
	2022			2021		
	Performing	Non-Performing	Total	Performing	Non-Performing	Total
Loans and discounts						
Corporate and commercial lending	₱543,990,429	₱11,288,208	₱555,278,637	₱479,884,768	₱9,088,162	₱488,972,930
Consumer lending:						
Housing	83,063,410	3,448,501	86,511,911	80,518,808	3,948,376	84,467,184
Auto	19,729,996	707,533	20,437,529	17,922,533	1,280,521	19,203,054
Credit Card	2,068,069	41,999	2,110,068	1,294,196	79,525	1,373,721
Others	33,491,096	867,497	34,358,593	16,783,524	693,141	17,476,665
Trade-related lending	17,522,315	202,754	17,725,069	12,197,050	256,502	12,453,552
Others*	109,960	5,546	115,506	111,997	5,238	117,235
	₱699,975,275	₱16,562,038	₱716,537,313	₱608,712,876	₱15,351,465	₱624,064,341



	Parent Company					
	2022			2021		
	Performing	Non-Performing	Total	Performing	Non-Performing	Total
Loans and discounts						
Corporate and commercial lending	₱530,046,824	₱8,980,119	₱539,026,943	₱466,015,296	₱6,609,892	₱472,625,188
Consumer lending:						
Housing	60,633,934	3,026,183	63,660,117	61,463,351	3,360,182	64,823,533
Auto	4,823,796	328,563	5,152,359	5,208,436	527,528	5,735,964
Credit Card	2,068,069	41,999	2,110,068	1,294,196	79,525	1,373,721
Others	11,611	280	11,891	3,066	-	3,066
Trade-related lending	17,188,448	202,754	17,391,202	11,852,404	227,455	12,079,859
Others*	19,125	2	19,127	19,961	330	20,291
	₱614,791,807	₱12,579,900	₱627,371,707	₱545,856,710	₱10,804,912	₱556,661,622

Loans per security

As of December 31, 2022 and 2021, secured and unsecured non-performing loans (NPLs) of the Group and the Parent Company follow:

	Consolidated		Parent Company	
	2022	2021	2022	2021
Secured	₱11,477,782	₱6,909,212	₱9,210,369	₱4,140,524
Unsecured	5,084,256	8,442,253	3,369,531	6,664,388
	₱16,562,038	₱15,351,465	₱12,579,900	₱10,804,912

According to BSP Circular 941, *Amendments to the Regulations on Past Due and Non-Performing Loans* effective January 1, 2018, loans shall be considered non-performing, even without any missed contractual payments, when it is considered impaired under existing accounting standards, classified as doubtful or loss, in litigation, and/or there is evidence that full repayment of principal and interest is unlikely without foreclosure of collateral, if any. All other loans, even if not considered impaired, shall be considered non-performing if any principal and/or interest are unpaid for more than ninety (90) days from contractual due date, or accrued interests for more than ninety (90) days have been capitalized, refinanced, or delayed by agreement.

Information on the amounts of secured and unsecured loans and receivables (gross of unearned discounts and allowance for impairment and credit losses) of the Group and Parent Company are as follows:

	Consolidated				Parent Company			
	2022		2021		2022		2021	
	Amounts	%	Amounts	%	Amounts	%	Amounts	%
Loans secured by								
Real estate	₱94,305,837	13.14	₱85,021,052	13.62	₱63,717,907	10.15	₱58,622,700	10.53
Chattel mortgage	21,083,673	2.94	22,096,827	3.54	4,708,259	0.75	7,459,462	1.34
Guarantee by the Republic of the Philippines	80,362	0.01	3,315	0.00	80,362	0.01	3,315	0.00
Deposit hold out	6,034,139	0.84	2,506,588	0.40	5,765,877	0.92	2,214,506	0.40
Shares of stock of other banks	8,332,250	1.16	8,350,600	1.34	8,332,250	1.33	8,350,600	1.50
Others	104,383,376	14.54	82,803,122	13.26	104,276,013	16.62	82,680,304	14.85
	234,219,637	32.63	200,781,504	32.16	186,880,668	29.78	159,330,887	28.62
Unsecured loans	483,495,598	67.37	423,543,215	67.84	440,673,799	70.22	397,507,859	71.38
	₱717,715,235	100.00	₱624,324,719	100.00	₱627,554,467	100.00	₱556,838,746	100.00

Secured liability and assets pledged as security

The carrying amount of foreign currency-denominated investment securities at amortized cost pledged by the Parent Company as collateral for its interbank borrowings amounted to ₱64.40 billion and ₱48.85 billion as of December 31, 2022 and 2021, respectively. The carrying amount of the peso-denominated investment securities at amortized cost pledged by the Parent Company as



collateral for its interbank borrowings amounted to ₱14.63 billion and ₱23.59 billion as of December 31, 2022 and 2021, respectively. The fair value of investment securities at amortized cost pledged as collateral amounted to ₱75.45 billion and ₱78.15 billion as of December 31, 2022 and 2021, respectively. The aggregate fair value of financial assets at FVOCI pledged as collateral amounted to nil and ₱3.25 billion as of December 31, 2022 and 2021, respectively.

Related party loans

As required by the BSP, the Group discloses loan transactions with its and affiliates and investees and with certain directors, officers, stockholders and related interests (DOSRI). Under existing banking regulations, the limit on the amount of individual loans to DOSRI, of which 70.00% must be secured, should not exceed the regulatory capital or 15.00% of the total loan portfolio, whichever is lower. These limits do not apply to loans secured by assets considered as non-risk as defined in the regulations.

BSP Circular No. 423, dated March 15, 2004, amended the definition of DOSRI accounts. The following table shows information relating to the loans, other credit accommodations and guarantees classified as DOSRI accounts under regulations existing prior to said Circular, and new DOSRI loans, other credit accommodations granted under said Circular:

	Consolidated			
	2022		2021	
	DOSRI Loans	Related Party Loans (inclusive of DOSRI Loans)	DOSRI Loans	Related Party Loans (inclusive of DOSRI Loans)
Total outstanding DOSRI loans	₱9,162,853	₱59,971,643	₱8,734,613	₱55,963,128
Percent of DOSRI/Related Party loans to total loan portfolio	1.28%	8.36%	1.40%	8.96%
Percent of unsecured DOSRI/Related Party loans to total outstanding DOSRI/Related Party loans	2.88%	67.95%	0.37%	75.56%
Percent past due DOSRI/Related Party loans to total outstanding DOSRI/Related Party loans	—	—	—	—
Percent of non-performing DOSRI/Related Party loans to total outstanding DOSRI/Related Party loans	—	—	—	—
	Parent Company			
	2022		2021	
	DOSRI Loans	Related Party Loans (inclusive of DOSRI Loans)	DOSRI Loans	Related Party Loans (inclusive of DOSRI Loans)
Outstanding DOSRI loans	₱9,156,873	₱59,256,132	₱8,727,598	₱55,955,965
Percent of DOSRI/Related Party loans to total loan portfolio	1.46%	9.44%	1.57%	10.05%
Percent of unsecured DOSRI/Related Party loans to total outstanding DOSRI/Related Party loans	2.88%	68.77%	0.37%	75.57%
Percent past due DOSRI/Related Party loans to total outstanding DOSRI/Related Party loans	—	—	—	—
Percent of non-performing DOSRI/Related Party loans to total outstanding DOSRI/Related Party loans	—	—	—	—



The amounts of loans disclosed for related parties above differ with the amounts disclosed for key management personnel since the composition of DOSRI is more expansive than that of key management personnel.

BSP Circular No. 560 provides that the total outstanding loans, other credit accommodation and guarantees to each of the bank's/quasi-bank's subsidiaries and affiliates shall not exceed 10.00% of the net worth of the lending bank/quasi-bank, provided that the unsecured portion of which shall not exceed 5.00% of such net worth. Further, the total outstanding loans, credit accommodations and guarantees to all subsidiaries and affiliates shall not exceed 20.00% of the net worth of the lending bank/quasi-bank; and the subsidiaries and affiliates of the lending bank/quasi-bank are not related interest of any director, officer and/or stockholder of the lending institution, except where such director, officer or stockholder sits in the BOD or is appointed officer of such corporation as representative of the bank/quasi-bank.

On May 12, 2009, BSP issued Circular No. 654 allowing a separate individual limit of twenty-five (25.00%) of the net worth of the lending bank/quasi-bank to loans of banks/quasi-banks to their subsidiaries and affiliates engaged in energy and power generation.

Commitments and contingencies

The following is a summary of contingencies and commitments of the Group and the Parent Company with the equivalent peso contractual amounts:

	Consolidated		Parent Company	
	2022	2021	2022	2021
Trust department accounts	P22,474,444	P223,398,641	P222,474,444	P223,398,641
Committed credit lines	1,906,400	12,765,975	1,906,400	12,765,975
Unused commercial letters of credit	17,158,800	12,971,604	17,074,520	12,877,643
Foreign exchange bought	138,040,375	35,113,101	138,040,375	35,113,101
Foreign exchange sold	33,914,815	22,898,059	33,914,815	22,898,059
Credit card lines	18,625,491	14,320,597	18,625,491	14,320,597
IRS receivable	90,289,612	83,669,379	90,289,612	83,669,379
Outstanding guarantees issued	2,971,605	1,274,727	1,539,908	743,643
Inward bills for collection	2,697,770	1,229,608	2,697,770	1,229,608
Standby credit commitment	3,550,516	3,565,978	3,550,516	3,565,978
Spot exchange sold	2,792,488	1,653,448	2,792,488	1,653,448
Spot exchange bought	3,407,837	1,347,052	3,407,837	1,347,052
Deficiency claims receivable	280,195	281,780	280,195	281,780
Late deposits/payments received	309,488	46,125	286,522	37,805
Outward bills for collection	21,378	18,336	19,337	16,469
Others	35,237	105,768	30,498	105,664

39. Supplementary Information Required Under RR No. 15-2010

In compliance with the requirements set forth by RR No. 15-2010, hereunder are the details of percentage and other taxes paid or accrued by the Parent Company in 2022.

Gross receipts tax	P2,036,848
Documentary stamps tax	1,225,965
Local taxes	95,180
Fringe benefit tax	15,301
Others	583,344
Total for the year	P3,956,638



Withholding Taxes

Details of total remittances of withholding taxes in 2022 and amounts outstanding as of December 31, 2022 are as follows:

	Total remittances	Amounts outstanding
Final withholding taxes	₱1,558,442	₱337,993
Withholding taxes on compensation and benefits	774,381	69,876
Expanded withholding taxes	184,613	11,550
	<u>₱2,517,436</u>	<u>₱419,419</u>

Tax Assessment

As of December 31, 2022, the Parent Company has no pending tax assessment from the BIR.





Building a better
working world

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INDEPENDENT AUDITOR'S REPORT ON SUPPLEMENTARY SCHEDULES

The Stockholders and the Board of Directors
China Banking Corporation
8745 Paseo de Roxas cor. Villar St.
Makati City

We have audited in accordance with Philippine Standards on Auditing, the consolidated financial statements of China Banking Corporation and Subsidiaries (the Group) as at December 31, 2022 and 2021 and for each of the three years ended December 31, 2022, included in this Form 17-A, and have issued our report thereon dated February 27, 2023. Our audits were made for the purpose of forming an opinion on the basic consolidated financial statements taken as a whole. The schedules listed in the Index to the Financial Statements and Supplementary Schedules are the responsibility of the Group's management. These schedules are presented for purposes of complying with the Revised Securities Regulation Code Rule 68, and are not part of the basic financial statements. These schedules have been subjected to the auditing procedures applied in the audit of the basic consolidated financial statements and, in our opinion, fairly state, in all material respects, the information required to be set forth therein in relation to the basic consolidated financial statements taken as a whole.

SYCIP GORRES VELAYO & CO.


Janet A. Paraiso

Partner

CPA Certificate No. 92305

Tax Identification No. 193-975-241

BOA/PRC Reg. No. 0001, August 25, 2021, valid until April 15, 2024

SEC Partner Accreditation No. 92305-SEC (Group A)

Valid to cover audit of 2021 to 2025 financial statements of SEC covered institutions

SEC Firm Accreditation No. 0001-SEC (Group A)

Valid to cover audit of 2021 to 2025 financial statements of SEC covered institutions

BIR Accreditation No. 08-001998-062-2020, December 3, 2020, valid until December 2, 2023

PTR No. 9369768, January 3, 2023, Makati City

February 27, 2023



CHINA BANKING CORPORATION AND SUBSIDIARIES
INDEX TO THE FINANCIAL STATEMENTS AND SUPPLEMENTARY SCHEDULES
DECEMBER 31, 2022

Part I		
Schedule	Content	Page No.
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II	Map showing relationships between and among parent, subsidiaries, an associate, and joint venture (Part 1 5G)	2
Part II		
A	Financial Assets	
	Financial assets at fair value through profit or loss	
	Financial assets at fair value through other comprehensive income	
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B	Amounts Receivable from Directors, Officers, Employees, Related Parties and Principal Stockholders (Other than Related Parties) (Part II 7D, Annex 68-J, B)	4
C	Amounts Receivable from Related Parties which are eliminated during the consolidation of financial statements (Part II 7D, Annex 68-J, C)	5
D	Long-Term Debt (Part II 7D, Annex 68-J, D)	6
E	Indebtedness to Related Parties (included in the consolidated balance sheet) (Part II 7D, Annex 68-J, E)	7
F	Guarantees of Securities of Other Issuers (Part II 7D, Annex 68-J, F)	8
G	Capital Stock (Part II 7D, Annex 68-J, G)	9
H	Schedule for Listed Companies with a Recent Offering of Securities to the Public (Part II 7D, Annex 68-J, H)	10

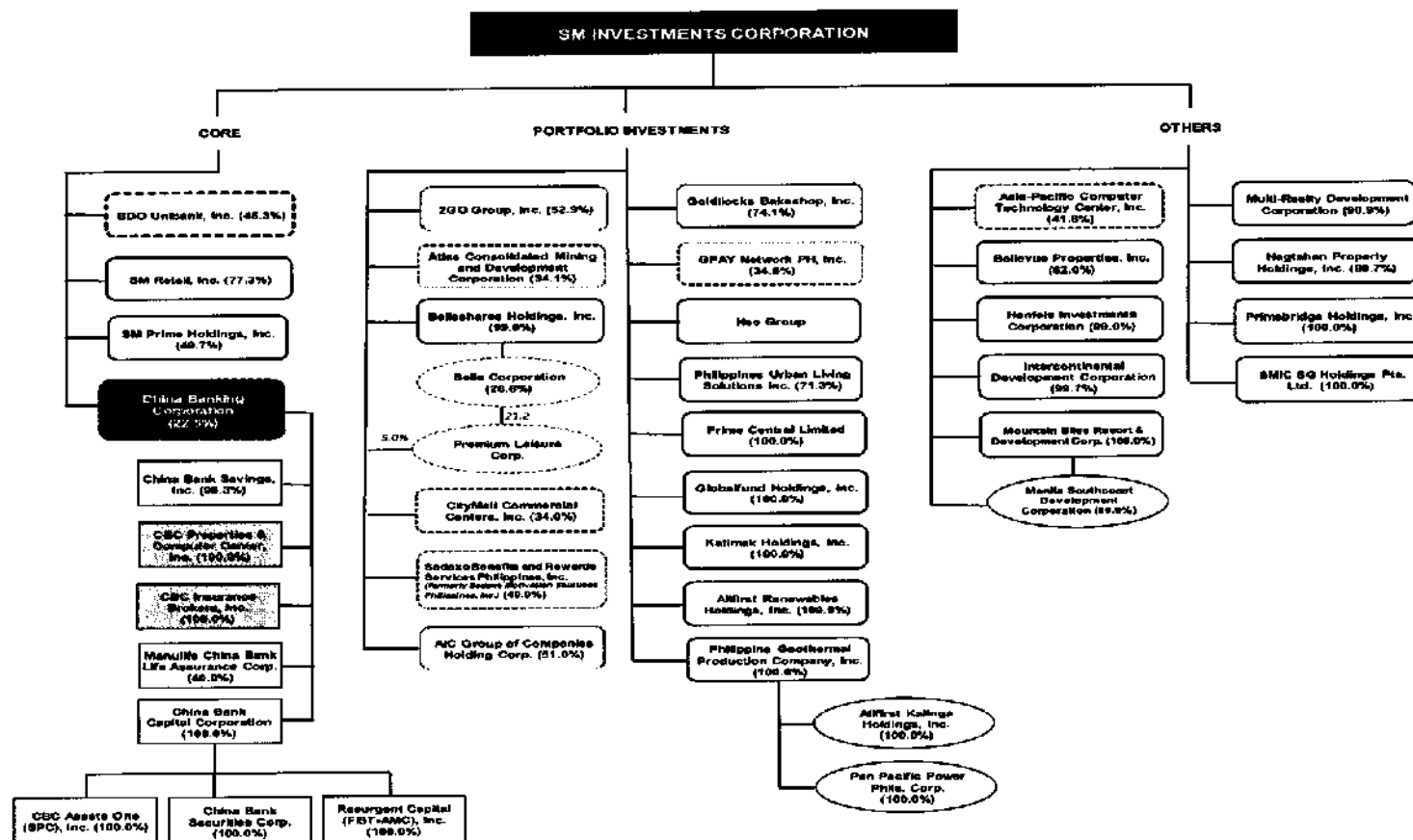


CHINA BANKING CORPORATION AND SUBSIDIARIES
8745 Paseo de Roxas corner Villar Street Makati City

SCHEDULE I
RECONCILIATION OF RETAINED EARNINGS
AVAILABLE FOR DIVIDEND DECLARATION
AS OF DECEMBER 31, 2022
(Amounts in Thousands)

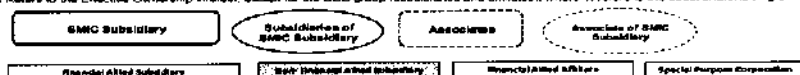
Unappropriated Retained Earnings, Beginning		P70,205,517
Adjustments:		
Prior years non-actual/unrealized income net of tax (2007-2021)	(6,122,819)	
Transfer of revaluation increment to surplus	(1,277,277)	
Prior years' net earnings of subsidiaries and associates not available for dividends	(5,101,906)	
		(12,502,002)
Unappropriated Retained Earnings, as adjusted to available for dividend distribution, beginning		57,703,515
 Add: Net income during the period	 19,107,504	
Less: Non-actual/unrealized income net of tax		
Fair value adjustments (mark-to-market gains)	154,494	
Net earnings of subsidiaries not available for dividends	2,044,686	
Equity in net income of associate	285,059	
Fair value gain on initial recognition of investment properties	181,624	
Sub-total	2,665,863	
Add: Non-actual losses		
Reversal of net fair value gains recognized at initial recognition upon disposal of investment properties	37,838	
	37,838	
 Net income actually earned/ realized during the period		 16,479,479
Less: Cash dividend declared during the period	4,036,932	
Appropriation of Retained Earnings during the period	651,536	
Transfer from Surplus to Surplus Reserves	47,383	
		(4,735,851)
 Unappropriated Retained Earnings, Ending, Available for Dividend Declaration		 P69,447,143

SCHEDULE II **MAP SHOWING RELATIONSHIPS BETWEEN AND AMONG PARENT COMPANY,** **SUBSIDIARIES, AN ASSOCIATE, AND JOINT VENTURE**



Legend:

% Refers to the Effective Ownership Interest, except for the CBC group (subsidiaries and affiliates), where % refers to the direct shareholding of the parent company



China Banking Corporation
Schedule A – Financial Assets
December 31, 2022
(Amounts in Thousands)

Name of issuing entity and association of each issue	Number of shares or principal amount of bonds or notes	Amounts shown on the balance sheet*	Valued based on market quotation at end of reporting period	Income accrued
<u>Financial Assets at Fair Value through Profit or Loss</u>				
Philippine government	₱1,068,456	₱1,071,229	₱1,071,229	₱3,023
Private corporations, other				
sovereign bonds, and unit				
investment trust funds	991,110	1,940,577	991,545	9,764
Equity securities	78,887 shares	700,112	1,649,144	–
Various derivative counterparties		1,004,774	1,004,774	41,321
	20 warrants	10,888	10,888	–
		₱4,727,580	₱4,727,580	₱54,108
<u>Financial Assets at Fair Value through Other Comprehensive Income</u>				
Philippine government	₱28,071,816	₱26,951,610	₱25,951,610	₱260,040
Private corporations and other				
sovereign bonds	18,910,590	15,732,939	15,732,939	212,984
Equity securities	33,175 shares	632,208	632,208	–
		₱43,316,757	₱42,316,757	₱474,024
<u>Financial Assets at Amortized Cost</u>				
Philippine government	₱215,074,308	₱218,514,361	₱210,653,879	₱2,025,770
Private corporations	140,444,597	139,471,565	129,446,589	1,567,717
	₱355,518,905	₱357,985,926	₱340,100,468	₱3,593,487
<u>Derivative Contracts Designated as Hedges</u>				
Various derivative counterparties		₱6,203,379	₱6,203,379	₱92,951

*FVTPL and FVOCI are carried at fair value. Investment securities at AC are carried at amortized cost

China Banking Corporation
Schedule B - Amounts Receivable from Directors, Officers, Employees, Related Parties and
Principal Stockholders (Other than Related Parties)
December 31, 2022

Name of Debtor	Balance at beginning of period	Additions	Amounts Collected	Amounts Written-off	Current	Non-Current	Balance at end of period
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The Group has no receivables from directors, officers, employees, related parties and principal stockholders that did not arise from ordinary course of business.

China Banking Corporation
Schedule C - Amounts Receivable from Related Parties which are eliminated
during the consolidation of financial statements
December 31, 2022
(Amounts in Thousands)

Name of Debtor	Relationship	Balance at beginning of period	Additions	Amounts Collected	Amounts Written-off	Current	Non- Current	Balance at end of period
China Bank Savings, Inc.	Subsidiary	P48,077	P3,123	P48,077	P-	P3,123	P-	P3,123
China Bank Capital Corporation	Subsidiary	1,629	34	1,629	-	34	-	34
China Bank Securities Corporation	Subsidiary	92	-	92	-	-	-	-
China Bank Insurance Brokers, Inc.	Subsidiary	-	38	-	-	38	-	38
CBC Properties and Computer Center, Inc (PCCI)	Subsidiary	652	-	-	-	651	-	651
		P50,450	P3,195	P49,798	P-	P3,846	P-	P3,846

China Banking Corporation
Schedule D - Long-Term Debt
December 31, 2022
(Amounts in Thousands)

Title of issue and type of obligation	Amount authorized by indenture	Amount shown under caption "Current portion of long-term debt" in related balance sheet	Amount shown under caption "Long-Term Debt" in related balance sheet	Interest Rate %	Maturity Date
Peso-denominated:					
LTNCD-Tranche 3*	₱10,250,000	₱—	₱10,230,646	4.55%	January 12,
₱20 Billion Peso Fixed Rate Bonds due in 2024**	20,000,000	—	19,931,987	2.50%	February 18, 2024
Foreign-currency-denominated:					
\$150 Million Bonds Payable to IFC**	\$150,000	—	8,380,883	6-month LIBOR + 120	June 18, 2026
Securities sold under repurchase					
Various	\$431,886	—	₱24,079,817	0.39% to 5.40%	Various

*The LTNCDs are included in "Time Deposits" under the caption "Deposit liabilities".

**The amounts are presented in the caption "Bonds payable".

***The amounts are included in the caption "Bills payable".

China Banking Corporation
Schedule E - Indebtedness to Related Parties
(Long-term Loans from Related Companies)
December 31, 2022

Name of Related Parties ⁽ⁱ⁾	Balance at beginning of period	Balance at end of period ⁽ⁱⁱ⁾
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None to Report

- ⁽ⁱ⁾ The related parties named shall be grouped as in Schedule D. The information called shall be stated for any persons whose investments shown separately in such related schedule.
- ⁽ⁱⁱ⁾ For each affiliate named in the first column, explain in a note hereto the nature and purpose of any material increase during the period that is in excess of 10 percent of the related balance at either the beginning or end of the period.

China Banking Corporation
Schedule F - Guarantees of Securities of Other Issuers
December 31, 2022

Name of issuing entity of securities guaranteed by the company for which this statement is filed	Title of issue of each class of securities guaranteed	Total amount of guaranteed and outstanding ⁽ⁱ⁾	Amount owned by person of which statement is filed	Nature of guarantee ⁽ⁱⁱ⁾
--	---	---	--	-------------------------------------

None to Report

- (i) Indicate in a note any significant changes since the date of the last balance sheet file. If this schedule is filed in support of consolidated financial statements, there shall be set forth guarantees by any person included in the consolidation except such guarantees of securities which are included in the consolidated balance sheet.
- (ii) There must be a brief statement of the nature of the guarantee, such as "Guarantee of principal and interest", "Guarantee of Interest", or "Guarantee of Dividends". If the guarantee is of interest, dividends, or both, state the annual aggregate amount of interest or dividends so guaranteed.

China Banking Corporation
Schedule G - Capital Stock
December 31, 2022

(Absolute numbers of shares)

Title of Issue ⁽ⁱ⁾	Number of shares authorized	Number of shares issued and outstanding as shown under the related balance sheet caption	Number of shares reserved for options, warrants, conversion and other rights	Number of shares held by related parties ⁽ⁱⁱ⁾	Directors, officers and employees	Others ⁽ⁱⁱⁱ⁾
Common stock - ₱10 par value						
Authorized – shares	3,300,000,000					
Issued and outstanding		2,691,288,212		1,022,330,736	133,795,160	1,535,162,316

⁽ⁱ⁾ Include in this column each type of issue authorized

⁽ⁱⁱ⁾ Related parties referred to include persons for which separate financial statements are filed and those included in the consolidated financial statements, other than the issuer of the particular security.

⁽ⁱⁱⁱ⁾ Indicate in a note any significant changes since the date of the last balance sheet filed.

China Banking Corporation
Schedule H – Schedule for Listed Companies with a Recent Offering of Securities to the Public
December 31, 2022
(Amounts in Thousand)

	Gross Proceeds as disclosed in the Final Prospectus	Expenditure Items	Net Proceeds as disclosed in the Final Prospectus	Actual Gross Proceeds	Actual Net Proceeds	Balance of the proceeds as of the reporting period
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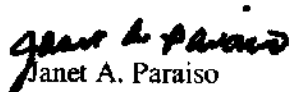
None to Report

INDEPENDENT AUDITOR'S REPORT ON COMPONENTS OF FINANCIAL SOUNDNESS INDICATORS

The Stockholders and the Board of Directors
China Banking Corporation
8745 Paseo de Roxas cor. Villar St.
Makati City

We have audited in accordance with Philippine Standards on Auditing, the consolidated financial statements of China Banking Corporation and Subsidiaries (the Group) as at December 31, 2022 and 2021 and for each of the three years in the period ended December 31, 2022 and have issued our report thereon dated February 27, 2023. Our audits were made for the purpose of forming an opinion on the basic consolidated financial statements taken as a whole. The Supplementary Schedule on Financial Soundness Indicators, including their definitions, formulas, calculation, and their appropriateness or usefulness to the intended users, are the responsibility of the Group's management. These financial soundness indicators are not measures of operating performance defined by Philippine Financial Reporting Standards (PFRSs) and may not be comparable to similarly titled measures presented by other companies. This schedule is presented for the purpose of complying with the Revised Securities Regulation Code Rule 68 issued by the Securities and Exchange Commission, and is not a required part of the basic consolidated financial statements prepared in accordance with PFRSs. The components of these financial soundness indicators have been traced to the Group's consolidated financial statements as at December 31, 2022 and for each of the three years in the period ended December 31, 2022 and no material exceptions were noted.

SYCIP GORRES VELAYO & CO.


Janet A. Paraiso

Partner

CPA Certificate No. 92305

Tax Identification No. 193-975-241

BOA/PRC Reg. No. 0001, August 25, 2021, valid until April 15, 2024

SEC Partner Accreditation No. 92305-SEC (Group A)

Valid to cover audit of 2021 to 2025 financial statements of SEC covered institutions

SEC Firm Accreditation No. 0001-SEC (Group A)

Valid to cover audit of 2021 to 2025 financial statements of SEC covered institutions

BIR Accreditation No. 08-001998-062-2020, December 3, 2020, valid until December 2, 2023

PTR No. 9369768, January 3, 2023, Makati City

February 27, 2023



CHINA BANKING CORPORATION AND SUBSIDIARIES
FINANCIAL SOUNDNESS INDICATORS
AS OF AND FOR THE YEARS ENDED DECEMBER 31, 2022, 2021, AND 2020

Ratio	Formula	2022	2021	2020
<i>PROFITABILITY (%)</i>				
		Amounts in Php millions, except for the ratios		
Return on Assets				
	$\frac{\text{Net Income after Income Tax}}{\text{Average Total Assets}^1}$	1.56	1.45	1.21
		<u>19,108</u>	<u>15,106</u>	<u>12,071</u>
		1,221,024	1,039,074	997,175
Return on Equity				
	$\frac{\text{Net Income after Income Tax}}{\text{Average Total Equity}^1}$	15.07	13.58	12.09
		<u>19,108</u>	<u>15,106</u>	<u>12,071</u>
		126,796	111,223	99,809
Net Interest Margin				
	$\frac{\text{Net Interest Income}}{\text{Average Interest Earning Assets}^{1,2}}$	4.21	4.20	3.92
		<u>45,590</u>	<u>38,314</u>	<u>33,842</u>
		1,083,719	912,732	863,819
Cost to Income Ratio				
	$\frac{\text{Operating Expense less Provision for Impairment and Credit Losses}}{\text{Total Operating Income}}$	44	46	49
		<u>24,354</u>	<u>22,335</u>	<u>21,522</u>
		55,652	48,675	43,854
<i>LIQUIDITY (%)</i>				
Liquid Assets to Total Assets				
	$\frac{\text{Total Liquid Assets}^3}{\text{Total Assets}}$	44	42	43
		<u>590,203</u>	<u>466,936</u>	<u>440,552</u>
		1,329,729	1,112,320	1,036,012
Loans (net) to Deposit Ratio				
	$\frac{\text{Loans (Net)}}{\text{Deposit Liabilities}}$	66	71	67
		<u>699,595</u>	<u>609,007</u>	<u>557,214</u>
		1,065,915	862,860	835,231

(Forward)



Ratio	Formula	2022	2021	2020
ASSET QUALITY (%)				
Gross Non-Performing Loans Ratio	Gross Non-Performing Loans	2.3	2.5	2.3
	Gross Loans	16,562	15,351	12,983
		716,537	624,064	571,954
Non-performing Loan (NPL) Cover				
	Total Allowance for Impairment and Credit Losses on Receivables from Customers plus Retained Earnings Appropriated for General Loan Loss Provision	123	116	128
		20,412	17,828	16,574
		16,562	15,351	12,983
	Gross Non-Performing Loans			
SOLVENCY RATIOS				
Debt to Equity Ratio				
	Total Liabilities	8.9	8.3	8.9
	Total Equity	1,195,151	993,197	931,026
		134,579	119,123	104,985
Asset to Equity Ratio				
	Total Assets	9.9	9.3	9.9
	Total Equity	1,329,729	1,112,320	1,036,012
		134,579	119,123	104,985
Interest Rate Coverage Ratio				
	Net Income Before Tax and Interest Expense	2.9	3.4	2.0
	Interest Expense	33,907	24,875	26,758
		11,622	7,411	13,295
CAPITALIZATION (%)				
Capital Adequacy Ratio				
CET 1 / Tier 1				
	CET 1 / Tier 1 Capital	15.07	14.92	13.82
	Total Risk Weighted Assets	119,616	104,397	90,750
		793,551	699,885	656,582
(Forward)				

Ratio	Formula	2022	2021	2020
Total CAR	$\frac{\text{Total Qualifying Capital}}{\text{Total Risk Weighted Assets}}$	15.92	15.75	14.73
		<u>126,299</u>	<u>110,204</u>	<u>96,736</u>
		793,551	699,885	656,582

¹Average end of year balances for 2022, monthly balances for 2021 and 2020

²Interest earning assets composed of due from Bangko Sentral ng Pilipinas, due from other banks, interbank loans receivable, securities purchased under resale agreement, financial assets at fair value through profit or loss, financial assets at fair value through other comprehensive income, financial assets at amortized costs, current loans and performing sales contract receivables, gross of applicable allowance for credit losses and unearned interest and discounts.

³Composed of cash and other cash items, due from Bangko Sentral ng Pilipinas, due from other banks, interbank loans receivable, securities purchased under resale agreement, financial assets at fair value through profit or loss, financial assets at fair value through other comprehensive income and financial assets at amortized costs, net of applicable allowance for credit losses.