

6 November 2018

**PHILIPPINE STOCK EXCHANGE, INC.**

3/F Tower One and Exchange Plaza  
Ayala Triangle, Ayala Avenue  
Makati City

Attention: **Mr. Jose Valeriano B. Zuño III**  
OIC, Head of Disclosure Department

**PHILIPPINE DEALING & EXCHANGE CORP.**

37/F, Tower 1, The Enterprise Center  
6766 Ayala Ave., cor. Paseo de Roxas, Makati City

Attention: **Ms. Paula Beatrice A. Bueno**  
OIC, Issuer Compliance and Disclosure Department (ICDD)

**Re: Quarterly Progress Report on the Application of Proceeds from BPI SRO**

Ladies and Gentlemen:

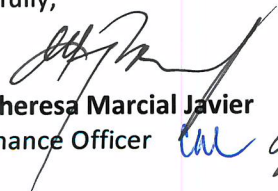
This is to submit our report on the application of net proceeds from the concluded BPI Stock Rights Offering.

|                                     |                    |
|-------------------------------------|--------------------|
| <b>Listing date on PSE</b>          | 4 May 2018         |
| <b>No. of common shares issued</b>  | 558,659,210        |
| <b>Issue price per common share</b> | P89.50             |
| <b>Gross Proceeds</b>               | P49,999,999,295.00 |
| <b>Net Proceeds</b>                 | P49,464,706,559.00 |

As of end-quarter September 2018, P8.1 billion of the net proceeds was deployed in consumer loans. On an interim basis, P2.6 billion was placed in Reverse Repurchase Agreement (RRP) with BSP, P2.2 billion in BSP term-deposit facility, P3.0 billion in BSP overnight-deposit facility, P10.4 billion to pay-down high cost time deposits, and the balance of P23.2 billion was deployed to corporate loans.

Thank you.

Respectfully,

  
**Maria Theresa Marcial Javier**  
Chief Finance Officer