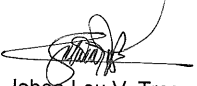


Philippine Postal Savings Bank, Inc.
 Postalbank Center, Liwasang Bonifacio, 1000 Manila
 Statement of Income and Expenses - **BANKWIDE**
 As of September 30, 2017

INCOME & EXPENSE ACCOUNTS	<u>30-Sep-17</u>	<u>30-Sep-16</u>	Increase(decrease)
Interest Income (schedule 4)	340,112,882.42	457,588,162.69	(117,475,280.27)
Interest Expense	101,220,539.73	110,519,795.73	(9,299,256.00)
Provision for Losses on Accrued Interest Income from FA	15,787.46	6,768,166.69	(6,752,379.23)
Net Interest Income	238,876,555.23	340,300,200.27	(101,423,645.04)
Non-Interest Income(Loss)	46,880,126.70	69,769,112.48	(22,888,985.78)
Fees and commission Income	19,032,600.56	20,658,709.27	(1,626,108.71)
Gains/(Losses) on Financial Assets & Liab. Held for Trading	152,940.57	2,041,278.37	(1,888,337.80)
Foreign Exchange Profit (Loss)	321,636.05	(49,180.88)	370,816.93
Gains from Sale/Redemption/Derecognition of Non-Trading Financial Assets and Liabilities	-	5,898,334.12	(5,898,334.12)
Gains from Sale/Derecognition of Non-Financial Assets	124,533.13	4,416,741.22	(4,292,208.09)
Other Income (Schedule 5)	27,248,416.39	36,803,230.38	(9,554,813.99)
Non-Interest Expense	347,132,242.25	361,872,657.90	(14,740,415.65)
Compensation and Fringe Benefits (Schedule 6)	156,203,304.16	162,250,925.25	(6,047,621.09)
Taxes and Licenses	17,522,804.39	23,921,975.36	(6,399,170.97)
Fees and Commissions	1,396,030.90	2,173,944.00	(777,913.10)
Other Administrative Expenses (Schedule 7)	148,476,644.12	152,183,112.07	(3,706,467.95)
Depreciation/Amortization	20,891,410.77	20,702,499.20	188,911.57
Provision	18,338.26	296,395.64	(278,057.38)
Impairment Loss	2,623,709.65	343,806.38	2,279,903.27
(Losses)/Recoveries on Financial Assets:	29,024,600.44	46,737,315.44	(17,712,715.00)
Bad Debts Written Off	-	-	-
Provisions for credit losses	29,584,081.92	47,219,294.56	(17,635,212.64)
Recovery on Charged-Off Assets	(559,481.48)	(481,979.12)	(77,502.36)
Net Profit (Loss) before Income tax	(90,400,160.76)	1,459,339.41	(91,859,500.17)
Provision for Income tax	-	3,985,521.57	(3,985,521.57)
NET PROFIT	(90,400,160.76)	(2,526,182.16)	(87,873,978.60)


Prepared by:


 Jobee Lou V. Trogon
 Accounting Assistant

Checked By:


 Ardellio N. Galang
 Head - Acctg Dept.

Approved by:


 Patria P. Madrio
 Vice President

Schedule 4 - Interest Income

Due from BSP	27,345,954.82	28,291,005.19	(945,050.37)
Due from Other Banks	11,565,024.28	19,231,960.72	(7,666,936.44)
Financial Assets Held for Trading	1,046,784.34	1,235,138.85	(188,354.51)
Financial Assets Available for Sale	10,921,471.27	3,421,634.52	7,499,836.75
Financial Assets Held to Maturity	-	-	-
Financial Assets Unquoted Debt Securities	1,893,653.85	2,083,413.07	(189,759.22)
Interbank Call Loans Receivable	(136,000.38)	-	(136,000.38)
Loans and Receivables	280,228,868.20	399,730,140.78	(119,501,272.58)
Loans & Receivables arising from RACA/PRSLBT	5,250,038.02	792,756.50	4,457,281.52
Sales Contract Receivable	1,997,041.42	2,801,919.65	(804,878.23)
Others	46.60	193.41	(146.81)
Total	<u>340,112,882.42</u>	<u>457,588,162.69</u>	<u>(117,475,280.27)</u>

Schedule 5 - Other Income

Rental - Safety Deposit Boxes	4,766.92	13,360.00	(8,593.08)
Rental - Bank Premises and Equipment	-	641.00	(641.00)
Miscellaneous Income	27,243,649.47	36,789,229.38	(9,545,579.91)
Total	<u>27,248,416.39</u>	<u>36,803,230.38</u>	<u>(9,554,813.99)</u>

Schedule 6 - Compensation/Fringe Benefits

Salaries and wages	104,335,194.23	105,583,148.47	(1,247,954.24)
Fringe Benefits	37,354,413.35	39,002,105.37	(1,647,692.02)
SSS, PHIC, ECC & HDMF Contributions	6,171,170.00	6,093,773.50	77,396.50
Directors Fees	3,054,100.00	3,828,000.00	(773,900.00)
Medical, Dental and Hospitalization	5,288,426.58	7,743,897.91	(2,455,471.33)
Total	<u>156,203,304.16</u>	<u>162,250,925.25</u>	<u>(6,047,621.09)</u>

Rent	24,183,601.62	24,467,579.40	(283,977.78)
Insurance	16,797,365.05	21,409,350.75	(4,611,985.70)
Management & Other Professional Fees	9,572,119.17	11,576,909.53	(2,004,790.36)
Representation & Entertainment	7,287,473.68	8,343,557.60	(1,056,083.92)
Travelling	3,959,890.41	5,402,549.40	(1,442,658.99)
Power, Light and Water	8,313,457.65	8,377,818.81	(64,361.16)
Postage, Telephone, Cable and Telegram	3,502,036.86	3,623,668.62	(121,631.76)
Repairs and Maintenance	3,485,637.71	4,168,364.79	(682,727.08)
Security, Clerical, Mess. & Janitorial Services	14,509,061.33	14,581,107.70	(72,046.37)
Information Technology	12,764,722.47	21,578,426.58	(8,813,704.11)
Supervision Fees	2,476,498.02	2,273,784.02	202,714.00
Fuels and Lubricants	1,224,862.03	1,283,402.59	(58,540.56)
Advertising and Publicity	160,450.50	263,293.00	(102,842.50)
Membership fees and dues	554,176.52	1,089,124.53	(534,948.01)
Donations and Charitable Contributions	9,400.00	55,639.00	(46,239.00)
Periodicals and Magazines	86,937.00	89,520.00	(2,583.00)
Documentary Stamps Used	10,633,746.51	10,666,112.06	(32,365.55)
Stationery and Supplies Used	4,473,394.54	4,403,690.28	69,704.26
Fines, Penalties and Other Charges	134,039.79	428,055.81	(294,016.02)
Litigation Expense	23,991,360.46	7,523,579.59	16,467,780.87
Others	356,412.80	577,578.01	(221,165.21)
Total	<u>148,476,644.12</u>	<u>152,183,112.07</u>	<u>(15,801,710.13)</u>