



SECURITY BANK

Security Bank Centre, 6776 Ayala Avenue, Makati City
Tel. Nos.: +(632) 867-6788 / 888-78 / 88-791-78 • Website: www.securitybank.com

BALANCE SHEET (Head Office and Branches) As of June 30, 2015

ASSETS		Current Quarter	Previous Quarter
Cash and Cash Items	P	4,382,707,462.57	4,937,596,888.45
Due from Bangko Sentral ng Pilipinas		38,187,186,414.81	33,481,347,744.90
Due from Other Banks		12,248,754,819.34	25,271,805,300.89
Financial Assets at Fair Value through Profit or Loss		5,388,112,664.19	7,119,890,638.14
Available-for-Sale Financial Assets-Net		-	-
Held-to-Maturity Financial Assets-Net		160,865,861,846.47	126,138,394,276.35
Unquoted Debt Securities Classified as Loans-Net		2,237,086,546.81	2,217,737,162.17
Loans and Receivables-Net:		202,231,053,581.87	192,367,335,000.38
Interbank Loans Receivable		2,883,442,159.37	1,173,412,758.54
Loans and Receivables-Others		201,514,442,858.61	193,236,555,957.65
General Loan Loss Provision		2,166,831,436.11	2,042,634,715.81
Other Financial Assets		4,533,384,380.14	3,224,999,277.00
Equity Investment in Subsidiaries, Associates, and		-	-
Joint Ventures-Net		5,629,241,229.47	5,626,465,427.17
Bank Premises, Furniture, Fixture & Equipment-Net		2,428,799,698.04	2,439,953,907.89
Real and Other Properties Acquired-Net		462,808,684.15	452,976,658.82
Non-Current Assets Held for Sale		45,686,399.38	47,093,555.74
Other Assets-Net		3,825,925,603.30	13,504,245,665.38
TOTAL ASSETS	P	442,466,609,530.54	416,829,841,503.28

LIABILITIES		Current Quarter	Previous Quarter
Financial Liabilities at Fair Value through Profit or Loss	P	842,348,112.48	1,258,658,749.71
Deposit Liabilities		259,266,649,231.19	249,883,541,548.68
Bills Payable:		94,612,882,326.06	71,955,556,613.80
Interbank Loans Payable		31,735,963,162.25	19,591,351,446.72
Other Deposit Substitute		62,876,919,163.81	52,364,205,167.08
Others		-	-
Bonds Payable-Net		13,468,756,651.36	13,349,734,349.20
Unsecured Subordinated Debt-Net		9,936,158,336.13	9,934,808,224.99
Due to Bangko Sentral ng Pilipinas		-	28,384,340.37
Other Financial Liabilities		5,880,635,599.82	5,056,823,743.67
Other Liabilities		7,585,107,612.82	15,253,954,248.79
TOTAL LIABILITIES	P	391,592,537,069.86	366,721,461,819.21

STOCKHOLDERS' EQUITY		Current Quarter	Previous Quarter
Capital Stock	P	9,325,499,129.01	9,325,499,129.01
Other Capital Accounts		4,798,682,079.40	3,437,511,198.55
Retained Earnings		36,749,890,452.27	37,345,369,356.51
Minority Interest in Subsidiaries		-	-
TOTAL STOCKHOLDERS' EQUITY	P	50,874,071,660.68	50,108,379,684.07
TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY	P	442,466,609,530.54	416,829,841,503.28

CONTINGENT ACCOUNTS		Current Quarter	Previous Quarter
Performance Standby Letters of Credit	P	13,379,560,105.79	12,217,568,923.38
Commercial Letters of Credit		5,647,427,454.38	4,141,782,141.30
Trade Related Guarantees		5,986,144,593.46	7,317,321,154.83
Commitments		45,192,819,238.89	35,384,118,984.49
Spot Foreign Exchange Contracts		9,443,060,296.73	11,912,309,303.26
Trust Department Accounts:		41,133,261,062.25	39,239,356,260.90
Trust and Other Fiduciary Accounts		33,104,201,794.97	30,995,679,073.94
Agency Accounts		8,029,059,267.28	8,243,677,186.96
Derivatives		322,700,834,454.97	310,306,039,538.66
Others		2,091,238,246.47	2,535,438,519.27
TOTAL CONTINGENT ACCOUNTS	P	445,574,345,452.94	524,053,934,826.09

ADDITIONAL INFORMATION

1. Gross total loan portfolio (TLP)	P	205,544,942,250.30	195,674,523,780.33
2. Specific allowance for credit losses on the TLP		1,147,057,232.32	1,264,554,064.14
3. Non-Performing Loans (NPLs)			
a) Gross NPLs		1,362,633,210.54	1,408,759,419.03
b) Ratio of gross NPLs to gross TLP (%)		0.66	0.72
c) Net NPLs		215,575,978.22	144,205,354.89
d) Ratio of Net NPLs to gross TLP (%)		0.10	0.07
4. Classified Loans & Other Risk Assets, gross of allowance for credit losses		10,099,000,000.00	10,099,000,000.00
5. DOSRI Loans and receivables, gross of allowance for credit losses		825,440,776.70	831,875,588.62
6. Ratio of DOSRI loans and receivables, gross of allowance for credit losses, to gross TLP (%)		0.40	0.43
7. Gross non-performing DOSRI loans and receivables		-	-
8. Ratio of gross non-performing DOSRI loans and receivables to TLP (%)		-	-
9. Percent Compliance with Magna Carta (%)			
a) 8% for Micro and Small Enterprises		1.34	1.55
b) 2% for Medium Enterprises		8.50	9.80
10. Return on Equity (ROE) (%)		19.26	28.25
11. Capital Adequacy Ratio (CAR) on Solo Basis, as prescribed under existing regulations			
a) Total CAR (%)		15.47	16.19
b) Tier 1 Ratio (%)		12.00	12.53
c) Common Tier 1 Ratio (%)		12.00	12.53
12. Deferred Charges not yet Written Down		-	-
13. Unbooked Allowance for Credit Losses on Financial Instruments Received		-	-

REPUBLIC OF THE PHILIPPINES)
CITY OF MAKATI) s.s

We, Alfonso L. Salcedo, Jr. and Joselito E. Mape 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.) JOSELITO E. MAPE
Executive Vice President & CFO

(SGD.) ALFONSO L. SALCEDO, JR.
President & CEO

SUBSCRIBED AND SWORN TO BEFORE ME this 27th day of July, 2015 at City of Makati, affiants exhibiting their Passport No. EB9611845, issued at City of Manila on November 18, 2013 and Driver's License No. N04-76-070962, issued at City of Manila on November 14, 2014.

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Series of 2015

(SGD.) FELIPE I. ILEDAN, JR.
NOTARY PUBLIC
Until Dec. 31, 2016
PTR No. 3798094
12-11-2014; Manila

CONSOLIDATED BALANCE SHEET (Bank and Financial Subsidiaries) As of June 30, 2015

ASSETS		Current Quarter	Previous Quarter
Cash and Cash Items	P	4,382,707,462.57	4,937,596,888.45
Due from Bangko Sentral ng Pilipinas		39,033,905,410.05	35,099,059,036.34
Due from Other Banks		12,303,518,859.63	25,334,148,632.98
Financial Assets at Fair Value through Profit or Loss		5,389,302,883.61	7,041,042,727.83
Available-for-Sale Financial Assets-Net		54,487,257.60	56,341,536.00
Held-to-Maturity Financial Assets-Net		160,865,861,846.47	126,239,398,291.09
Unquoted Debt Securities Classified as Loans-Net		2,237,190,686.72	2,217,841,302.08
Loans and Receivables-Net:		202,683,397,671.94	192,927,114,846.05
Interbank Loans Receivable		2,883,442,159.37	1,173,412,758.54
Loans and Receivables-Others		201,974,189,717.27	193,803,601,177.30
General Loan Loss Provision		2,174,234,204.70	2,049,899,089.79
Other Financial Assets		4,533,302,573.32	3,225,005,349.43
Equity Investment in Subsidiaries, Associates, and		-	-
Joint Ventures-Net		1,357,197,085.43	1,366,470,924.22
Bank Premises, Furniture, Fixture & Equipment-Net		2,525,522,115.23	2,494,098,119.31
Real and Other Properties Acquired-Net		431,873,121.09	421,222,328.74
Non-Current Assets Held for Sale		45,686,399.38	47,093,555.74
Other Assets-Net		5,511,601,668.83	7,178,601,721.68
TOTAL ASSETS	P	441,355,554,441.87	408,585,035,259.94

LIABILITIES		Current Quarter	Previous Quarter
Financial Liabilities at Fair Value through Profit or Loss	P	842,348,112.48	1,258,658,749.71
Deposit Liabilities		257,985,435,666.21	247,842,605,510.78
Bills Payable:		94,612,882,326.06	72,043,556,613.80
Interbank Loans Payable		31,735,963,162.25	19,591,351,446.72
Other Deposit Substitute		62,876,919,163.81	52,364,205,167.08
Others		-	88,000,000.00
Bonds Payable-Net		13,468,756,651.36	13,349,734,349.20
Unsecured Subordinated Debt-Net		9,936,158,336.13	9,934,808,224.99
Due to Bangko Sentral ng Pilipinas		-	28,384,340.37
Other Financial Liabilities		5,904,239,092.61	5,117,865,296.29
Other Liabilities		7,792,688,526.52	8,920,663,809.27
TOTAL LIABILITIES	P	390,542,508,711.37	358,496,276,894.41

STOCKHOLDERS' EQUITY		Current Quarter	Previous Quarter
Capital Stock	P	9,293,622,162.25	9,293,622,162.25
Other Capital Accounts		4,776,891,826.92	3,457,049,473.07
Retained Earnings		36,732,357,328.22	37,327,836,232.46
Minority Interest in Subsidiaries		10,174,413.11	10,250,497.75
TOTAL STOCKHOLDERS' EQUITY	P	50,813,045,730.50	50,088,758,365.53
TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY	P	441,355,554,441.87	408,585,035,259.94

CONTINGENT ACCOUNTS		Current Quarter	Previous Quarter
Performance Standby Letters of Credit	P	13,379,560,105.79	12,217,568,923.38
Commercial Letters of Credit		5,647,427,454.38	4,141,782,141.30
Trade Related Guarantees		5,986,144,593.46	7,317,321,154.83
Commitments		51,622,381,186.51	41,580,579,625.86
Spot Foreign Exchange Contracts		9,443,060,296.73	11,912,309,303.26
Trust Department Accounts:		41,133,261,062.25	39,239,356,260.90
Trust and Other Fiduciary Accounts		33,104,201,794.97	30,995,679,073.94
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Derivatives		322,700,834,454.97	310,306,039,538.66
Others		2,091,238,246.47	2,535,438,519.27
TOTAL CONTINGENT ACCOUNTS	P	452,003,907,400.56	530,250,395,467.46

ADDITIONAL INFORMATION

1. List of Bank's Financial Subsidiaries:			
a) SB Cards Corporation			
b) SB Forex, Incorporated			
c) SB Capital Investment Corporation			
d) Landlink Property Investments (SPV-AMC), Inc.			
e) Security Bank Savings Corporation			
2. Capital Adequacy Ratio (CAR) on Consolidated Basis, as prescribed under existing regulations			
a) Total CAR (%)		16.46	17.47
b) Tier 1 Ratio (%)		13.04	13.76
c) Common Equity Tier 1 Ratio (%)		13.04	13.76

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We, Alfonso L. Salcedo, Jr. and Joselito E. Mape 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.

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Member of the Philippine Deposit Insurance Corporation. Maximum Deposit Insurance for Each Depositor P500,000.00