



February 20, 2024

MS. MARIGEL M. BANIQUED - GARCIA

Head, Issuer Regulation Division

Philippine Stock Exchange, Inc.

6/F PSE Tower

5th Avenue corner 28th Street

Bonifacio Global City, Taguig City

MR. ANTONINO A. NAKPIL

President & CEO

Philippine Dealing & Exchange Corp.

29F BDO Equitable Tower

8751 Paseo de Roxas, Makati City

DIRECTOR VICENTE GRACIANO P. FELIZMENIO, JR

Director, Markets and Securities Regulation Department

Securities and Exchange Commission

12/F, SEC Headquarters

7907 Makati Avenue, Salcedo Village,

Brgy. Bel-Air, Makati City 1209

Mesdames / Gentlemen:

In compliance with the Exchange's Continuing Listing Requirements, we are submitting herewith a copy of the Bank's Balance Sheet (Consolidated and Bank Proper) as of December 31, 2023 as required by the Bangko Sentral ng Pilipinas. These financial reports will be published on Tuesday, February 20, 2024 in Bank's website.

We hope we have sufficiently complied with your requirements.

Very truly yours,

A solid black rectangular box used to redact the signature of Eduardo M. Olbes.

EDUARDO M. OLBES

Chief Financial Officer

A solid black rectangular box used to redact the name of the Chief Financial Officer.

COVER SHEET

| | | | | | | | | | | | |
|---|---|---|---|--|--|--|--|--|--|--|--|
| 6 | 0 | 3 | 0 | | | | | | | | |
|---|---|---|---|--|--|--|--|--|--|--|--|

SEC Registration Number

[illegible]

(Company's Full Name)

[illegible]

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

Charles Marvin T. Ching

(Contact Person)

(Company Telephone Number)

| | | | | | | | | | | | | | | | | | | | | | | | | | | | |
|---------------|----------|------------|----------|--|--|--|--|--|--|--|--|----------|-------------|---|----------|--|--|--|--|--|--|----------|------------------|--------------|----------|------------|--|
| 1 | 2 | 3 | 1 | | | | | | | | | 1 | 7 | - | C | | | | | | | 0 | 4 | 2 | 5 | | |
| <i>Month</i> | | <i>Day</i> | | | | | | | | | | | (Form Type) | | | | | | | | | | | <i>Month</i> | | <i>Day</i> | |
| (Fiscal Year) | | | | | | | | | | | | | | | | | | | | | | | (Annual Meeting) | | | | |

(Secondary License Type, If Applicable)

CFD

Dept. Requiring this Doc.

| Amended Articles Number/Section |
|------------------------------------|
|------------------------------------|

2,139

Total No. of Stockholders

Total Amount of Borrowings

| | |
|--------------|--|
| Total Income | |
| | |

Domestic

of Borrowings

Foreign

To be accomplished by SEC Personnel concerned

[illegible]

File Number

[illegible]

Document ID

LCU

Cashier

STAMPS

STAMPS

Remarks: Please use BLACK ink for scanning purposes.

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. Date of report **December 31, 2023**
2. Commission identification number **6030**
3. BIR Tax Identification No. **000-498-020**
4. Exact name of issuer as specified in its charter - **SECURITY BANK CORPORATION**
-
5. Province, country or other jurisdiction of incorporation or organization - **Philippines**
6. Industry Classification Code: (SEC Use Only)
7. **Security Bank Centre, 6776 Ayala Avenue, Makati City** **0719**
Address of issuer's principal office Postal Code
8. **(632) 8867-6788**
Issuer's telephone number, including area code
9. **Not applicable**
Former name, former address and former fiscal year, if changed since last report
10. Securities registered pursuant to Sections 8 and 12 of the Code, or Sections 4 and 8 of the RSA

| Title of each Class | Number of shares of common stock outstanding and amount of debt outstanding |
|--|---|
| Common Shares (PhP10 par) | Total: 753,538,887 shares |
| Preferred Shares (PhP0.10 par) (Unregistered) | Total: 1,000,000,000 shares |
| | |
| | |

11. Indicate the item numbers reported herein:

Item No. 9 – Other Events

Attached is a copy of the Bank's Balance Sheet (Consolidated and Bank Proper) as of December 31, 2023 as required by the Bangko Sentral ng Pilipinas. These financial reports will be published on Tuesday, February 20, 2024 in Bank's website.

SIGNATURES

Pursuant to the requirements of the Securities Regulation Code, the issuer has duly caused this report to be signed on its behalf by the undersigned thereunto duly authorized.

[REDACTED]

EDUARDO M. OLBES
Chief Financial Officer

[REDACTED]

February 20, 2024

BALANCE SHEET
(Head Office and Branches)
As of December 31, 2023

A S S E T S

| | Current Quarter | | Previous Quarter | |
|---|-----------------|-----------------------------|------------------|---------------------------|
| Cash and Cash Items | ₱ | 13,943,687,231.84 | ₱ | 9,948,369,841.96 |
| Due from Bangko Sentral ng Pilipinas (BSP) | | 45,821,154,730.46 | | 41,297,603,538.14 |
| Due from Other Central Banks and Banks - Net | | 13,429,272,012.15 | | 11,520,821,716.89 |
| Financial Assets at Fair Value through Profit or Loss (FVPL) 1/ | | 10,886,325,654.51 | | 11,548,153,648.42 |
| Financial Assets at Fair Value Through Other Comprehensive Income (FVOCI) - Net | | 139,355,227,461.49 | | 133,617,567,382.16 |
| Debt Securities at Amortized Cost - Net | | 76,156,083,900.00 | | 70,474,388,313.66 |
| Interbank Loans Receivable | | 4,081,000,000.00 | | 5,567,525,000.00 |
| Loans and Receivables - Others | | 547,579,302,850.05 | | 509,493,313,409.65 |
| Total Loan Portfolio (TLP) - Gross | | 551,660,302,850.05 | | 515,060,838,409.65 |
| Allowance for Credit Losses 2/ | | 15,201,985,057.13 | | 14,878,292,858.29 |
| Total Loan Portfolio - Net | | 536,458,317,792.92 | | 500,182,545,551.36 |
| Equity Investment in Subsidiaries, Associates and Joint Ventures - Net | | 5,013,781,769.99 | | 4,855,378,539.81 |
| Bank Premises, Furniture, Fixture and Equipment - Net | | 4,331,906,499.07 | | 4,075,380,467.21 |
| Real and Other Properties Acquired - Net | | 4,039,247,514.81 | | 4,033,629,925.56 |
| Sales Contract Receivables - Net | | 127,960,489.25 | | 114,505,561.07 |
| Other Assets-Net | | 150,691,049,948.14 | | 133,971,473,952.65 |
| TOTAL ASSETS | ₱ | 1,000,254,015,004.63 | ₱ | 925,639,818,438.89 |

L I A B I L I T I E S

| | | | | |
|--|----------|---------------------------|----------|---------------------------|
| Financial Liabilities at Fair Value through Profit or Loss (FVPL) 3/ | ₱ | 2,968,706,030.98 | ₱ | 1,958,839,464.76 |
| Deposit Liabilities | | 608,806,398,094.65 | | 563,762,888,460.00 |
| Due to Other Banks | | 615,576,402.23 | | 868,115,324.66 |
| Bills Payable: | | 51,073,373,759.16 | | 42,676,903,316.87 |
| Interbank Loans Payable | | 4,547,564,647.04 | | 121,769,958.22 |
| Other Borrowings, including Deposit Substitutes | | 46,525,809,112.12 | | 42,555,133,358.65 |
| Bonds Payable-Net | | 48,963,520,667.18 | | 48,898,804,714.51 |
| Other Liabilities | | 153,690,783,063.13 | | 136,899,494,754.27 |
| TOTAL LIABILITIES | ₱ | 866,118,358,017.33 | ₱ | 795,065,046,035.07 |

S T O C K H O L D E R S ' E Q U I T Y

| | | | | |
|---|----------|-----------------------------|----------|---------------------------|
| Capital Stock | ₱ | 7,635,388,870.00 | ₱ | 7,635,388,870.00 |
| Additional Paid-In Capital | | 38,551,027,929.90 | | 38,551,027,929.90 |
| Undivided Profits | | 8,583,760,577.76 | | 7,040,163,204.90 |
| Retained Earnings | | 85,306,565,873.17 | | 86,726,952,957.99 |
| Other Capital Accounts | | (5,941,086,263.53) | | (9,378,760,558.97) |
| TOTAL STOCKHOLDERS' EQUITY | ₱ | 134,135,656,987.30 | ₱ | 130,574,772,403.82 |
| TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY | ₱ | 1,000,254,015,004.63 | ₱ | 925,639,818,438.89 |

C O N T I N G E N T A C C O U N T S

| | | | | |
|---------------------------------------|----------|---------------------------|----------|---------------------------|
| Performance Standby Letters of Credit | ₱ | 39,148,943,432.78 | ₱ | 42,212,807,093.14 |
| Commercial Letters of Credit | | 7,356,698,359.30 | | 8,332,147,698.35 |
| Trade Related Guarantees | | 833,749,463.53 | | 524,326,163.49 |
| Commitments | | 108,954,821,467.35 | | 93,649,447,936.30 |
| Spot Foreign Exchange Contracts | | 18,857,987,036.54 | | 71,764,681,095.91 |
| Trust Department Accounts: | | 108,624,757,041.72 | | 106,913,006,084.68 |
| Derivatives | | 370,310,049,602.82 | | 380,991,700,009.65 |
| Others | | 2,406,397,054.47 | | 3,640,686,787.50 |
| TOTAL CONTINGENT ACCOUNTS | ₱ | 656,493,403,458.51 | ₱ | 708,028,802,869.02 |

F I N A N C I A L I N D I C A T O R S (in %)

| | | | |
|--|--|--------|--------|
| Asset Quality | | | |
| Gross Non-Performing Loans (NPL) Ratio | | 3.36 | 3.15 |
| Net NPL Ratio | | 1.37 | 1.04 |
| Gross NPL Coverage Ratio | | 82.13 | 91.76 |
| Net NPL Coverage Ratio | | 201.53 | 279.01 |
| Related Party Transaction | | | |
| Ratio of Loans to Related Parties to gross TLP | | 3.05 | 3.37 |
| Ratio of Non-Performing Loans to Related Parties to Total Loans to Related Parties | | 0.00 | 0.00 |
| Ratio of DOSRI Loans to gross TLP | | 1.65 | 2.04 |
| Ratio of Non-Performing DOSRI Loans to Total Loans to DOSRI | | 0.00 | 0.00 |
| Liquidity | | | |
| Liquidity Coverage Ratio 4/ | | 157.22 | 173.20 |
| Net Stable Funding Ratio 4/ | | 130.94 | 131.87 |
| Minimum Liquidity Ratio 5/ | | 0.00 | 0.00 |
| Profitability | | | |
| Return on Equity (ROE) | | 6.65 | 7.32 |
| Return on Assets | | 1.11 | 1.23 |
| Net Interest Margin | | 4.52 | 4.34 |
| Capital Adequacy | | | |
| Common Equity Tier 1 Ratio 4/ | | 14.81 | 15.04 |
| Tier 1 Capital Ratio | | 14.81 | 15.04 |
| CAR | | 15.69 | 15.91 |
| Leverage | | | |
| Basel III Leverage Ratio 4/ | | 10.19 | 10.43 |
| Deferred Charges not yet Written Down | | 0.00 | 0.00 |

CONSOLIDATED BALANCE SHEET
(Bank and Financial Subsidiaries)
As of December 31, 2023

A S S E T S

| | Current Quarter | | Previous Quarter | |
|---|-----------------|---------------------------|------------------|---------------------------|
| Cash and Cash Items | ₱ | 13,943,687,231.84 | ₱ | 9,948,369,841.96 |
| Due from Bangko Sentral ng Pilipinas (BSP) | | 45,821,154,730.46 | | 41,297,603,538.14 |
| Due from Other Central Banks and Banks - Net | | 13,488,796,519.11 | | 11,567,559,549.10 |
| Financial Assets at Fair Value through Profit or Loss (FVPL) 1/ | | 10,886,350,632.01 | | 11,558,585,772.91 |
| Financial Assets at Fair Value Through Other Comprehensive Income (FVOCI) - Net | | 139,385,537,781.49 | | 133,648,787,011.76 |
| Debt Securities at Amortized Cost - Net | | 76,156,083,900.00 | | 70,474,388,313.66 |
| Interbank Loans Receivable | | 4,081,000,000.00 | | 5,567,525,000.00 |
| Loans and Receivables - Others | | 545,672,388,552.49 | | 507,845,988,021.94 |
| Total Loan Portfolio (TLP) - Gross | | 549,753,388,552.49 | | 513,413,513,021.94 |
| Allowance for Credit Losses 2/ | | 15,202,250,019.40 | | 14,878,575,721.29 |
| Total Loan Portfolio - Net | | 534,551,138,533.09 | | 498,534,937,300.65 |
| Equity Investment in Subsidiaries, Associates and Joint Ventures - Net | | 2,617,018,245.84 | | 2,556,626,508.98 |
| Bank Premises, Furniture, Fixture and Equipment - Net | | 6,445,140,361.17 | | 5,955,927,404.11 |
| Real and Other Properties Acquired - Net | | 4,040,022,415.29 | | 4,034,404,826.04 |
| Sales Contract Receivables - Net | | 127,960,489.25 | | 114,505,561.07 |
| Other Assets-Net | | 151,645,940,216.60 | | 136,719,261,183.78 |
| TOTAL ASSETS | ₱ | 999,108,831,056.15 | ₱ | 926,410,956,812.16 |

L I A B I L I T I E S

| | | | | |
|--|----------|---------------------------|----------|---------------------------|
| Financial Liabilities at Fair Value through Profit or Loss (FVPL) 3/ | ₱ | 2,968,706,030.98 | ₱ | 1,958,839,464.76 |
| Deposit Liabilities | | 606,555,373,172.54 | | 561,679,638,262.25 |
| Due to Other Banks | | 615,576,402.23 | | 868,115,324.66 |
| Bills Payable: | | 51,139,207,092.46 | | 42,776,069,983.50 |
| Interbank Loans Payable | | 4,547,564,647.04 | | 121,769,958.22 |
| Other Borrowings, including Deposit Substitutes | | 46,591,642,445.42 | | 42,654,300,025.28 |
| Bonds Payable-Net | | 48,963,520,667.18 | | 48,898,804,714.51 |
| Other Liabilities | | 154,730,790,703.46 | | 139,654,716,658.66 |
| TOTAL LIABILITIES | ₱ | 864,973,174,068.85 | ₱ | 795,836,184,408.34 |

S T O C K H O L D E R S ' E Q U I T Y

| | | | | |
|---|----------|---------------------------|----------|---------------------------|
| Capital Stock | ₱ | 7,635,388,870.00 | ₱ | 7,635,388,870.00 |
| Additional Paid-In Capital | | 38,551,027,929.90 | | 38,551,027,929.90 |
| Undivided Profits | | 8,583,760,577.76 | | 7,040,163,204.90 |
| Retained Earnings | | 85,306,565,873.17 | | 86,726,952,957.99 |
| Other Capital Accounts | | (5,941,086,263.53) | | (9,378,760,558.97) |
| TOTAL STOCKHOLDERS' EQUITY | ₱ | 134,135,656,987.30 | ₱ | 130,574,772,403.82 |
| TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY | ₱ | 999,108,831,056.15 | ₱ | 926,410,956,812.16 |

C O N T I N G E N T A C C O U N T S

| | | | | |
|---------------------------------------|----------|---------------------------|----------|---------------------------|
| Performance Standby Letters of Credit | ₱ | 39,148,943,432.78 | ₱ | 42,212,807,093.14 |
| Commercial Letters of Credit | | 7,356,698,359.30 | | 8,332,147,698.35 |
| Trade Related Guarantees | | 833,749,463.53 | | 524,326,163.49 |
| Commitments | | 108,954,821,467.35 | | 93,649,447,936.30 |
| Spot Foreign Exchange Contracts | | 18,857,987,036.54 | | 71,764,681,095.91 |
| Trust Department Accounts: | | 108,624,757,041.72 | | 106,913,006,084.68 |
| Derivatives | | 370,310,049,602.82 | | 380,991,700,009.65 |
| Others | | 2,406,397,054.47 | | 3,640,686,787.50 |
| TOTAL CONTINGENT ACCOUNTS | ₱ | 656,493,403,458.51 | ₱ | 708,028,802,869.02 |

F I N A N C I A L I N D I C A T O R S (in %)

| | | | |
|--|--|--------|--------|
| Asset Quality | | | |
| Gross Non-Performing Loans (NPL) Ratio | | 3.37 | 3.16 |
| Net NPL Ratio | | 1.37 | 1.04 |
| Gross NPL Coverage Ratio | | 82.13 | 91.76 |
| Net NPL Coverage Ratio | | 201.53 | 279.01 |
| Related Party Transaction | | | |
| Ratio of Loans to Related Parties to gross TLP | | 3.06 | 3.38 |
| Ratio of Non-Performing Loans to Related Parties to Total Loans to Related Parties | | 0.00 | 0.00 |
| Ratio of DOSRI Loans to gross TLP | | 1.31 | 1.73 |
| Ratio of Non-Performing DOSRI Loans to Total Loans to DOSRI | | 0.00 | 0.00 |
| Liquidity | | | |
| Liquidity Coverage Ratio 4/ | | 157.98 | 174.19 |
| Net Stable Funding Ratio 4/ | | 131.05 | 131.32 |
| Minimum Liquidity Ratio 5/ | | 0.00 | 0.00 |
| Profitability | | | |
| Return on Equity (ROE) | | 6.65 | 7.32 |
| Return on Assets | | 1.12 | 1.24 |
| Net Interest Margin | | 4.52 | 4.34 |
| Capital Adequacy | | | |
| Common Equity Tier 1 Ratio 4/ | | 15.30 | 15.46 |
| Tier 1 Capital Ratio | | 15.30 | 15.46 |
| CAR | | 16.19 | 16.34 |
| Leverage | | | |
| Basel III Leverage Ratio 4/ | | 10.57 | 10.77 |
| Deferred Charges not yet Written Down | | 0.00 | 0.00 |

A D D I T I O N A L I N F O R M A T I O N

1. List of Financial Allied Subsidiaries (excluding Subsidiary Insurance Companies):
- a) SB Cards Corporation (with BOD approval to shorten corporate term on December 31, 2024)
 - b) SB Forex, Incorporated (corporate term ended February 28, 2022, awaiting clearance from regulatory agencies)
 - c) SB Capital Investment Corporation
 - d) Security Finance and Leasing Inc.

1/ This account is comprised of Financial Assets Held for Trading (HFT), Debt Securities Designated at FVPL, and Other Financial Assets Mandatorily Measured at FVPL.
2/ This account is comprised of Specific Allowance for Credit Losses and General Loan Loss Provision.
3/ This account is comprised of Financial Liabilities Held for Trading, and Financial Liabilities Designated at FVPL.
4/ Only applicable to All Universal and Commercial Banks and their subsidiary banks.
5/ Only applicable to All Stand-alone TBs, RBs, and CoopBanks

We hereby certify that all matters set forth in this Financial Reporting Package-Conso (Balance Sheet and supporting schedules) are true and correct to the best of our knowledge and belief.

(SGD.) MILAREY M. WEE
FVP & Controller

(SGD.) EDUARDO M. OLBES
EVP & CFO



Security Bank Centre, 6776 Ayala Avenue, Makati City
Tel. Nos.: +(632) 8867-6788 / 8887-9188 • Website: www.securitybank.com

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BancNet

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Maximum Deposit Insurance for Each Depositor ₱500,000.00

Regulated by the Bangko Sentral ng Pilipinas (632) 8708-7087
consumeraffairs@bsp.gov.ph