

8 May 2019

THE PHILIPPINE DEALING & EXCHANGE CORPORATION

3rd Floor, The Enterprise Center Tower 1,
6766 Ayala Avenue Corner, Paseo de Roxas
Makati, Philippines

Attention: **Mr. JOSEPH B. EVANGELISTA**
Head- Issuer Compliance and Disclosure Department

Ladies and Gentlemen:

In compliance with the Philippine Dealing & Exchange Corporation Issuer Disclosures Operating Guidelines, we furnish you a copy of the bank's **Statement of Condition as of 31 March 2019** filed with the Philippine Stock Exchange ("PSE").

For your information.

Truly yours,

**PHILIPPINE BANK OF
COMMUNICATIONS**

By:


MICHAEL STEPHEN H. LAO
Corporate Information Officer

BALANCE SHEET
(Head Office and Branches)

BALANCE SHEET
(Parent Bank and Financial Subsidiaries)

	As of March 31, 2019	As of December 31, 2018
ASSETS		
Cash and Cash Items	P 1,559,925,250.90	P 1,341,507,679.00
Due from Bangko Sentral ng Pilipinas	12,533,570,218.37	15,168,301,706.00
Due from Other Banks	2,494,867,566.41	399,405,041.93
Financial Assets at Fair Value through Profit or Loss	1,565,628,052.50	885,871,047.81
Available-for-Sale Financial Assets - Net	3,489,419,902.52	6,763,410,651.50
Held-to-Maturity (HTM) Financial Assets - Net	15,343,884,501.84	15,503,653,959.54
Loans and Receivables - Net	51,807,534,902.99	55,184,414,345.29
Interbank Loans Receivable	-	13,145,000.00
Loans and Receivables - Others	52,289,472,245.19	55,666,216,702.95
General Loan Loss Provision	481,937,342.20	494,947,357.66
Other Financial Assets	442,542,153.24	599,841,569.74
Equity Investment in Subsidiaries, Associates and Joint Ventures - Net	1,020,339,476.05	1,025,412,554.10
Bank Premises, Furniture, Fixture & Equipment - Net	1,546,552,984.32	1,566,562,184.69
Real and Other Properties Acquired - Net	668,853,642.31	568,515,486.81
Other Assets - Net	5,607,676,390.28	5,618,382,752.37
TOTAL ASSETS	P 98,080,785,041.73	P 104,625,278,978.78

	As of March 31, 2019	As of December 31, 2018
LIABILITIES		
Financial Liabilities at Fair Value through Profit or Loss	P -	P 726,350.64
Deposit Liabilities	71,387,499,942.61	72,335,327,057.51
Bills Payable:	11,353,820,562.67	17,591,284,307.36
BSP (Rediscounting and Other Advances)	-	5,070,000,000.00
Interbank Loans Payable	1,566,827,500.00	774,593,000.00
Other Deposit Substitutes	9,786,993,062.67	11,746,691,307.36
Due to Bangko Sentral ng Pilipinas	7,888,706.19	-
Other Financial Liabilities	688,350,234.15	548,881,294.50
Other Liabilities	2,056,686,094.27	2,000,763,301.37
TOTAL LIABILITIES	P 85,494,245,539.89	P 92,476,982,311.38

	As of March 31, 2019	As of December 31, 2018
STOCKHOLDERS' EQUITY		
Capital Stock	P 14,278,374,781.56	P 14,278,374,781.56
Other Capital Accounts	1,981,314,119.36	1,884,346,203.51
Retained Earnings	-3,673,149,399.08	-4,014,424,317.67
TOTAL STOCKHOLDERS' EQUITY	P 12,586,539,501.84	P 12,148,306,667.40

TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY	P 98,080,785,041.73	P 104,625,288,978.78
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	As of March 31, 2019	As of December 31, 2018
CONTINGENT ACCOUNTS		
Financial Standby Letters of Credit	P 1,036,120,537.22	P 517,012,296.10
Commercial Letters of Credit	532,410,857.92	749,806,119.28
Trade Related Guarantees	655,924,457.91	534,542,353.57
Commitments	63,500,146.55	63,337,246.55
Spot Foreign Exchange Contracts	6,299,182,756.73	1,038,834,850.96
Trust Department Accounts	5,883,730,637.48	5,425,824,048.49
Trust and Other Fiduciary Accounts	870,543,838.49	1,099,076,676.93
Agency Accounts	5,013,186,798.99	4,326,747,371.56
Others	94,912,625.53	319,490,027.01
TOTAL CONTINGENT ACCOUNTS	P 14,565,782,019.34	P 8,648,846,941.96

	As of March 31, 2019	As of December 31, 2018
ADDITIONAL INFORMATION		
Gross total loan portfolio (TLP)	53,975,399,284.36	57,351,921,098.85
Specific allowance for credit losses on the TLP	1,685,927,039.17	1,672,559,395.90
Non-Performing Loans (NPLs)		
a. Gross NPLs	2,361,092,456.07	2,204,146,296.88
b. Ratio of gross NPLs to gross TLP (%)	4.37%	3.84%
c. Net NPLs	737,795,875.13	590,461,782.46
d. Ratio of Net NPLs to gross TLP (%)	1.37%	1.03%
e. Ratio of total allowance for credit losses to gross NPLs (%)	91.82%	98.34%
f. Ratio of specific allowance for credit losses on the gross TLP to gross NPLs (%)	71.40%	75.88%
Classified Loans & Other Risk Assets, gross of allowance for credit losses	9,182,681,270.78	9,760,026,451.75
DOSRI Loans and receivables, gross allowance of credit losses	4,713,036.77	17,530,905.49
Ratio of DOSRI loans and receivables, gross of allowance for credit losses, to gross TLP (%)	0.01%	0.03%
Gross non-performing DOSRI loans and receivables	-	10,874.41
Ratio of gross non-performing DOSRI loans and receivables to TLP (%)	0.00%	0.00%
Percent Compliance with Magna Carta (%)		
a. 8% for Micro and Small Enterprises	0.79%	0.79%
b. 2% for Medium Enterprises	9.55%	10.48%
Return on Equity (ROE) (%)	11.75%	2.81%
Capital Adequacy Ratio (CAR) on Solo Basis, as prescribed under existing regulations		
a. Total CAR (%)	15.87%	14.50%
b. Tier 1 Ratio (%)	13.01%	11.77%
c. Common Equity Tier 1 Ratio (%) 1/	13.01%	11.77%

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

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

(SGD.) ARLENE M. DATU
Controller, SVP

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

SUBSCRIBED AND SWORN to before me this 3rd of May 2019 at City of Makati, affiants exhibiting their SSS nos. 0356633451 and 0373099955, respectively.

(SGD.) ATTY. GERVACIO B. ORTIZ JR.
NOTARY PUBLIC City of Makati until December 31, 2019
IBP no. 656155 - Lifetime Member
MCLE Compliance No. V-0006934
Appointment no. M-183 -(2019-2020)
PTR no. 7333104 Jan. 3, 2019
Makati City Roll no. 40091
101 Urban Ave., Campos Rueda Bldg.
Brgy. Pio del Pilar, Makati City

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	As of March 31, 2019	As of December 31, 2018
ASSETS		
Cash and Cash Items	P 1,587,409,043.12	P 1,373,620,790.49
Due from Bangko Sentral ng Pilipinas	12,590,298,553.10	15,224,381,614.03
Due from Other Banks	2,692,871,648.59	571,082,895.76
Financial Assets at Fair Value through Profit or Loss	1,565,628,052.50	885,871,047.81
Available-for-Sale Financial Assets - Net	3,489,419,902.52	6,763,410,651.50
Held-to-Maturity (HTM) Financial Assets - Net	15,343,884,501.84	15,503,653,959.54
Loans and Receivables - Net	53,566,060,690.57	56,954,618,758.99
Interbank Loans Receivable	-	13,145,000.00
Loans and Receivables - Others	54,104,204,286.54	57,481,138,852.35
General Loan Loss Provision	538,143,595.97	539,665,093.36
Other Financial Assets	501,445,311.14	661,241,206.61
Equity Investment in Subsidiaries, Associates and Joint Ventures - Net	24,801,920.39	25,472,224.45
Bank Premises, Furniture, Fixture & Equipment - Net	1,647,028,607.63	1,666,205,471.14
Real and Other Properties Acquired - Net	737,045,645.77	636,885,936.27
Other Assets - Net	6,214,874,060.26	6,223,716,065.48
TOTAL ASSETS	P 99,960,767,937.43	P 106,490,160,622.07

	As of March 31, 2019	As of December 31, 2018
LIABILITIES		
Financial Liabilities at Fair Value through Profit or Loss	P -	P 726,350.64
Deposit Liabilities	73,130,619,854.11	74,059,570,423.44
Bills Payable:	11,407,545,636.15	17,659,083,080.03
BSP (Rediscounting and Other Advances)	-	5,070,000,000.00
Interbank Loans Payable	1,620,552,573.48	842,391,772.67
Other Deposit Substitutes	9,786,993,062.67	11,746,691,307.36
Due to Bangko Sentral ng Pilipinas	7,888,706.19	-
Other Financial Liabilities	703,985,943.91	563,903,595.34
Other Liabilities	2,187,053,842.13	2,127,653,619.41
TOTAL LIABILITIES	P 87,437,093,982.50	P 94,410,937,068.86

	As of March 31, 2019	As of December 31, 2018
STOCKHOLDERS' EQUITY		
Capital Stock	P 14,278,125,906.49	P 14,278,125,906.49
Other Capital Accounts	1,995,247,527.31	1,898,279,611.51
Retained Earnings	-3,749,766,532.88	-4,097,249,505.66
Minority Interest in Subsidiaries	67,054.01	67,540.86
TOTAL STOCKHOLDERS' EQUITY	P 12,523,673,954.94	P 12,079,223,553.20

TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY	P 99,960,767,937.43	P 106,490,160,622.07
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Agency Accounts	5,013,186,798.99	4,326,747,371.56
Others	94,921,075.53	319,499,031.01
TOTAL CONTINGENT ACCOUNTS	P 14,565,790,469.34	P 8,648,855,945.96

	As of March 31, 2019	As of December 31, 2018
ADDITIONAL INFORMATION		
1. List of Financial Allied Subsidiaries (excluding Subsidiary Insurance Companies)		
1. PBCom Rural Bank, Inc.		
2. List of Subsidiary Insurance Companies		
1. PBCom Insurance Services Agency, Inc.		
3. Capital Adequacy Ratio (CAR) on Consolidated Basis, as prescribed under existing regulations		
a. Total CAR (%)	15.89%	14.56%
b. Tier 1 Ratio (%)	13.05%	11.85%
c. Common Equity Tier 1 Ratio (%) 1/	13.05%	11.85%

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

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Controller, SVP

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