

**Development Bank of the Philippines
Makati City**

**Statement of Income (Unaudited)
For the Period Ended December 31, 2016
(In thousands of pesos, except per share amounts)**

Interest income on:	
Loans and receivables	P 11,830,839
Financial assets - debt and equity securities	6,255,675
Interbank loans receivable/Securities purchased under agreement to resell	469,122
Deposits with banks	595,641
	<u>19,151,277</u>
Interest expense on:	
Bills payable and other borrowings	4,338,896
Deposits	3,324,180
	<u>7,663,076</u>
Net interest income before provision for impairment	11,488,201
Provision for impairment	757,511
Net interest income after provision for impairment	<u>10,730,690</u>
Other income	
Profit/(Loss) from investment and securities trading	506,448
Foreign exchange profit/(loss)	271,828
Service charges, fees and commissions	514,828
Dividends - equity investments	622,254
Miscellaneous	422,140
	<u>2,337,498</u>
Other expenses	
Compensation and fringe benefits	3,019,178
Taxes and licenses	1,547,435
Occupancy expenses	124,396
Other operating expenses	2,828,007
	<u>7,519,016</u>
Net income before income tax	5,549,172
Provision for income tax	1,346,752
NET INCOME FOR THE YEAR	<u><u>P 4,202,420</u></u>
Earnings per share	<u><u>P 24.01</u></u>

Certified Correct:


VENITA R. DY
Head, Accounting

Development Bank of the Philippines
Makati City
Statement of Condition (Unaudited)
As of December 31, 2016
(In thousand pesos)

Resources

Cash and other cash items	P 3,648,329
Due from Bangko Sentral ng Pilipinas	79,572,375
Due from other banks	8,573,178
Interbank loans receivable	5,435,951
Securities purchased under agreement to resell	39,692,457
Financial assets at fair value through profit or loss	10,824,688
Financial assets available for sale - net	70,924,461
Financial assets held to maturity - net	79,191,080
Loans and receivables - net	224,199,850
Bank premises, furniture, fixtures and equipment - net	2,894,058
Investment Property	1,367,868
Equity investment in subsidiaries - net	1,667,991
Equity investment in associates and joint venture - net	152,804
Non-current assets held for sale - net	137,946
Other assets - net	<u>7,827,517</u>
Total resources	P <u>536,110,553</u>

Liabilities and capital funds

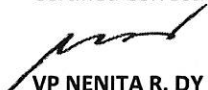
Liabilities

Deposits liabilities	P 356,242,441
Bills payable	
Official Development Assistance (ODA)	54,176,054
Non-ODA	<u>46,853,275</u>
	<u>101,029,329</u>
Bonds payable	14,876,888
Due to Bangko Sentral ng Pilipinas/other banks	1,634
Manager's checks and demand drafts outstanding	220,889
Accrued taxes, interests and expenses	4,380,839
Unsecured Subordinated Debt	9,990,837
Deferred credits and other liabilities	<u>4,994,728</u>
Total liabilities	<u>491,737,585</u>

Capital funds

Common stock, P100 par value (Authorized - 350 million shares, issued and outstanding - 125 million shares)	17,500,000
Other equity instrument - hybrid tier 1	0
Retained Earnings	28,523,453
Retained Earnings reserves	230,570
Accumulated other comprehensive income/(loss)	<u>(1,881,055)</u>
Total capital funds	<u>44,372,968</u>
Total liabilities and capital funds	P <u>536,110,553</u>

Certified Correct:


VP NENITA R. DY
Head, Accounting