

# COVER SHEET

P W - 1 2 1

S.E.C. Registration Number

B A N K O F T H E P H I L I P P I N E I S L A N D S

(Company's Full Name)

A Y A L A T R I A N G L E G A R D E N S T O W E R 2

P A S E O D E R O X A S C O R N E R M A K A T I

A V E N U E , B E L - A I R , M A K A T I C I T Y

Atty. Maria Lourdes P. Gatmaytan

Contact Person

(632) 8663-6525

Company Telephone Number

0 3

Month

3 1

Day

Fiscal Year

1 7 - Q

FORM TYPE

0 4

Month

2 3

Day

Annual Meeting

N/A

Secondary License Type, If Applicable

C F D

Dept. Requiring this Doc.

Amended Articles Number/Section

11,718

Total No. of Stockholders

Total Amount of Borrowings

Domestic

Foreign

To be accomplished by SEC Personnel concerned

File Number

LCU

Document I.D.

Cashier

STAMPS

**STANDARD DOCUMENT COVER SHEET  
FOR SEC FILINGS**

All documents should be submitted under a cover page which clearly identifies the company and the specific document form as follows:

**SEC Number PW-121**

File Number

**BANK OF THE PHILIPPINE ISLANDS  
22/F – 28/F AYALA TRIANGLE GARDENS TOWER 2  
PASEO DE ROXAS CORNER MAKATI AVENUE,  
BEL-AIR, MAKATI CITY  
POSTAL CODE 1226  
(632) 8663-6525**

**FISCAL YEAR ENDING DECEMBER 31**

(indicate if anything above is new and the date it was changed)

**SEC FORM 17-Q QUARTERLY REPORT  
AMENDMENT DESIGNATION (if applicable)**

**PERIOD-ENDED MARCH 31, 2024**

(if a report, financial statement, GIS, or related amendment or show-cause filing)

**NONE**

**EACH ACTIVE SECONDARY LICENSE TYPE AND FILE NUMBER**

(state "NONE" if that is the case)

**SECURITIES AND EXCHANGE COMMISSION**

**SEC FORM 17-Q QUARTERLY REPORT PURSUANT TO SECTION 17 OF THE SECURITIES REGULATION CODE  
AND SRC RULE 17 (2) (b) THEREUNDER**

1. For the quarterly period ended **MARCH 31, 2024**
2. Commission identification number **PW-121**
3. BIR Tax Identification No. - **TIN: 000-438-366-000**
4. **BANK OF THE PHILIPPINE ISLANDS**  
Exact name of registrant as specified in its chart
5. **Manila, Philippines**  
Province, country or other jurisdiction of incorporation
6. Industry Classification Code: (SEC Use Only)
7. **22/F – 28/F Ayala Triangle Gardens Tower 2**  
**Paseo De Roxas corner Makati Avenue**  
**Bel-Air, Makati City** (current business address) **ZIP Code 1226**  
Address of principal office Postal Code
8. **(632) 8663-6525 (Corpsec Off) / (632) 8663-6733 (IR)**  
Registrant's telephone number, including area code
9. -  
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

Title of each class	Number of shares of common stock outstanding and amount of debt outstanding
---------------------	--

<b>Common</b>	<b>5,259,201,283</b>
---------------	----------------------

11. Are any or all of the securities listed on the Philippine Stock Exchange? Yes [] No []  
If yes, state the name of such stock exchange and the classes of securities listed therein:

<b>Philippine Stock Exchange</b>	<b>Common</b>
----------------------------------	---------------

12. Indicate by check mark whether the registrant:

(a) Has filed all reports required to be filed by Section 17 of the Code and SRC Rule 17 thereunder or Sections 11 of the RSA and RSA Rule 11(a)-1 thereunder, and Sections 26 and 141 of the Corporation Code of the Philippines during the preceding 12 months (or for such shorter period the registrant was required to file such reports) Yes  No

(b) Has been subject to such filing requirements for the last 90 days Yes  No

**BANK OF THE PHILIPPINE ISLANDS**  
**CONSOLIDATED STATEMENT OF CONDITION**  
**MARCH 31, 2024 AND DECEMBER 31, 2023**  
(in Thousands of Pesos)

	UNAUDITED	AUDITED
	MARCH 31, 2024	DECEMBER 31, 2023
<b><u>RESOURCES</u></b>		
Cash and Other Cash Items	37,340,496	34,842,725
Due from Bangko Sentral ng Pilipinas	239,774,004	199,619,139
Due from Other Banks	39,139,611	36,291,808
Interbank Loans Receivable and Securities		
Purchased under Agreements to Resell	7,125,876	20,643,125
Financial Assets at Fair Value through Profit or Loss	45,133,641	23,653,877
Financial Assets at Fair Value through OCI	234,283,144	218,654,129
Financial Assets at Amortized Cost	365,781,353	382,710,546
Loans and Advances, net	1,981,303,263	1,882,006,940
Assets Held for Sale, net	7,055,356	4,743,292
Bank Premises, Furniture, Fixtures and Equipment, net	21,167,934	19,750,646
Investments in Subsidiaries and Associates, net	8,883,181	8,286,713
Assets Attributable to Insurance Operations	18,609,784	19,067,211
Deferred Income Tax Assets, net	19,916,596	18,184,693
Goodwill	9,297,423	-
Other Resources, net	33,193,173	19,916,686
<b>TOTAL RESOURCES</b>	<b>3,068,004,836</b>	<b>2,888,371,529</b>
<b><u>LIABILITIES AND CAPITAL FUNDS</u></b>		
Deposit Liabilities		
Demand	403,804,072	379,076,296
Savings	1,165,902,079	1,158,547,312
Time	853,497,313	757,482,246
Sub-total	<b>2,423,203,464</b>	<b>2,295,105,855</b>
Derivative Financial Liabilities	2,933,659	2,820,985
Other Borrowed Funds	142,051,588	137,103,801
Due to Bangko Sentral ng Pilipinas and Other Banks	2,844,198	1,881,648
Manager's Checks and Demand Drafts Outstanding	9,041,278	8,462,651
Accrued Taxes, Interest and Other Expenses	16,308,404	14,972,737
Liabilities Attributable to Insurance Operations	14,406,026	15,202,372
Deferred Credits and Other Liabilities	51,890,516	53,451,409
<b>TOTAL LIABILITIES</b>	<b>2,662,679,131</b>	<b>2,529,001,459</b>
<b>CAPITAL FUNDS ATTRIBUTABLE TO THE EQUITY HOLDERS OF BPI</b>		
Share Capital	52,449,379	49,307,247
Share Premium	142,910,955	113,413,765
Reserves	590,468	643,633
Surplus	220,240,797	204,966,735
Accumulated Other Comprehensive Income/ (Loss)	(13,117,283)	(11,127,367)
	<b>403,074,315</b>	<b>357,204,012</b>
NON-CONTROLLING INTERESTS	2,251,389	2,166,058
<b>TOTAL CAPITAL FUNDS</b>	<b>405,325,704</b>	<b>359,370,070</b>
<b>TOTAL LIABILITIES AND CAPITAL FUNDS</b>	<b>3,068,004,836</b>	<b>2,888,371,529</b>

**BANK OF THE PHILIPPINE ISLANDS**  
**CONSOLIDATED STATEMENTS OF INCOME**  
For the Three Months Ended March 31, 2024 and 2023  
(In Thousands of Pesos)

	Unaudited 2024	Unaudited 2023
<b>INTEREST INCOME</b>		
On loans and advances	37,323,634	26,603,948
On FA at amortized cost	3,703,935	3,781,103
On FA at FV through OCI	2,462,348	1,121,478
On deposits with BSP and other banks	859,520	764,537
On FA at FV through profit or loss	222,954	157,741
	<b>44,572,391</b>	<b>32,428,806</b>
<b>INTEREST EXPENSE</b>		
On Deposits	12,661,833	7,100,599
On Bills Payable and other borrowings	2,062,610	1,168,882
	14,724,443	8,269,482
<b>NET INTEREST INCOME</b>	<b>29,847,948</b>	<b>24,159,324</b>
<b>IMPAIRMENT LOSSES</b>	<b>1,500,000</b>	<b>1,000,000</b>
<b>NET INTEREST INCOME AFTER IMPAIRMENT LOSSES</b>	<b>28,347,948</b>	<b>23,159,324</b>
<b>OTHER INCOME</b>		
Fees and commissions	3,392,195	3,077,124
Income from foreign exchange trading	1,001,623	518,906
Trading gain (loss) on securities	632,262	725,485
Income attributable to insurance operations	802,194	180,350
Other operating income	3,848,524	3,053,023
	<b>9,676,799</b>	<b>7,554,888</b>
<b>OTHER EXPENSES</b>		
Compensation and fringe benefits	6,617,621	5,462,050
Occupancy and equipment-related expenses	4,984,715	4,824,624
Other operating expenses	6,409,195	4,777,614
	<b>18,011,531</b>	<b>15,064,289</b>
<b>INCOME BEFORE INCOME TAX</b>	<b>20,013,216</b>	<b>15,649,924</b>
<b>PROVISION FOR INCOME TAX</b>		
Current	4,066,120	3,287,582
Deferred	599,994	157,938
	<b>4,666,114</b>	<b>3,445,520</b>
<b>NET INCOME FOR THE PERIOD</b>	<b>15,347,102</b>	<b>12,204,404</b>
Attributable to:		
Equity holders of BPI	<b>15,263,055</b>	<b>12,133,815</b>
Non-controlling interest	<b>84,047</b>	<b>70,589</b>
	<b>15,347,102</b>	<b>12,204,404</b>
Earnings per share:		
Based on 5,259,201,283 shares as of March 31, 2024 and 4,531,250,405 shares in 2023	<b>P 2.90</b>	<b>P 2.68</b>

**BANK OF THE PHILIPPINE ISLANDS**  
**CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**  
For the Three Months Ended March 31, 2024 and 2023  
(In Thousands of Pesos)

	<u>Unaudited 2024</u>	<u>Unaudited 2023</u>
<b>NET INCOME BEFORE MINORITY INTEREST</b>	<b>15,347,102</b>	<b>12,204,404</b>
<b>Other Comprehensive Income</b>		
<b>Items that may be reclassified subsequently to profit or loss</b>		
Net change in fair value reserve on FVOCI securities, net of tax effect	(1,965,754)	1,426,008
Fair value reserve on investments of insurance subsidiaries, net of tax effect	(12,937)	63,784
Share in other comprehensive income of associates	(81,794)	279,272
Currency translation differences	126,554	(212,773)
<b>Items that will not be reclassified to profit or loss</b>		
Actuarial gains (losses) on defined benefit plan, net of tax effect	15,229	31,264
Share in other comprehensive gain (loss) of associates	(69,930)	150,278
<b>Total Other Comprehensive Income (Loss), net of tax effect</b>	<b>(1,988,631)</b>	<b>1,737,833</b>
<b>Total Comprehensive Income for the Year</b>	<b>13,358,471</b>	<b>13,942,237</b>
<b>Attributable to:</b>		
Equity holders of BPI	13,273,139	13,834,735
Non-Controlling Interest	85,332	107,502
	<b>13,358,471</b>	<b>13,942,237</b>

**BANK OF THE PHILIPPINE ISLANDS-UNIBANK**  
**STATEMENT OF CHANGES IN CAPITAL FUNDS**  
**FOR THE PERIOD ENDED MARCH 31, 2024 & MARCH 31, 2023**  
(In Thousand Pesos)

	<b>Consolidated</b>									
	Attributable to equity holders of BPI									
	Share Capital	Share Premium	Treasury Shares Dividends Distributable - Property Dividends	Reserves	Surplus	Accumulated Other Comprehensive Income (Loss)	Treasury Shares	Total	Non-controlling Interest	Total
<b>Balance, December 31, 2023</b>	<b>49,307,247</b>	<b>113,413,765</b>	-	<b>643,633</b>	<b>204,966,735</b>	<b>(11,127,367)</b>	-	<b>357,204,012</b>	<b>2,166,058</b>	<b>359,370,070</b>
<b>Comprehensive Income</b>										
Net Income for the year	-	-	-	-	15,263,055	-	-	15,263,055	84,047	15,347,102
Other Comprehensive Income for the year	-	-	-	-	-	(1,989,916)	-	(1,989,916)	1,285	(1,988,631)
<b>Total Comprehensive Income for the year</b>	-	-	-	-	<b>15,263,055</b>	<b>(1,989,916)</b>	-	<b>13,273,139</b>	<b>85,332</b>	<b>13,358,471</b>
<b>Transactions with owners</b>										
Issuance of Share - BPI & RBC Merger	3,140,040	29,453,574	-	-	-	-	-	32,593,614	-	32,593,614
Executive Stock Plan amortization	2,092	43,616	-	(54,107)	-	-	-	(8,399)	-	(8,399)
<b>Total transactions with owners</b>	<b>3,142,132</b>	<b>29,497,190</b>	-	<b>(54,107)</b>	-	-	-	<b>32,585,215</b>	-	<b>32,585,215</b>
<b>Other movements</b>										
Others	-	-	-	943	11,006	-	-	11,949	-	11,949
<b>Total other movements</b>	-	-	-	<b>943</b>	<b>11,006</b>	-	-	<b>11,949</b>	-	<b>11,949</b>
<b>Balance, March 31, 2024</b>	<b>52,449,379</b>	<b>142,910,955</b>	-	<b>590,468</b>	<b>220,240,797</b>	<b>(13,117,283)</b>	-	<b>403,074,315</b>	<b>2,251,389</b>	<b>405,325,704</b>
	<b>Consolidated</b>									
	Attributable to equity holders of BPI									
	Share Capital	Share Premium	Treasury Shares Dividends Distributable - Property Dividends	Reserves	Surplus	Accumulated Other Comprehensive Income (Loss)	Treasury Shares	Total	Non-controlling Interest	Total
<b>Balance, December 31, 2022</b>	<b>49,193,075</b>	<b>104,122,939</b>	-	<b>643,848</b>	<b>211,060,930</b>	<b>(14,256,290)</b>	<b>(33,042,684)</b>	<b>317,721,818</b>	<b>2,081,952</b>	<b>319,803,770</b>
<b>Comprehensive Income</b>										
Net Income for the year	-	-	-	-	12,133,815	-	-	12,133,815	70,589	12,204,404
Other Comprehensive Income for the year	-	-	-	-	-	1,700,920	-	1,700,920	36,913	1,737,833
<b>Total Comprehensive Income for the year</b>	-	-	-	-	<b>12,133,815</b>	<b>1,700,920</b>	-	<b>13,834,735</b>	<b>107,502</b>	<b>13,942,237</b>
<b>Transactions with owners</b>										
Executive Stock Plan amortization	75,063	32,169	-	(17,931)	-	-	-	89,301	-	89,301
Cash Dividends	-	-	42,364,498	-	(42,364,498)	-	-	-	-	-
<b>Total transactions with owners</b>	<b>75,063</b>	<b>32,169</b>	<b>42,364,498</b>	<b>(17,931)</b>	<b>(42,364,498)</b>	-	-	<b>89,301</b>	-	<b>89,301</b>
<b>Other movements</b>										
Transfer from Reserve to Surplus	-	-	-	-	(13,251)	-	-	(13,251)	-	(13,251)
Transfer from Surplus to Reserves	-	-	-	13,251	-	-	-	13,251	-	13,251
Others	-	-	-	52	3,810	-	-	3,862	0	3,862
<b>Total other movements</b>	-	-	-	<b>13,303</b>	<b>(9,441)</b>	-	-	<b>3,862</b>	<b>0</b>	<b>3,862</b>
<b>Balance, March 31, 2023</b>	<b>49,268,139</b>	<b>104,155,108</b>	<b>42,364,498</b>	<b>639,220</b>	<b>180,820,806</b>	<b>(12,555,370)</b>	<b>(33,042,684)</b>	<b>331,649,717</b>	<b>2,189,454</b>	<b>333,839,171</b>



**Bank of the Philippine Islands**  
**Consolidated Cash Flows Statement**  
**For the Quarter Ended March 31, 2024 And March 31, 2023**  
In Millions of PHP

	March 2024	March 2023
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
Income before income tax	20,013	11,502
Adjustments for:		
Impairment losses	1,500	1,667
Depreciation and amortization	1,248	1,811
Share in net income of associates	(592)	(296)
Dividend and other Income	(13)	(24)
Share based compensation	(54)	(19)
Profit from asset sold	(24)	(2)
Realized gain or sale on investment securities	(540)	74
Interest income	(44,572)	(30,063)
Interest received	41,406	27,823
Interest expense	14,800	6,752
Interest paid	(14,256)	(5,543)
(Increase) decrease in:		
Interbank loans receivable and securities purchased under agreements to resell	6,264	(4,593)
Financial Assets at FVTPL	(21,400)	28,304
Loans and advances, net	13,685	(101,881)
Assets held for sale	(2,471)	(367)
Assets attributable to Insurance operations	716	(2,209)
Other assets	(981)	1,243
Increase (decrease) in:		
Deposit liabilities	(14,318)	62,068
Due to Bangko Sentral ng Pilipinas and other banks	774	(1,621)
Manager's checks demand drafts outstanding	(525)	(762)
Accrued taxes, interest and other expenses	(3,304)	893
Liabilities attributable to insurance operations	(788)	1,871
Derivative financial instruments	113	(5,352)
Deferred credits and other liabilities	(6,050)	(3,261)
Net cash from (used in) operations	(9,369)	(11,983)
Income taxes paid	(564)	(3,600)
Net cash from (used in) operating activities	(9,933)	(15,583)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Additions to:		
Investment Securities, net	(70,139)	8,961
Bank premises, furniture, fixtures and equipment	(289)	(565)
Proceeds from:		
Disposal of investment securities	103,131	3,483
Disposal of bank premises, furniture, fixtures and equipment	55	105
Disposal of investment properties	-	(8)
(Increase) decrease in:		
Investment in subsidiaries and associates, net	(1)	(0)
Assets attributable to insurance operations	(244)	262
Impact of merger	20,571	-
Dividends received	13	24
Net cash used in investing activities	53,098	12,262
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Cash dividends and dividends issuance cost paid	-	(4,961)
Proceeds from issuance	46	49
(Decrease) Increase in bills payable and other borrowed funds	(10,004)	13,348
Payments for principal portion of lease liabilities	(411)	(442)
Net cash used in financing activities	(10,370)	7,994
<b>NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS</b>	<b>32,795</b>	<b>4,674</b>
<b>CASH AND CASH EQUIVALENTS</b>		
January 1	288,481	268,446
March 31	321,277	273,119

**BANK OF THE PHILIPPINE ISLANDS**  
**Financial Indicators**  
**As at March 31, 2024 and 2023**

Ratio	Formula	Current Year	Prior Year
		in percentage	
Liquidity ratio	Total current assets divided by total current liabilities	48.31	49.41
Debt-to-equity ratio	Total liabilities (Bills payable and Bonds payable) divided by total equity	35.24	30.05
Asset-to-equity ratio	Total assets divided by total equity	761.15	806.33
Interest rate coverage ratio	Earning before interest expense, income taxes, depreciation, and amortization	244.39	306.76
Return on equity	Net income divided by average equity	15.69	15.36
Return on assets	Net income divided by average assets	2.02	1.88
Net interest margin (NIM)	Net interest income (return on investment less interest expense) divided by average net interest bearing assets	4.19	3.94
Average assets to average equity	Average assets divided by average equity	777.35	816.08
Net interest to average assets (NRFF)	Net interest income divided by average assets	3.95	3.75
Cost to income ratio	Total operating expense divided by total income (revenues)	45.57	47.50
Cost to asset ratio	Total operating expense divided by average asset	2.38	2.34
Capital to assets ratio	Total equity divided by total assets	13.14	12.40

**NOTES TO FINANCIAL STATEMENTS**  
**MARCH 31, 2024**

SEC REQUIREMENT	DISCLOSURE
<ul style="list-style-type: none"> <li>Disclosure that the issuer's interim financial report is in compliance with generally accepted accounting principles</li> </ul>	<ul style="list-style-type: none"> <li>The Bank's interim financial statements have been prepared in accordance with the Philippine Financial Reporting Standards (PFRS) which includes applicable PFRS, Philippine Accounting Standards (PAS), and interpretations approved by the Financial Reporting Standards Council (FRSC).</li> </ul>
<ul style="list-style-type: none"> <li>The following information, as a minimum, should be disclosed in the notes to financial statements, if material and if not disclosed elsewhere in the interim financial report:</li> </ul>	
<ul style="list-style-type: none"> <li>A statement that the same accounting policies and methods of computation are followed in the interim financial statements as compared with the most recent annual financial statements or, if those policies or methods have been changed, a description of the nature and effect of the change.</li> </ul>	<ul style="list-style-type: none"> <li>The Bank's interim financial statements have been prepared consistent with its most recent annual financial statements as of December 31, 2023 which was in accordance with the PFRS adopted by the SEC.</li> </ul>
<ul style="list-style-type: none"> <li>Explanatory comments about the seasonality or cyclicity of interim operations</li> </ul>	<ul style="list-style-type: none"> <li>Nothing to report</li> </ul>
<ul style="list-style-type: none"> <li>The nature and amount of items affecting assets, liabilities, equity, net income, or cash flows that are unusual because of their nature, size, or incidents</li> </ul>	<ul style="list-style-type: none"> <li>Nothing to report</li> </ul>
<ul style="list-style-type: none"> <li>The nature and amount of changes in estimates of amounts reported in prior interim periods of the current financial year or changes in estimates of amounts reported in prior financial years, if those changes have a material effect in the current interim period.</li> </ul>	<ul style="list-style-type: none"> <li>Nothing to report</li> </ul>

**NOTES TO FINANCIAL STATEMENTS**  
**MARCH 31, 2024**

SEC REQUIREMENT	DISCLOSURE
<ul style="list-style-type: none"> <li>• Issuances, repurchases, and repayments of debt and equity securities</li> </ul>	<ul style="list-style-type: none"> <li>• On 19 March 2024, BPI announces offering of US dollar-denominated senior unsecured debt securities.</li> <li>• On 20 March 2024, BPI successfully prices US\$400 million 5-Year Reg S Senior Unsecured Notes Offering</li> </ul>
<ul style="list-style-type: none"> <li>• Dividends paid (aggregate per share) separately for ordinary shares and other shares</li> </ul>	<ul style="list-style-type: none"> <li>• Nothing to report</li> </ul>
<ul style="list-style-type: none"> <li>• Segment revenue and segment result for business segments or geographical segments, whichever is the issuer's primary basis of segment reporting. (This shall be provided only if the issuer is required to disclose segment information in its annual financial statements).</li> </ul>	<ul style="list-style-type: none"> <li>• Attached</li> </ul>
<ul style="list-style-type: none"> <li>• Material events subsequent to the end of the interim period that have not been reflected in the financial statements for the interim period.</li> </ul>	<ul style="list-style-type: none"> <li>• Nothing to report</li> </ul>
<ul style="list-style-type: none"> <li>• The effect of changes in the composition of the issuer during the interim period, including business combinations, acquisitions or disposal of subsidiaries and long-term investments, restructurings, and discontinuing operations.</li> </ul>	<ul style="list-style-type: none"> <li>• Subsequent to the approval of the merger of BPI and RBC, with BPI as surviving bank, and after all corporate and regulatory approvals have been obtained, BPI and RBC merged, effective 1 January 2024.</li> <li>• On 20 March 2024, the Board of Directors of BPI approved the sale of its 752,056,290 common shares representing all of its stakes in Go Tyme Bank Corporation to Go Tyme Financial Pte. Ltd. and Giga Investment Holdings Pte. Ltd. At P1.20 per share, subject to BSP approval. The Go Tyme shares were acquired by BPI pursuant to the merger between BPI and Robinsons Bank</li> </ul>

**NOTES TO FINANCIAL STATEMENTS**  
**MARCH 31, 2024**

SEC REQUIREMENT	DISCLOSURE
	Corporation (“RBank”) with BPI as the surviving bank,
<ul style="list-style-type: none"> <li>Changes in contingent liabilities or contingent assets since the last annual balance sheet date</li> </ul>	<ul style="list-style-type: none"> <li>Changes in contingent liabilities and contingent assets are in the normal course of business and are not anticipated to cause any material losses from those commitments/contingent liabilities.</li> </ul>
<ul style="list-style-type: none"> <li>Existence of material contingencies and any other events or transactions that are material to an understanding of the current interim period.</li> </ul>	<ul style="list-style-type: none"> <li>Nothing to report</li> </ul>
<ul style="list-style-type: none"> <li>Assess the financial risk exposures of the company and its subsidiaries particularly on currency, interest, credit, market and liquidity risks. If any change thereof would materially affect the financial condition and results of operation of the company, provide a discussion in the report on the qualitative and quantitative impact of such risks and include a description of any enhancement in the company’s risk management policies to address the same;</li> </ul>	<ul style="list-style-type: none"> <li>The Bank manages risk exposures according to three major classifications: credit, market and liquidity, and operational risks. The Bank is exposed to these financial risks primarily through corporate and consumer lending activities, trading and investment in securities, currencies, financial derivatives, and structured investment products, and engaging in operating activities, infrastructure, and technology to support the Bank’s day-to-day businesses. The risks associated with these activities are closely monitored through the various key risk indicators (KRIs), risk appetite, limits, and metrics defined and set by the Board through its Risk Management Committee (RMCom). The Chief Risk Officer of the BPI Group leads the Bank’s Risk Management Office to support the RMCom in identifying, measuring, controlling, monitoring, and reporting the Bank’s financial and non-financial risks exposures. The Bank has established risk management policies and standards ensuring that controls are generally in place and working effectively. These allow the Bank and its key subsidiaries to manage credit, market and liquidity, operational risks, as well as emerging risks such as environmental and social</li> </ul>

**NOTES TO FINANCIAL STATEMENTS**  
**MARCH 31, 2024**

SEC REQUIREMENT	DISCLOSURE
	<p>risks, within the RMCom-approved risk appetite (BPI subsidiary Board-level RMComs in the case of key BPI subsidiaries). Dedicated and skilled risk managers, including business risk and subsidiary risk officers, fully support the Bank's three lines-of-defense (3LoD) risk organization.</p> <ul style="list-style-type: none"> <li>• The ongoing uncertainties observed in the global and local financial markets resulted in more active risk management strategies in the Bank. Sensitivity analyses, forward-looking simulations and stress testing, regular risk monitoring and escalation procedures, risk MIS reporting and in-depth discussions involving business units, Senior Management, and the Board of Directors, are measures to strengthen the effectiveness of the Bank's enterprise risk management (ERM) framework. The Bank continues to implement a formal integrated risk and capital stress testing framework, with forward-looking assessment of risks to facilitate development of contingency plans and risk strategies, under given stressed scenarios crafted by the Bank's experts. Under the baseline projections, incorporating forward-looking macroeconomic assumptions and scenarios on economic landscape, particularly rising interest and inflation rates, Peso depreciation, and geopolitical events, and remaining industry recoveries from pandemic, the Bank's capital position on both consolidated and solo bases will remain strong and well within the regulatory minimum CAR and CET1 ratios. The levels of risk limits and exposures are regularly reviewed to reflect the Board's overall risk appetite and strategy.</li> <li>• The Bank is able to manage overall credit risks and maintain asset quality for the period with</li> </ul>

**NOTES TO FINANCIAL STATEMENTS**  
**MARCH 31, 2024**

SEC REQUIREMENT	DISCLOSURE
	<p>sufficient NPL cover at 136% as of March 2024. The non-performing loan (NPL) ratios slightly increased driven by expansion of consumer loans in line with the Bank strategy. Nonetheless, the slight increase is generally acceptable relative to the industry's NPL ratio, as published by BSP, and relative to the Bank's total loan portfolio, which is diversified across key industries, with adequate loan loss provisioning, and in general compliance to BSP guidelines and regulatory ceilings on credit risk (including single borrower's limit and related party transactions). The Bank's credit risk management system is governed by stringent credit underwriting policies and risk rating parameters (e.g., internal credit risk rating systems and credit scorecards), as well as lending procedures and standards which are regularly reviewed and updated given regulatory requirements and market developments. The Bank's NPL ratio was at 2.12% as of March 2024. Review of credit portfolios, products and programs, internal and regulatory credit stress tests, and risk reporting to Senior Management and the RMCom are regularly conducted to ensure that the Bank adheres to sound credit risk management best practices. Since January 2018, the Bank adopted the accounting standards on classification and measurement under PFRS 9 guidelines. The Bank began recognizing credit losses upon initial recognition of its assets through the Expected Credit Loss (ECL) models. The Bank also complies with BSP's requirement of maintaining 1% general loan loss provisions for Stage 1 loans as prescribed by BSP 1011. In view of the continuing volatility in the macroeconomic environment, the Bank regularly updates its macroeconomic forecasts and uses these</p>

**NOTES TO FINANCIAL STATEMENTS**  
**MARCH 31, 2024**

SEC REQUIREMENT	DISCLOSURE
	<p>forecasts to update the forward-looking, point-in-time probability of default and loss rate models used in ECL calculation. Industry risk assessments, proactive collection and loan restructuring measures, and disciplined loan loss provisioning are being strictly observed to mitigate credit vulnerabilities due to recent macroeconomic developments (e.g., depreciating Peso and rising inflation and interest rates), and industry risks on the Bank's borrowing accounts.</p> <ul style="list-style-type: none"> <li>• The Bank closely monitors the risk exposures of both trading and non-trading portfolios. Assets in both on- and off-balance sheet trading portfolios are marked-to-market and the resulting gains and losses are recognized through profit or loss. Market risk exposures are measured using the historical simulation Value-at-Risk (VaR) model complemented by several risk metrics such as Stop Loss and DV01. For the first quarter of 2024, the Philippine Government Securities (GS)/PHP BVAL rates and US treasury rates were higher by an average of around 29 bps and 25 bps across the curve year-to-date as interest rate cut expectations were pushed back, with interest rates possibly staying higher for longer than previously anticipated by the market. The continued geopolitical uncertainties and sticky inflation may lead to heightened market volatility which could potentially have an impact on the Bank's trading and securities/investment portfolios. Despite the challenges, the Bank prudently manages its trading positions and ensures that its activities are within its set risk appetite, with its trading VaR levels well within the RMCom-approved limits as of end of the first quarter of 2024.</li> </ul>



**NOTES TO FINANCIAL STATEMENTS**  
**MARCH 31, 2024**

SEC REQUIREMENT	DISCLOSURE
	<ul style="list-style-type: none"> <li>• The Bank also conducts regular price stress tests that measure the potential impact of adverse movements in interest rates and other risk factors on the Bank's trading and banking books, and the corresponding impact to the Bank's CAR and CET1 ratios. The stress-testing activities are useful to help better assess how extreme, yet plausible conditions and external events may potentially affect the Bank's resilience and financial condition. The results of the first quarter 2024 price stress test on both the trading and banking books showed that the Bank's post-shock CAR and CET1 levels are expected to be well above the minimum regulatory requirement given adverse movements in risk factors.</li> <li>• Interest rate risk exposures arising from core banking activities are measured through (a) Earnings-at-Risk (EaR), or the potential deterioration in net interest income over the short- to medium- term horizon (i.e., those occurring in the next one to three years) due to adverse movements in interest rates, and (b) Balance Sheet Value-at-Risk (BSVaR), or the impact on the economic value of future cash flows in the banking book due to changes in interest rates. As of the first quarter of 2024, BPI Group's BSVaR and EaR levels are well within the RCom-approved limits.</li> <li>• The Bank's liquidity profile is measured and monitored through its internal metric, the Minimum Cumulative Liquidity Gap (MCLG) supplemented by liquidity risk monitoring tools, as well as through regulatory metrics, Liquidity Coverage Ratio (LCR) and Net Stable Funding Ratio (NSFR). MCLG measures the smallest net cumulative cash inflow (if positively gapped) or</li> </ul>

**NOTES TO FINANCIAL STATEMENTS**  
**MARCH 31, 2024**

SEC REQUIREMENT	DISCLOSURE
	<p>the largest net cumulative cash outflow (if negatively gapped) over the next three months. LCR promotes the short-term resilience of the Bank's liquidity risk profile and requires the Bank to hold an adequate level of high-quality liquid assets (HQLA) to cover net cash outflows in the next 30 days. NSFR, on the other hand, requires the Bank to maintain a stable funding profile to cover its assets over a horizon of one year. Both LCR and NSFR are designed to strengthen the resilience of the Bank against liquidity shocks. As of the first quarter of 2024, BPI Group's MCLG is well above the RMCom-approved minimum while actual LCR and NSFR figures exceed the prescribed minimum requirement set by the BSP.</p> <ul style="list-style-type: none"> <li>• The Bank regularly reviews its risk models and assumptions to assess performance, accuracy and/or effectiveness, from which recalibration or update is conducted, as necessary. Model validation is performed by a team independent of development, guided by an established framework and standards. Independent validation reports are presented to the Bank's RMCom and action items are subject to monitoring and review. Enterprise risk systems are continuously enhanced and/or upgraded considering increasing regulatory expectations and the Bank's risk data aggregation initiatives towards the completeness, accuracy, timeliness and quality of risk data, dashboards, and reporting.</li> <li>• The Bank has maintained the operational-related risk losses to less than 1% of gross income as of March 2024. These losses are well within the Senior Management and Board/RMCom's conservative and prudent risk</li> </ul>

**NOTES TO FINANCIAL STATEMENTS**  
**MARCH 31, 2024**

SEC REQUIREMENT	DISCLOSURE
	<p>appetite and are generally attributed to inherent risks in executing the Bank's day-to-day business operations. The RCom is regularly apprised of operational risks through comprehensive reporting and discussions during monthly meetings, and is continually briefed on current cybercrime landscapes, emerging risks, and industry trends, as well as mitigating measures implemented by the Bank.</p> <ul style="list-style-type: none"> <li>• The acceleration of digitalization, use of cloud-based services, remote work, and the ever-evolving cyber threat landscape expose the Bank to increased risk of cyber-attacks (e.g., ransomware, supply chain attacks). Investment in technology-based defenses thus remains to be a core cyber security strategy. The 24/7 Cyber Security Operations Center enables the Bank to detect and respond to threats when these happen. Technical tools continue to be deployed and upgraded to protect against email, network, and cloud attacks. The Bank also relies on robust threat intelligence feeds that provide visibility into ongoing threats and emerging cyber-attacks and inform its defense posture accordingly. A Third-party and Vendor Risk Management Program addresses supply chain risk through a stringent vetting process of service providers and IT suppliers.</li> <li>• To build and maintain a cyber-aware organization, the Bank has invested in an Information Security Awareness Program to ensure that employees are adequately trained and equipped in protecting information. To validate the effectiveness of the Awareness Program, a quarterly simulation of phishing attacks on employees is conducted with the</li> </ul>

**NOTES TO FINANCIAL STATEMENTS**  
**MARCH 31, 2024**

SEC REQUIREMENT	DISCLOSURE
	<p>results reported to Senior Management and the Board.</p> <ul style="list-style-type: none"> <li>• Similarly, awareness campaigns are conducted for clients to combat rising fraud due to the increased adoption of online services by the public. These have been intensified with sustained engagements in social media, BPI websites, press releases, e-mail bulletins, and media outings.</li> <li>• Considering the Bank’s operational-related risk losses, both actual and hypothetical losses from the scenario analysis exercise, the Bank is sufficiently capitalized to cover both the expected and unexpected operational-related losses.</li> </ul>
<ul style="list-style-type: none"> <li>• The significant judgments made in classifying a particular financial instrument in the fair value hierarchy.</li> </ul>	<ul style="list-style-type: none"> <li>• The assumptions/judgments made in the Bank’s interim financial statements are consistent with the most recent annual financial statements as of December 31, 2023.</li> </ul>
<ul style="list-style-type: none"> <li>• A comparison of the fair values as of date of the recent interim financial report and as of date of the preceding interim period, and the amount of gain/loss recognized for each of the said periods</li> </ul>	<p>The BPI Group classifies its financial assets in the following measurement categories: at Fair Value through Profit and Loss (FVTPL), Fair Value through Other Comprehensive Income (FVOCI), and at amortized cost. The recognition of each category’s fair values and gain(s)/loss(es) for the relevant periods are detailed below.</p> <ul style="list-style-type: none"> <li>• <b>FVTPL:</b> A gain or loss on a debt investment that is subsequently measured at FVTPL and is not part of a hedging relationship is recognized in profit or loss and presented in the statements of income within “Securities trading gain” in the period in which it arises, unless it arises from debt instruments that were designated at fair value or which are not held for trading, in which case they are presented separately.</li> </ul>

**NOTES TO FINANCIAL STATEMENTS**  
**MARCH 31, 2024**

SEC REQUIREMENT	DISCLOSURE									
	<ul style="list-style-type: none"> <li>• <b>FVOCI:</b> Movements in the carrying amount are taken through other comprehensive income, except for the recognition of impairment gains or losses, interest revenue and foreign exchange gains and losses on the instrument's amortized cost which are recognized in the statements of income. When the financial asset is derecognized, the cumulative gain or loss previously recognized in other comprehensive income is reclassified from equity to profit or loss.</li> <li>• <b>Amortized Cost:</b> carrying amount and fair value are summarized in the following table. <table border="1" data-bbox="824 905 1487 1066"> <thead> <tr> <th>In P Million</th> <th>Carrying Amount</th> <th>Fair Value</th> </tr> </thead> <tbody> <tr> <td>March 31, 2024 (unaudited)</td> <td>365,781</td> <td>357,183</td> </tr> <tr> <td>Dec 31, 2023 (audited)</td> <td>382,711</td> <td>364,286</td> </tr> </tbody> </table> <p>The carrying amount of these assets is adjusted by any expected credit loss allowance recognized and measured.</p> </li> </ul>	In P Million	Carrying Amount	Fair Value	March 31, 2024 (unaudited)	365,781	357,183	Dec 31, 2023 (audited)	382,711	364,286
In P Million	Carrying Amount	Fair Value								
March 31, 2024 (unaudited)	365,781	357,183								
Dec 31, 2023 (audited)	382,711	364,286								

BANK OF THE PHILIPPINE ISLANDS SEGMENT REPORT For the Three Months Ended March 31, 2024					
In P Mn	CONSUMER BANKING	CORPORATE BANKING	INVESTMENT BANKING / FINANCIAL MARKETS	CORP / ELIM	TOTAL
Net interest income	17,509	8,315	5,353	(1,329)	29,848
Impairment charge	2,965	(1,461)	(4)	0	1,500
Net interest income after impairment charge	14,544	9,776	5,357	(1,329)	28,348
Fees and commission	3,013	488	219	(74)	3,646
Other income	2,872	398	2,347	1,018	6,635
GRT	(400)	(53)	(130)	(21)	(604)
Other Income, net	5,485	833	2,436	923	9,677
Compensation and fringe benefits	4,346	782	511	979	6,618
Occupancy and equipment-related expenses	1,834	94	169	2,888	4,985
Other operating expenses	7,422	1,076	453	(2,542)	6,409
Total operating expenses	13,602	1,952	1,133	1,325	18,012
Operating Profit	6,427	8,656	6,660	(1,730)	20,013
Provision for Income Tax					4,666
Share in net income of associates					592
Total Assets	799,373	1,539,079	699,724	29,828	3,068,005
Total Liabilities	1,771,948	711,382	178,856	493	2,662,679

## Item 2. Management Discussion and Analysis of Financial Condition and Results of Operations

### Financial Condition as of March 31, 2024 versus as of December 31, 2023

**Total resources** at P3.07 trillion, was up P179.64 billion, or 6.2%, led by the increase in **loans and advances, net** by P99.30 billion, or 5.3%, ending at P1.98 trillion, with all segments posting strong growth.

Other material increases are as follows:

- **Due from Bangko Sentral ng Pilipinas** at P239.77 billion, was also up P40.15 billion or 20.1% on higher placements with BSP.
- **Financial Assets at Fair Value through Profit or Loss** at P45.13 billion, was also up P21.48 billion, or 90.8%, due to increase in holdings of securities intended for trading.
- **Financial Assets at Fair Value through OCI** at P234.28 billion, was also up P15.63 billion, or 7.15% on higher government issued foreign currency denominated debt securities purchased.
- **Other Resources, net** at P33.19 billion was up P13.28 billion or 66.7% on higher deferred charges and miscellaneous assets.
- **Goodwill** at P9.30 billion on merger with Robinsons Bank.
- **Due from Other Banks** at P39.14 billion was up P2.85 billion or 7.8% on higher balances maintained with foreign correspondent banks.
- **Cash and Other Cash Items** at P37.34 billion was up P2.50 billion or 7.2% on higher cash balance.
- **Assets Held for Sale, net** at P7.06 billion was up P2.31 billion or 48.7%, due to the increase in foreclosed properties.
- **Deferred Income Tax Assets, net** at P19.92 billion was up P1.73 billion or 9.5% on higher reserves.
- **Bank Premises, Furniture, Fixtures and Equipment, net** at P21.17 billion was up P1.42 billion or 7.2% on additional premises from the merger.
- **Investments in Subsidiaries and Associates, net** at P8.88 billion, up P596.47 million, or 7.2%, on higher equity income from the Bank's insurance affiliates.

The above increases were tempered by decline in the following accounts:

- **Financial assets at amortized cost** at P365.78 billion, down P16.93 billion, or 4.4%, due to maturities.
- **Interbank loans receivable and securities purchased under agreements to resell** at P7.13 billion, declined by P13.52 billion, or 65.5%, due to lower volume of interbank loans booked.

**Total liabilities** at P2.66 trillion, increased P133.68 billion, or 5.3%, mainly from the P128.10 billion, or 5.6%, increase in **total deposits**, ending at P2.42 trillion, mostly from higher Time deposits.

Other material increases are as follows:

- **Other Borrowed Funds** at P142.05 billion, up P4.95 billion or 3.6%, on higher bills payable.

- **Accrued taxes, interest and other expenses** at P16.31 billion, up P1.34 billion, or 8.9%, on higher interest payable accruals on time certificate of deposits and income taxes.
- **Due to Bangko Sentral ng Pilipinas (BSP) and other banks** at P2.84 billion, up P962.55 million or 51.2%, due to higher cash received from counterparties as collateral for certain transactions, and higher set-up of estimated liability for the cost of maintaining appropriate supervision and examination by the Bangko Sentral.
- **Manager's Checks and Demand Drafts Outstanding** at P9.04 billion, up P578.63 million or 6.8%, on account of higher volume of manager's checks issued.

The above increases were partly tempered by declines in the following:

- **Deferred credits and other liabilities** at P51.89 billion, declined by P1.56 billion, or 2.9%, on lower acceptances outstanding.
- **Liabilities attributable to insurance operations** at P14.41 billion, down P796.35 million, or 5.2% owing to lower reserves of the Bank's insurance affiliates.

**Total capital** at P403.07 billion, increased P45.87 billion, or 12.8%, on movements in the following:

- **Share premium** at P142.91 billion was up P29.50 billion, or 26.0%, due to issuance of new shares to owners of Robinsons Bank.
- **Surplus** of P220.24 billion was P15.27 billion or 7.5% higher, on accumulation of three months' income.
- **Share Capital** at P52.45 billion was also up by P3.14 billion or 6.4% due to issuance of new shares to owners of Robinsons Bank.
- **Accumulated Other Comprehensive Loss** at P13.12 billion was P1.99 billion or 17.9% higher on cumulative losses from net changes in fair value of FVOCI securities.
- **Reserves** of P590.47 million declined P53.16 million or 8.3% on payment of Employee Stock Option Plan (ESOP).

## RESULTS OF OPERATIONS

### For the Quarters ended March 31, 2024 and March 31, 2023

**Net income** of P15.26 billion for the first quarter of 2024 was up P3.13 billion or 25.8%, on the back of double-digit growth of both **net interest income** and **non-interest income**.

**Net interest income** at P29.85 billion, was up P5.69 billion, or 23.5%, as net interest margin (NIM) expanded 25 basis points (bps), driven by recovery of asset yields.

**Interest income, net of GRT** stood at P44.57 billion, up P12.14 billion, or 37.4%, on the back of the following increases in interest income on:

- **Loans and advances** at P37.23 billion, up P10.72 billion or 40.3%, on higher average asset volume coupled with higher yields;
- **FA at FV through OCI** at P2.46 billion, up P1.34 billion or 119.6%, also on higher average asset volume coupled with higher yields;



- **Deposits with BSP and other banks** at P859.52 million, up P94.98 million or 12.4%, on higher average asset volume;
- **FA at FV through profit or loss** at P222.95 million, up P65.21 million or 41.3%, on account of higher yields despite lower average asset volume.

**Interest expense** at P14.72 billion, up P6.45 billion, or 78.1%, mostly due to the increase in interest expense **on deposits** at P12.66 billion, up P5.56 billion, or 78.3%, due to higher cost and average volume. Interest expense **on bills payable and other borrowings** at P2.06 billion, was also up by P893.73 million or 76.5%, also due to higher cost and higher average volume.

**Other income, net of GRT** at P9.68 billion, was P2.12 billion or 28.1% higher versus same period last year due to the following movements:

- **Other operating income** at P3.85 billion, up P795.50 million or 26.1%, on higher credit card, trust fee and miscellaneous income.
- **Income attributable to insurance operations** at P802.19 million was P621.84 million or 344.8% up on higher income of the Bank's insurance affiliate and subsidiaries.
- **Income from foreign exchange trading** at P1.00 billion, up P482.72 million or 93.0% on favorable opportunities on FX SWAP trading from same period last year.
- **Fees and commissions** at P3.39 billion, up P315.07 million, or 10.2%, on higher service charges and bank commissions.
- **Trading gain on securities** at P632.26 million, down P93.22 million or 12.8%, on higher gains last year.

**Other expenses** at P18.01 billion, up P2.95 billion, or 19.6%, due to the increases in the following:

- **Other operating expenses** at P6.41 billion, up P1.63 billion, or 34.2%, on account of higher transaction servicing, regulatory, marketing and litigation expenses.
- **Compensation and fringe benefits** at P6.62 billion, up P1.16 billion, or 21.2%, attributable to increase in headcount from the merger with Robinsons Banks, annual salary increases and performance bonuses.
- **Occupancy and equipment-related expenses** at P4.98 billion, up P160.09 million, or 3.3%, due to increase in technology spend.

**Impairment losses** at P1.50 billion, higher by P500 million, or 50.0%, coming from the P1.00 billion level in 2023.

**Provision for income tax** at P4.67 billion, up P1.22 billion or 35.4%. **Current income tax** at P4.07 billion, up P778.54 million or 23.7%, on higher taxable revenue. **Deferred income tax** at P600.00 million was also up P442.06 million or 279.9% on higher write-offs.

**Income attributable to non-controlling interest** at P84.05 million, up P13.46 million, attributable to higher income contribution from the Bank's non-life insurance subsidiary.

**Total comprehensive income** at P13.36 billion, lower by P583.77 million, as the increase in **net income before minority interest** was offset by the decline in **total other comprehensive income, net of tax effect** at P1.99 billion loss compared to same period last year's income of P1.74 billion, or a decline of P3.73 billion or 214.4%. Material movements as follows:

**For items that may be reclassified subsequently to profit and loss:**

- **Net change in fair value reserve on FVOCI securities, net of tax effect** at P1.97 billion loss, deteriorated by P3.39 billion or 237.9% from last year's P1.43 billion income on account of lower market valuation of the Bank's investment securities.
- **Share in other comprehensive income of associates** at P81.79 million loss, down P361.07 million, from last year's income of P279.27 million, on lower valuation of the life insurance affiliates' investments compared to last year's movement.
- **Fair value reserve on investments of insurance subsidiaries, net of tax effect** at P12.94 million loss, weakened by P76.72 million, or 120.3%, from last year P63.78 million income, as a result of lower market valuation of investment funds of the Bank's insurance affiliates.
- **Currency translation differences** at P126.55 million, higher by P339.33 million from last year's P212.77 million loss, due to the strengthening of the US Dollar.

**For items that will not be reclassified to profit and loss:**

- **Share in other comprehensive gain of associates** at P69.93 million loss, deteriorated P220.21 million, from last year's income of P150.28 million, on higher losses of the Bank's insurance affiliate.
- **Actuarial gains on defined benefit plan, net of tax effect** at P15.23 million declined by P16.03 million from last year's P31.26 million on lower gains from the Bank's insurance subsidiary's retirement plan.

**Income attributable to non-controlling interest** at P85.33 million, lower by P22.17 million, on lower fair value reserve on investments of the Bank's insurance subsidiaries.

**Key Performance Indicators**

The following ratios, applied on a consolidated basis, are used to assess the performance of the Bank and its majority owned subsidiaries:

	<b>March 31, 2024</b>	<b>March 31, 2023</b>
Return on Equity (%)	15.69	15.36
Return on Assets (%)	2.02	1.88
Net Interest Margin (%)	4.19	3.94
Operating Efficiency Ratio (%)	45.57	47.50
Capital Adequacy Ratio (%) - Basel III *	15.57	16.54

\*indicative

**Return on equity (ROE)**, the ratio of net income to average equity at 15.69%, was higher compared to last year's 15.36%, as the growth in net income outpaced the expansion of average equity.

**Return on assets (ROA)**, the ratio of net income to average assets, was higher at 2.02%, compared to last year's 1.88%, as the growth in net income outpaced the expansion of average assets.

**Net interest margin (NIM)**, net interest income divided by average interest-bearing assets, higher at 4.19%, as the growth in net interest income outpaced the expansion in average earning assets.

**Operating efficiency (cost to income) ratio**, the ratio of operating expenses to income, lower at 45.57%, as the growth in revenues outpaced the growth in operating expenses.

**Capital adequacy ratio (CAR)**, the ratio of total qualifying capital to total risk-weighted assets, was at 15.57%, lower versus prior year's 16.54%. The CET 1 ratio at 14.74%, was also lower than the 15.66% from the same period last year. The decline in capital ratios is due to the growth in risk weighted assets outpacing the growth in qualifying capital. Both of the Bank's capital ratios are above the BSP's minimum requirement.

### **Subsequent Events**

1. On 1 April 2024, Deed of Absolute Sale of Shares covering the sale of Go Tyme Bank shares were signed by the authorized representatives of BPI.
2. On 17 April 2024, at the Bank's regular Board Meeting, the Board approved the 2024 employee stock purchase program pursuant to the Employee Stock Purchase Plan (the "Plan") under Article Seventh of the Bank's Articles of Incorporation. The 2024 program authorizes the grant to qualified participants at a subscription price to be determined on or prior to grant date based on 15% discount to Volume Weighted Average Price (VWAP). The program is subject to the approval of the Securities and Exchange Commission (SEC) and to listing of the shares with the Philippine Stock Exchange (PSE).

### **Material Events and Uncertainties**

Other than the disclosures enumerated above, the Bank has nothing to report on the following:

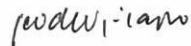
1. Any known trends, demands, commitments, events or uncertainties that will have a material impact on its liquidity.
2. Any events that will trigger direct or contingent financial obligation that is material to the Bank, including any default or acceleration of an obligation.
3. Other material off-balance sheet transactions, arrangements, obligations (including contingent obligations), and other relationships of the Bank with unconsolidated entities or other persons created during the reporting period.
4. Any material commitments for capital expenditures.
5. Any known trends, events or uncertainties that have had or that are reasonably expected to have a material favorable or unfavorable impact on net sales/revenues/income from continuing operations.
6. Any significant elements of income or loss that did not arise from the Bank's continuing operations.
7. Any seasonal aspects that had a material effect on the financial condition or results of operations.

**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 hereunto duly authorized.

**BANK OF THE PHILIPPINE ISLANDS**

Issuer



**JOSE TEODORO K. LIMCAOCO**

**President &**

**Chief Executive Officer**

Date: May 14, 2024



**ERIC ROBERTO M. LUCHANGCO**

**Senior Vice President &**

**Chief Finance Officer**

Date: May 14, 2024

**BPI UNIBANK**  
**CONSOLIDATED AGING OF ACCOUNTS RECEIVABLE**  
**MARCH 31, 2024**

<b>No. of Days Outstanding</b>	<b>Amount (In Thousands)</b>
0-90	P 2,085,816
91-180	170,465
181-360	115,031
Over 360	723,228
<b>Total</b>	<b>3,094,539</b>
<b>Less : Allow. For Probable Losses</b>	<b>953,268</b>
<b>Net of Allowance</b>	<b>P 2,141,271</b>