

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

**CURRENT REPORT UNDER SECTION 17
OF THE SECURITIES REGULATION CODE
AND SRC RULE 17.2(c) THEREUNDER**

1. November 3, 2022
Date of Report (Date of earliest event reported)

2. SEC Identification Number 443

3. BIR Tax Identification No. 000-444-210-000

4. CHINA BANKING CORPORATION
Exact name of issuer as specified in its charter

5. Philippines 6. SEC (Use Only)
Province, Country or other jurisdiction of Industry Classification Code:
incorporation

7. China Bank Bldg., 8745 Paseo de Roxas, Makati City 1226
Address of principal office Postal Code

8. (02) 8885-5555
Issuer's telephone number, including area code

9. -- NA --
Former name or former address, if changed since last report

10. Securities registered pursuant to Section 8 and 12 of the SRC of Sections 4 and 8 of the RSA

Title of each Class	Number of shares of common stock outstanding and amount of debt outstanding
<u>Common</u>	<u>2,691,288,212 shares</u>

11. Indicate the item numbers reported herein: Item 9

In compliance with your requirements, please be informed that the Board of Directors of China Banking Corporation (China Bank, the Bank), during its regular meeting held yesterday, 02 November 2022, approved the unaudited financial statements of the Bank for the quarter ended September 30, 2022. Key highlights are as follows:

- The Bank posted a 31% increase in net income to P14.7 billion, which translated to an improved return on equity and return on assets of 15.6% and 1.6%, respectively.
- China Bank closed the quarter with P1.3 trillion in assets, up 21%, supported by a 14% expansion in net loans. Meanwhile, deposits increased 18% to P1.0 trillion.
- Total equity increased 16% to P133 billion, with a common equity tier 1 (CET1) ratio of 14.9% and total capital adequacy ratio (CAR) of 15.7%, well above the regulatory minimum requirement.

The Bank will be releasing to the press the attached statement entitled: "China Bank nets P14.7B in 9 months, up 31%".

The Bank's 3Q 2022 SEC Form 17-Q report containing the financial statements and detailed management discussion will be submitted as soon as available, in compliance with regulatory reporting requirements.

Pursuant to the requirements of the Revised Securities Act, the registrant has duly caused this report to be signed on its behalf by the undersigned hereunto duly authorized.

CHINA BANKING CORPORATION
Registrant

Date November 3, 2022


ATTY. LEILANI B. ELARMO
Corporate Secretary
Signature and Title * 

* Print name and title of the signing officer under the signature

03 November 2022

SECURITIES AND EXCHANGE COMMISSION

Secretariat Building, PICC Complex
Roxas Boulevard, Pasay City

- Attention:** 1. **DIRECTOR VICENTE GRACIANO P. FELIZMENIO, JR.**
Markets and Securities Regulation Department
2. **DIRECTOR RACHEL ESTHER J. GUMTANG-REMALANTE**
Corporate Governance and Finance Department
-

THE PHILIPPINE STOCK EXCHANGE, INC.

6th Floor PSE Tower
5th Avenue corner 28th Street
Bonifacio Global City, Taguig City

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

PHILIPPINE DEALING & EXCHANGE CORP.

29th Floor BDO Equitable Tower
8751 Paseo de Roxas, Makati City

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

Sir, Mesdames:

We are pleased to furnish your good office with a copy of China Bank's latest news release, "**China Bank nets P14.7B in 9 months, up 31%**".

Thank you.

Very truly yours,



GERALD O. FLORENTINO

FVP and Head
Investor and Corporate Relations Group

China Bank nets P14.7B in 9 months, up 31%

China Banking Corporation (China Bank, PSE stock symbol: CHIB) reported a net income of P14.7 billion in the first nine months of 2022, up 31% year-on-year, on higher top line revenues and core fee income. This translated to an improved return on equity and return on assets of 15.6% and 1.6%, respectively.

INCOME STATEMENTS In Php billions, except %	9M2021	9M2022	YoY Growth
Interest income	34.3	40.6	18%
Interest expense	(5.6)	(6.8)	23%
Net interest income	28.8	33.7	17%
Fee-based income	7.8	8.3	6%
Total revenue	36.6	42.0	15%
Operating expenses	(16.6)	(18.0)	8%
Income before provisions and taxes	19.9	24.0	20%
Provision for impairment and credit losses	(6.5)	(6.9)	7%
Income before income tax	13.4	17.1	27%
Provision for income tax	(2.3)	(2.4)	5%
Net income	11.2	14.7	31%
Return on Equity	13.6%	15.6%	
Return on Assets	1.5%	1.6%	
Net interest margin	4.2%	4.2%	
Cost-to-income ratio	45%	43%	

Due to rounding, numbers presented in the tables may not add up precisely to the totals provided and percentages may not precisely reflect the absolute figures.

Net interest income rose 17% to P33.7 billion from higher volume of earning assets, offsetting the higher interest expense amid a rising interest rate environment. Net interest margin was maintained at 4.2%.

Fee-based income grew 6% to P8.3 billion supported by the continued recovery in core revenue streams, including service charges, fees and commissions, income from the sale of acquired assets, and bancassurance.

Operating expenses increased by 8% partly due to persistent inflation and a weakening peso which further pushed up transaction-related costs and technology spend. Nevertheless, China Bank improved its efficiency with a cost-to-income ratio of 43%.

Even as gross non-performing loans (NPL) ratio eased to 2% from 3.4%, China Bank hiked its credit provisions by 7% to P6.9 billion for an NPL coverage of 161%, well above the industry average.

Total assets reached P1.3 trillion, up 21%, on the back of continuous build-up in earning assets.

BALANCE SHEETS in Php billions, except %	Sep-21	Sep-22	YoY Growth
Liquid Assets	195	168	-14%
Investment Securities	232	391	68%
Net Loans	592	676	14%
Other Assets	36	40	10%
Total Assets	1,055	1,274	21%
Deposits	849	1,001	18%
<i>CASA</i>	<i>529</i>	<i>582</i>	<i>10%</i>
<i>Time Deposits</i>	<i>321</i>	<i>420</i>	<i>31%</i>
Bills and Bonds Payable	70	115	64%
Other Liabilities	22	25	15%
Total Liabilities	941	1,142	21%
Total Equity	114	133	16%
Total Liabilities and Equities	1,055	1,274	21%
NPL Ratio	3.4%	2.0%	
NPL Cover	106%	161%	
Tier 1/CET 1 Ratio	14.4%	14.9%	
Capital Adequacy Ratio (CAR)	15.3%	15.7%	

Due to rounding, numbers presented in the tables may not add up precisely to the totals provided and percentages may not precisely reflect the absolute figures.

Stronger demand for corporate and consumer loans led to a 14% increase in gross loans to P697 billion.

"While there is continuous demand for loans, growth for the 3rd quarter has been more measured in the light of current macroeconomic conditions," said China Bank Chief Finance Officer Patrick D. Cheng.

On the funding side, deposits breached the trillion-mark, increasing by 18%, driven by sustained CASA (current and savings accounts) growth of 10%.

Total capital funds expanded 16% to P133 billion, for a common equity tier 1 (CET1) ratio of 14.9% and a total capital adequacy ratio (CAR) of 15.7%.

"This performance demonstrates our strong business franchise and focused growth strategy. We will continue to efficiently use our resources to fuel the Bank's growth, support our customers, and further drive economic recovery," said China Bank President William C. Whang.

China Bank was recently recognized by the Chartered Financial Analyst (CFA) Society of the Philippines for providing the best risk-based returns on a consistent basis over a five-year period. China Bank Dollar Fund, for the sixth time since 2016, and China Bank Intermediate Fixed-Income Fund, for the first time, won CFA's Best Managed Fund of the Year awards in their respective categories.

Meanwhile, China Bank Easy Tax Filing and Payment Solution (Easy Tax) won as the Best RegTech Solution at the Pay360 Awards of UK-based The Payment Association, the largest community in payments. Easy Tax, the first and only automated collection facility in the country specifically for real estate developers, was also recognized by Hong Kong-based magazine Asian Banking and Finance as the Best Digital Business Banking Initiative for Corporate Customers, along with China Bank Direct Debit Arrangement.

China Bank opened for business on August 16, 1920 in Binondo, Manila, and is now one of the largest private universal banks in the Philippines. It provides a full range of banking products and services to corporate, commercial, and retail customers through 638 branches and 1,036 ATMs to date (including the 160 branches and 168 ATMs of China Bank Savings). It also offers a wide range of allied financial services through its subsidiaries China Bank Capital Corp., China Bank Securities Corp., Chinabank Insurance Brokers, Inc., and affiliate Manulife China Bank Life Assurance Corp. Visit www.chinabank.ph for more information.

Contact:

INVESTOR & CORPORATE RELATIONS GROUP

Tel.: 8885-5601; Fax: 8892-0238

Investor-relations@chinabank.ph

GERALD O. FLORENTINO

FVP & Head

goflorentino@chinabank.ph