

COVER SHEET

SEC Registration Number

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Company Name

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Principal Office (No./Street/Barangay/City/Town/Province)

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CONTACT PERSON INFORMATION

The designated contact person **MUST** be an Officer of the Corporation

Name of Contact Person

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Email Address

M	L	C	a	y	a	b	@	e	a	s	t	w	e	s	t	b	a	n	k	e	r	.	c	o	m
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Telephone Number/s

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Mobile Number

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Form Type

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Department requiring the report

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Secondary License Type, If Applicable

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No. of Stockholders

1	0	4
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Annual Meeting  
Month/Day

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Fiscal Year  
Month/Day

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To be accomplished by SEC Personnel concerned

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Document ID

Cashier

STAMPS

**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 : **June 30, 2025**
2. Commission Identification Number : **AS094-002733**
3. BIR Tax Identification Number : **003-921-057-000**
4. Exact name of issuer as specified in its charter : **EAST WEST BANKING  
CORPORATION**
5. Province, country or other jurisdiction of  
incorporation or organization : **PHILIPPINES**
6. Industry Classification Code :  (SEC Use Only)
7. Address of issuer's principal office : **The Beaufort, 5<sup>th</sup> Avenue, Corner  
23<sup>rd</sup> St. Fort Bonifacio Global City,  
Taguig City  
Postal Code 1634**
8. Issuer's telephone number, including area code : **+632 8575 3888 Extension 3304**
9. Former name, former address and former fiscal  
year, if changed since last report : **N/A**
10. Securities registered pursuant to Sections 8 and 12 of the Code, or Sections 4 and 8 of the  
RSA

Title of each Class : Common Stock

Number of shares of Stock : 2,249,975,411 shares as of June 30, 2025

11. Are any or all of the securities listed on a Stock Exchange?

Yes [☒] No [☐]

**The company was listed in the Philippine Stock Exchange on May 7, 2012.**

If yes, state the name of such Stock Exchange and the classes of securities listed therein:

Name of exchange : **Philippine Stock Exchange**  
Class of securities : **Common Shares**

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 twelve (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 past ninety (90) days.

Yes [☒]      No [☐]

## PART I – FINANCIAL INFORMATION

- Item 1. **Management's Discussion & Analysis of Consolidated Financial Position and Result of Operations** - Annex 1

Item 2. **Financial Statements**

Attached are the following:

- Interim Consolidated Statements of Financial Position - Annex 2
- Interim Consolidated Statements of Income - Annex 3 (page 1 of 2)
- Interim Consolidated Statements of Comprehensive Income - Annex 3 (page 2 of 2)
- Interim Consolidated Statements of Changes in Equity - Annex 4
- Interim Consolidated Statements of Cash Flows - Annex 5
- General Notes to Interim Consolidated Financial Statements - Annex 6

- Item 3. **Financial Indicators** - Annex 7

- Item 4. **Aging of Loans and Receivables** - Annex 8

## PART II – OTHER INFORMATION

### I. Control of Registrant

The following stockholders own more than 5% of the total outstanding number of shares issued as of June 30, 2025:

Name of Stockholder	Number of Shares Held	Percent of Total of Number of Shares Issued
Filinvest Development Corporation	900,136,017	40.0%
FDC Forex Corporation	851,517,164	37.8%
PCD Nominee Corporation*	466,437,781	20.7%

*\*As of June 30, 2025, none among the stockholders under the PCD Nominee Corporation holds 5% of more of the Bank's securities.*

### II. Pending Legal Proceedings

The Group is involved in various legal proceedings in connection with the ordinary course of its business. The Group believes that these cases will not have a material adverse effect on its financial position.

### III. Board Resolutions


There are no material disclosures that have not been reported under SEC Form 17-C during the period covered by this report.

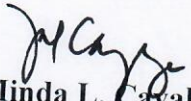
## SIGNATURE

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 thereunto duly authorized.

**East West Banking Corporation**  
Issuer

By:

  
**Daniel L. Ang Tan Chai**  
Chief Finance Officer

  
**Minda L. Cayabyab**  
Financial Controller

August 13, 2025

**SUBSCRIBED AND SWORN** to before me this AUG 13 2025 day of 2025 affiants exhibiting to me his/their proof of identification, as follows:

NAMES	PROOF OF IDENTIFICATION	DATE OF ISSUE	PLACE OF ISSUE
DANIEL L. ANG TAN CHAI		Feb 20, 2019	DFA Manila
MINDA L. CAYABYAB		Dec 21, 2022	DFA Manila

  
**JAQUELYN MAE O. FLORES**  
NOTARY PUBLIC FOR TAGUIG CITY  
Exemption No. 89 (2020-2025) until December 31, 2025.  
MCLE Compliance VII No. (N/A) - Admitted: May 14, 2022  
Office Address: 6th flr., EastWest Banking Corp.,  
The Beaufort, 5th Ave. cor. 23rd St., BGC, Taguig City  
Roll No. 79107/ABP No. 487639/PTF No. 10465198/ Makati City/01-02-2021

Notary Public

**"DOCUMENTARY STAMP TAX PAID"**

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(OR SERIAL NUMBER)

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DOC. NO. 315  
PAGE NO. 63  
BOOK NO. XXIV  
2025

**EAST WEST BANKING CORPORATION**  
**SEC FORM 17 - Q**  
**FOR THE PERIOD ENDED JUNE 30, 2025**

**ITEM 1 - Management's Discussion & Analysis of Consolidated Financial Position and Results of Operations**

**Material Changes in Financial Statements Accounts**

**Consolidated Financial Position**

*As of June 30, 2025 (Unaudited) and December 31, 2024 (Audited)*

The Group's unaudited consolidated total assets stood at ₱537.6 billion, higher by ₱12.9 billion or 2% compared with ₱524.7 billion as of December 31, 2024. The following are major changes under assets:

Cash and Other Cash Items declined by 27% at ₱2.5 billion, primarily due to the timing of cash requirements of the stores. Due from BSP decreased by ₱8.0 billion or 29% due to funding of investment securities purchased for the period. Due from Other Banks increased by ₱270.0 million or 5% due to the net movements in the balances maintained with various local and foreign banks. Interbank Loans Receivable and Securities Purchased under Resale Agreements was reduced to nil, while the balance as of December 31, 2024 amounting to ₱763.6 million fully matured.

Please refer to the quarter-end consolidated statements of cash flows for more information on cash and cash equivalents.

Total investment securities, consisting of Financial Assets at Fair Value Through Profit or Loss (FVPL), Financial Assets at Fair Value Through Other Comprehensive Income (FVOCI) and Investment Securities at Amortized Cost, represented 23.8% and 22.9% of the Group's total assets as of June 30, 2025, and December 31, 2024, respectively, went up by ₱7.7 billion or 6.4%. The increase was due to the combined growth in the portfolios of FVPL and FVOCI. FVPL securities increased by ₱6.3 billion or 68% from ₱9.2 billion to 15.4 billion. FVOCI securities increased by ₱3.0 billion or 10% from ₱29.0 billion to ₱32.0 billion. The increases in both FVOCI and FVPL portfolios were attributable to net purchases made during the period. Meanwhile, Investments Securities at Amortized Cost declined by ₱1.5 billion on account of maturity amounting to ₱250.0 million and premium amortization.

Loans and Receivables accounted for 65% of the Group's total consolidated assets as of June 30, 2025, reflecting an increase of ₱15.0 billion or 4%, mainly driven by growth in Credit card (₱11.2 billion), Auto loans (₱5.0 billion), Teachers' loans (₱1.6 billion), Personal loans (₱1.5 billion). These increases were offset by declines in Corporate Loans (₱1.9 billion), Accounts Receivable – Others (₱1.7 billion), and net of higher provision for loans (₱1.7 billion).

Investment Properties grew by 9% due to additional foreclosed properties from mortgaged loans. Deferred Tax Asset went up by 17% to ₱4.7 billion versus ₱4.1 billion as of December 31, 2024

due to higher tax benefit from allowance for impairment and credit losses. Other assets increased by ₱526.5 million or 10%.

The Group's consolidated total liabilities were ₱461.8 billion as of June 30, 2025, slightly higher by ₱10.2 billion or 2% compared with December 31, 2024 balances. Major changes in liabilities are as follows:

Deposit Liabilities represented 89% and 86% of the consolidated total liabilities as of June 30, 2025 and December 31, 2024, respectively, wherein, Demand and Savings deposits accounted for 37% and 42% of the Group's total deposits as of June 30, 2025 and December 31, 2024, respectively. Time deposits increased by 19% from ₱74.2 billion to ₱88.2 billion. Dollar deposits growth was both due to increase in volume and foreign exchange revaluation.

Bills and Acceptance Payables decreased by 37% to ₱25.2 billion due to the lower volume of repurchase agreements, Interbank borrowings from BSP – OLF (Overnight Lending Facility) and other banks.

Accrued Taxes, Interest, and Other expenses increased by 5% to ₱5.2 billion mainly from the accrual of advertising expenses and higher accrued interest payable on time deposit.

Income Tax Payable amounted to 881.4 million as of June 30, 2025, representing tax accrual for the second quarter 2025. This is 681.0 million higher than the year-end balance, mainly due to application of tax credits and quarterly payments made as of December 31, 2024.

Other Liabilities decreased by 16% or ₱2.0 billion from ₱13.1 billion to ₱11.1 billion, mainly from lower outstanding checks from consumer loan releases and Mastercard settlement, mainly due to timing of payments.

Total Equity stood at ₱75.8 billion, ₱2.7 billion higher than December 31, 2024 level of ₱73.1 billion, attributed to the net income for the period ended June 30, 2025 amounting to ₱4.1 billion.

The Bank paid on May 31, 2025 to all stockholders of record as of May 13, 2025 cash dividend amounting to 1.5 billion.

## **Consolidated Results of Operations**

### ***For the three-months ended June 30, 2025 (Unaudited) and June 30, 2024 (Unaudited)***

The Group registered a consolidated net income of ₱2.3 billion for the three months ended June 30, 2025, 28.5% or ₱509.7 million higher than the ₱1.8 billion recorded on the same period last year.

Interest income went up by ₱1.7 billion or 15.6%, largely attributable to higher volume of loans and receivables by ₱1.4 billion mainly contributed by Credit Cards (₱943.2 million), Personal Loans (₱246.6 million) and Auto Loans (₱186.7 million). Interest income from investment securities also increased, driven by a ₱193.4 million rise in interest income from FVOCI and Investment Securities at Amortized Cost, and an ₱81.9 million increase from FVPL securities. Meanwhile, Interest Income on Deposit with BSP and Other Banks increased by ₱22.1 million.

Interest Expense increased by ₱243.1 million or 13.31% mainly due to the expansion in our time deposit portfolio.

Other Income improved by 25.7% or ₱468.5 million from ₱1.8 billion to ₱2.3 billion mainly from higher Service Fees and Commission Income, Foreign Exchange Gain and Miscellaneous Income.

Service Fees and Commission Income increased to ₱1.7 billion, 26.9 higher than the ₱1.4 billion recorded same period last year due to higher loan and deposit-related fees and charges.

The Group reported a lower Trading and Securities loss of ₱51.4 million for the three months ended June 30, 2025, primarily due to mark-to-market losses on FVPL securities. Foreign Exchange gains rose increased to ₱91.8 million for the three months ended June 30, 2025, up from ₱55.4 million in the same period last year for the three-month ended June 30, 2024. The increase was attributed to higher volume of foreign exchange transactions during the period.

The Group posted a net gain on foreclosure and sale on assets amounting to ₱99.6 million for the three months ended June 30, 2025 compared to ₱199.6 million gains for the same period last year.

Trust income increased to ₱35.8 million for the three months ended June 30, 2025, representing an 8.27% growth compared to ₱33.0 million in the same period last year.

Miscellaneous income was higher by 25.6% to ₱77.5 million due mainly to higher recoveries from written off assets

Operating expenses, excluding Provision for Impairment and Credit Losses, increased by 10.3% from ₱5.8 billion to ₱6.4 billion driven mainly by technology, manpower and higher taxes such as Gross Receipt Tax (GRT) and Documentary Stamp Tax (DST) from increased transaction volumes.

Compensation and Fringe Benefits amounted to ₱2.3 billion, higher by ₱228.5 million on account of increased headcount and normal annual payroll and benefit increases.

Taxes and Licenses went up by ₱83.7 million or 10.5% from ₱799.7 million to ₱883.4 million due to higher GRT.

Depreciation and amortization expenses decreased by ₱13.5 million or 13.1% to ₱615 million for the three-month ended June 30, 2025 from ₱628.6 million recorded in the same period last year. The decline was primarily due to lower depreciation charges on from repossessed vehicles.

Rent expense was recorded at ₱63.0 million. Miscellaneous Expenses increased by ₱328.7 million to ₱2.5 billion versus 2.1 billion for the same period last year due to increases on Advertising, Brokerage Fees, Insurance, and Courier/Telephone Expenses. For the three months ended June 30, 2025, the Group set aside ₱3.1 billion in Provision for Impairment and Credit Losses, ₱771.8 million higher compared to same period last year on account of loan portfolio growth.



EastWest Banking Corporation reported a share in net loss from its investment in East West Ageas Life Insurance Corporation (EWAL) amounting to ₱8.0 million for the three months ended June 30, 2025.

***For the six-month ended June 30, 2025, and June 30, 2024 (Unaudited)***

The Group registered a consolidated net income of ₱4.1 billion as of June 30, 2025, 18.5% or ₱645.6 million higher than the ₱3.5 billion recorded on the same period last year.

Interest income went up by ₱3.3 billion or 15.6%, for the six months ended June 30, 2025, largely driven by a higher volume of loans and receivables, which contributed ₱2.6 billion in additional interest income. The key contributors were: Credit Cards (₱1.6 billion), Personal Loans (₱472.3 million), Auto Loans (₱225.6 million) and other consumer loans (₱324.1 million). Interest Income on Investments also expanded, supported by Interest Income on FVOCI and Investment Securities at Amortized Cost by ₱427.6 million, Interest Income on FVPL securities by ₱150.3 million and Interest Income on deposit with banks and others by ₱44.1 million.

Interest expense rose by ₱712.6 million or 17.0% primarily due to a ₱580.0 million increase in interest expense on Deposit Liabilities and a ₱130.7 million increase in Interest Expense on Bills and Acceptances Payable and SSURA. Both increases were driven by higher funding volume and elevated cost of funds during the period. Other Income improved by 25.4% which amounted to ₱931.7 million, from ₱3.7 billion, from ₱4.6 billion mainly attributable to higher Service Fees and Commission Income, Foreign Exchange Gain, and Trust Income. Service Fees and Commission Income increased to ₱3.5 billion, 29% higher than the ₱2.7 billion recorded in the same period last year. This was driven by higher loan and deposit-related fees and charges.

The Group reflected Trading and Securities Loss amounting to ₱68.0 million for the six months ended June 30, 2025 primarily due to mark-to-market losses on FVPL securities. This reflects a significant improvement compared to the ₱191.4 million trading loss recorded in the same period last year.

The Group posted a Net Gain on Asset Foreclosure and Dacion Transactions and Sale on Assets amounting to ₱53.7 million for the six months ended June 30, 2025 compared to ₱342.0 million gains in the same period last year.

Operating Expenses, excluding provision for impairment and credit losses, increased by 9.3% from ₱11.6 billion to ₱12.7 billion driven mainly by technology, manpower, and higher taxes such GRT and DST resulting from increased transaction volumes.

Compensation and Fringe Benefits amounted to ₱4.6 billion higher by ₱427.5 million on account of increased headcount and normal annual payroll and benefit increases.

Taxes and Licenses went up by ₱238.3 million or 15.8% from ₱1.5 billion to ₱1.7 billion due to higher GRT and DST on account of increased volume from both loans and deposits.

Depreciation and amortization expenses went up by ₱97. million or 64.6% to ₱1.3 billion for the six-month ended June 30, 2025 from ₱1.2 billion recorded in the same period last year. The rise

was mainly due to increased depreciation charges from computer equipment and repossessed vehicles.

Rent expense was recorded at ₱150.9 million. Miscellaneous Expenses increased by ₱371.1 million to ₱4.9 billion compared to ₱4.5 billion in the same period last year due to increases on Advertising, Brokerage Fees, Insurance, Securities & Messengerial, and Courier/Telephone Expenses. For the six months ended June 30, 2025, the Group set aside ₱6.1 billion in provision for impairment and credit losses, ₱1.6 billion higher compared to same period last year on account of loan portfolio growth. East West Banking Corporation also reported share in net income from its investment in EWAL, amounting to a net loss of ₱33.2 million, lower than last year's share in net income of ₱162.8 million.

#### **Known trends, demands, commitments, events or uncertainties**

There are no known demands, commitments, events or uncertainties that will have a material impact on the Group's liquidity within the next twelve (12) months.

#### **Events that will trigger direct or contingent financial obligation**

There are no events that will trigger direct or contingent financial obligation that is material to the Group, including any default or acceleration of an obligation.

#### **Material off-balance sheet transactions, arrangements or obligations**

There are no material off-balance sheet transactions, arrangements, obligations (including contingent obligations), and other relationships of the Group with unsolicited entities or other persons created during the reporting period other than those disclosed in the financial statements.

#### **Capital Expenditures**

The Group has commitments for capital expenditures mainly for implementation of information technology projects. These are not expected to significantly affect the Group's cash or liquidity position.

#### **Significant Elements of Income or Loss**

Significant elements of the consolidated net income of the Group for the three (3) months ended and six (6) months ended June 30, 2025, and 2024 came from its continuing operations.

#### **Seasonal Aspects**

There are no seasonal aspects that had a material effect on the Group's financial condition and results of operations.

#### **Other Information:**

As of June 30, 2025, EastWest Bank has a total of 381 stores, with 203 of these stores in Metro Manila. For the rest of the country, the Bank has 100 stores in other parts of Luzon, 40 branches in Visayas, and 38 stores in Mindanao. The total ATM network is 547, composed of 465 on-site ATMs and 82 off-site ATMs. Total headcount of EastWest is 6,803.

The Bank's subsidiaries have a total of 76 stores and 1,766 officers/staff, bringing the Group's store network total to 457 with 547 ATMs and a combined manpower complement of 8,569.

# EAST WEST BANKING CORPORATION AND SUBSIDIARIES

## **Interim Consolidated Financial Statements**

As of June 30, 2025 (Unaudited) and December 31, 2024 (Audited)  
and for the six months ended June 30, 2025 and June 30, 2024 (Unaudited)

**EAST WEST BANKING CORPORATION AND SUBSIDIARIES**  
**INTERIM CONSOLIDATED STATEMENTS OF FINANCIAL POSITION**  
*(Amounts in Thousands)*

	June 30, 2025	December 31, 2024
	Unaudited	Audited
<b>ASSETS</b>		
Cash and Other Cash Items	₱6,857,308	₱9,358,931
Due from Bangko Sentral ng Pilipinas	19,341,249	27,361,439
Due from Other Banks	4,966,413	4,749,339
Interbank Loans Receivables	-	763,554
Financial Assets at Fair Value Through Profit or Loss (FVPL) (Note 6)	15,436,046	9,257,015
Financial Assets at Fair Value Through Other Comprehensive Income (FVOCI) (Note 6)	31,981,909	29,004,906
Investment Securities at Amortized Cost (Note 6)	80,425,637	81,922,750
Loans and Receivables (Note 7)	351,408,924	336,410,619
Investment in a Joint Venture	1,079,450	1,125,395
Property and Equipment	7,135,660	7,400,080
Investment Properties	1,269,160	1,161,268
Deferred Tax Assets	4,759,639	4,085,435
Goodwill and Other Intangible Assets	7,320,829	7,083,804
Other Assets	5,662,555	5,053,313
<b>TOTAL ASSETS</b>	<b>₱537,644,779</b>	<b>₱524,737,848</b>
<b>LIABILITIES AND EQUITY</b>		
<b>LIABILITIES</b>		
<b>Deposit Liabilities</b>		
Demand	₱151,355,602	₱148,025,795
Savings	173,066,681	164,197,890
Time	88,178,162	74,175,348
	<b>412,600,445</b>	<b>386,399,033</b>
Bills and Acceptances Payable	25,170,816	40,117,180
Accrued Taxes, Interest and Other Expenses	5,196,206	4,963,908
Cashier's Checks and Demand Draft Payable	902,961	744,511
Income Tax Payable	881,457	200,466
Lease Liability (Note 8)	5,962,282	6,076,170
Designated Financial Liabilities at FVPL	52,105	58,832
Other Liabilities	11,075,232	13,110,721
<b>TOTAL LIABILITIES</b>	<b>461,841,504</b>	<b>451,670,821</b>
<b>EQUITY ATTRIBUTABLE TO EQUITY HOLDERS OF THE PARENT COMPANY</b>		
Common Stock (Note 14)	22,499,754	22,499,754
Additional Paid-in Capital	5,065,059	5,065,059
Surplus Reserves	985,131	985,131
Surplus	49,429,310	46,825,873
Unrealized Loss on Financial Assets at FVOCI	(1,556,448)	(1,552,738)
Remeasurement Gains (Losses) on Retirement Plans	(513,063)	(513,063)
Cumulative Translation Adjustment	(106,468)	(242,989)
<b>TOTAL EQUITY</b>	<b>75,803,275</b>	<b>73,067,027</b>
<b>TOTAL LIABILITIES AND EQUITY</b>	<b>₱537,644,779</b>	<b>₱524,737,848</b>

*See accompanying Notes to Unaudited Interim Financial Statements.*

**EAST WEST BANKING CORPORATION AND SUBSIDIARIES**

**INTERIM CONSOLIDATED STATEMENTS OF INCOME**

(Amounts in Thousands, Except earnings per share)

	June 30 (Unaudited)			
	2025	2024	2025	2024
	For the three months ended	For the three months ended	For the six months ended	For the six months ended
<b>INTEREST INCOME</b>				
Loans and receivables	₱10,649,396	₱9,272,894	₱20,730,799	₱18,100,004
Financial assets at fair value through other comprehensive income and investment securities at amortized cost	1,434,273	1,240,856	2,819,168	2,391,595
Financial assets at fair value through profit or loss	206,108	124,204	362,042	211,771
Due from BSP and other banks and interbank loans receivables and securities purchased under resale agreement	87,343	65,205	171,731	127,594
	12,377,120	10,703,159	24,083,740	20,830,964
<b>INTEREST EXPENSE</b>				
Deposit liabilities	2,068,897	1,825,818	3,930,227	3,350,266
Bills and acceptances payable and SSURA, bonds payable, subordinated debt and other borrowings	296,396	308,927	756,785	626,104
Lease liability	101,936	101,242	206,600	204,648
	2,467,229	2,235,987	4,893,612	4,181,018
<b>NET INTEREST INCOME</b>	9,909,891	8,467,172	19,190,128	16,649,946
<b>OTHER INCOME</b>				
Service charges, fees and commissions	1,737,862	1,369,973	3,470,974	2,690,013
Trading and securities gain (loss)	(51,446)	(135,329)	(67,960)	(191,422)
Foreign exchange gain	91,797	55,405	279,799	198,386
Gain (loss) on sale of asset and foreclosure	99,635	199,582	53,689	341,982
Trust Income	35,808	33,072	71,146	66,070
Miscellaneous	380,397	302,859	794,936	565,869
<b>TOTAL OPERATING INCOME</b>	12,203,944	10,292,734	23,792,712	20,320,844
<b>OPERATING EXPENSES</b>				
Compensation and fringe benefits	2,342,332	2,113,862	4,618,929	4,191,415
Provision for impairment and credit losses	3,105,950	2,334,199	6,074,832	4,504,459
Taxes and licenses	883,461	799,733	1,746,773	1,508,503
Depreciation and amortization	544,433	568,401	1,090,507	1,061,837
Amortization of intangible assets	70,604	60,164	178,579	110,292
Rent	63,022	96,690	150,925	209,371
Miscellaneous	2,467,050	2,138,350	4,879,580	4,508,443
<b>TOTAL OPERATING EXPENSES</b>	9,476,852	8,111,399	18,740,125	16,094,320
<b>INCOME BEFORE SHARE IN NET INCOME OF JOINT VENTURE</b>	2,727,092	2,181,335	5,052,587	4,226,524
<b>SHARE IN NET LOSS OF A JOINT VENTURE</b>	(7,978)	54,910	(33,160)	162,823
<b>INCOME BEFORE INCOME TAX</b>	2,719,114	2,236,245	5,019,427	4,389,347
<b>PROVISION FOR INCOME TAX</b>	421,928	448,758	886,005	901,545
<b>NET INCOME</b>	₱2,297,186	1,787,487	₱4,133,422	₱3,487,802
<b>ATTRIBUTABLE TO:</b>				
Equity holders of the Parent Company	₱2,297,186	1,787,487	₱4,133,422	₱3,487,802
Non-controlling interest	-	-	-	-
<b>NET INCOME</b>	2,297,186	1,787,487	₱4,133,422	₱3,487,802
Basic Earnings Per Share Attributable to Equity Holders of the Parent Company	₱1.02	₱0.79	₱1.84	₱1.55
Diluted Earnings Per Share Attributable to Equity Holders of the Parent Company	₱1.02	₱0.79	₱1.84	₱1.55

See accompanying Notes to Unaudited Interim Financial Statements

**EAST WEST BANKING CORPORATION AND SUBSIDIARIES**

**INTERIM STATEMENTS OF COMPREHENSIVE INCOME**

(Amounts in Thousands of Philippine Peso)

(Unaudited)				
June 30				
	2025	2024	2025	2024
	For the three months ended	For the three months ended	For the six months ended	For the six months ended
<b>NET INCOME FOR THE PERIOD</b>	<b>₱2,297,184</b>	<b>₱1,787,487</b>	<b>₱4,133,420</b>	<b>₱3,487,802</b>
<b>OTHER COMPREHENSIVE INCOME</b>				
Change in remeasurement loss of retirement liability	—	—	—	767
Share in changes in net unrealized gain on equity securities at FVOCI of a joint venture	(15,357)	3,124	(12,785)	6,111
Change in net unrealized gain (loss) on debt securities at FVOCI	(117,451)	(198,536)	9,075	(351,085)
Cumulative translation adjustment	97,132	(96,090)	136,520	(123,358)
<b>TOTAL OTHER COMPREHENSIVE INCOME (LOSS)</b>	<b>(35,676)</b>	<b>(291,502)</b>	<b>132,810</b>	<b>(467,565)</b>
<b>TOTAL COMPREHENSIVE INCOME</b>	<b>2,261,508</b>	<b>1,495,985</b>	<b>4,266,230</b>	<b>3,020,237</b>
<b>ATTRIBUTABLE TO:</b>				
Equity holders of the Parent Company	<b>₱2,261,508</b>	<b>₱1,495,985</b>	<b>₱4,266,230</b>	<b>₱3,020,237</b>
Non-controlling interest	—	—	—	—
<b>TOTAL COMPREHENSIVE INCOME</b>	<b>₱2,261,508</b>	<b>₱1,495,985</b>	<b>₱4,266,230</b>	<b>₱3,020,237</b>

See accompanying Notes to Unaudited Interim Financial Statements.

**EAST WEST BANKING CORPORATION AND SUBSIDIARIES**  
**INTERIM CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY**  
*(Amounts in Thousands of Philippines Peso)*

(Unaudited)								
For the six months ended June 30, 2025								
Equity Attributable to Equity Holders of the Parent Company								
	Common Stock	Additional Paid-in Capital	Surplus Reserves	Surplus	Net Unrealized Gains (Losses) on Financial Assets at FVTOCI	Remeasurement Gains (Losses) on Retirement Plan	Cumulative Translation Adjustment	Total Equity
Balances at January 1, 2025	₱22,499,754	₱5,065,059	₱985,131	₱46,825,873	(₱1,552,738)	(₱513,063)	(₱242,989)	₱73,067,027
Net Income	—	—	—	4,133,420	—	—	—	4,133,420
Other Comprehensive Income	—	—	—	—	(3,710)	—	136,520	132,810
Total Comprehensive Income	—	—	—	4,133,420	(3,710)	—	136,520	4,266,230
Cash dividends paid	—	—	—	(1,529,983)	—	—	—	(1,529,983)
Balances at June 30, 2025	₱22,499,754	₱5,065,059	₱985,131	₱49,429,310	(₱1,556,448)	(₱513,063)	(₱106,469)	₱75,803,274

For the six months ended June 30, 2024								
Equity Attributable to Equity Holders of the Parent Company								
	Common Stock	Additional Paid-in Capital	Surplus Reserves	Surplus	Net Unrealized Gain on Financial Assets at FVOCI	Remeasurement Gains (Losses) on Retirement Plan	Cumulative Translation Adjustment	Total Equity
Balances at January 1, 2024	₱22,499,754	₱5,065,059	₱971,415	₱40,447,009	(₱1,155,498)	(₱479,447)	(₱173,130)	₱67,175,162
Net Income	–	–	–	3,487,802	–	–	–	3,487,802
Other Comprehensive Income	–	–	–	–	(344,974)	767	(123,358)	(467,565)
Total comprehensive income (loss)	–	–	–	3,487,802	(344,974)	767	(123,358)	3,020,237
Cash paid	–	–	–	(1,214,986)	–	–	–	(1,214,986)
Balances at June 30, 2024	₱22,499,754	₱5,065,059	₱971,415	₱42,719,825	(₱1,500,472)	(₱478,680)	(₱296,488)	₱68,980,413



**EAST WEST BANKING CORPORATION AND SUBSIDIARIES**  
**INTERIM CONSOLIDATED STATEMENTS OF CASH FLOWS**  
*(Amounts in Thousands of Philippine Peso)*

	<b>(Unaudited)</b>	
	<b>For the six months ended June 30</b>	
	<b>2025</b>	<b>2024</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Income before income tax	<b>₱5,019,425</b>	<b>₱4,389,347</b>
Adjustments for:		
Provision for credit and impairment losses	<b>6,074,832</b>	4,504,459
Depreciation and amortization	<b>1,090,507</b>	1,061,837
Loss (gain) on sale and foreclosure of assets	<b>(53,689)</b>	(341,982)
Share in net loss (income) of joint venture	<b>33,160</b>	(162,823)
Amortization of intangible assets	<b>178,579</b>	110,292
Amortization of premium / (discount) on financial assets at fair value through other comprehensive income and investment securities at amortized cost	<b>44,133</b>	39,989
Unrealized foreign exchange gains/losses on financial assets at fair value through profit or loss	<b>(251,269)</b>	(216,458)
Accretion of lease liability	<b>206,600</b>	204,649
Changes in operating assets and liabilities:		
Decrease (increase) in:		
Financial assets at FVPL	<b>(6,261,770)</b>	(5,203,172)
Loans and receivables	<b>(23,356,566)</b>	(24,549,187)
Other assets	<b>(1,848,878)</b>	(846,918)
Increase (decrease) in:		
Deposit liabilities	<b>24,781,258</b>	10,772,970
Accrued taxes, interest and other expenses	<b>232,298</b>	215,543
Cashier's checks and demand draft payable	<b>158,450</b>	34,360
Designated Financial Liabilities at FVPL	<b>52,105</b>	—
Other liabilities	<b>(2,094,321)</b>	(2,891,771)
Net cash generated from (used in) operations	<b>4,004,855</b>	(12,878,865)
Income taxes paid	<b>(873,814)</b>	(917,915)
Net cash provided in operating activities	<b>3,131,041</b>	(13,796)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Proceeds from sale/maturity of:		
Investment properties and other repossessed assets	<b>3,366,680</b>	2,979,634
Proceeds from maturity of investment securities at amortized cost	<b>250,000</b>	2,097,673
Property and equipment	<b>13,182</b>	8,580
Financial assets at FVOCI	<b>3,669,841</b>	18,374
Acquisitions of:		
Financial asset at FVOCI	<b>(3,763,404)</b>	(7,762,917)
Property and equipment	<b>(246,301)</b>	(509,514)
Capitalized software	<b>(415,604)</b>	(128,747)
Net cash used in investing activities	<b>2,874,394</b>	(3,296,918)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Proceeds from bills and acceptances payable	<b>193,861,496</b>	130,467,960
Payment from bills and acceptances payable	<b>(208,807,861)</b>	(113,109,524)
Payment on lease liability	<b>(597,379)</b>	(582,225)
Dividends paid	<b>(1,529,983)</b>	(1,214,985)
Net cash provided by financing activities	<b>(17,073,727)</b>	15,561,225
<b>NET DECREASE IN CASH AND CASH EQUIVALENTS</b>	<b>(11,068,291)</b>	(1,532,473)

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**CASH AND CASH EQUIVALENTS AT BEGINNING  
OF YEAR**

Cash and other cash items	<b>9,358,931</b>	9,370,138
Due from Bangko Sentral ng Pilipinas	<b>27,361,439</b>	16,171,987
Due from other banks	<b>4,749,339</b>	2,469,290
Interbank Loans Receivable	<b>763,554</b>	16,441,418
	<b>42,233,263</b>	44,452,833

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**CASH AND CASH EQUIVALENTS AT END OF YEAR**

Cash and other cash items	<b>6,857,308</b>	7,194,544
Due from Bangko Sentral ng Pilipinas	<b>19,341,249</b>	30,666,331
Due from other banks	<b>4,966,413</b>	2,849,270
Interbank Loans Receivable	<b>–</b>	1,961,204
	<b>31,164,970</b>	42,671,349

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**OPERATIONAL CASH FLOWS FROM INTEREST**

Interest received	<b>24,608,015</b>	20,906,448
Interest paid	<b>4,698,231</b>	3,478,569
Dividends received	<b>–</b>	631

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*See accompanying Notes to Unaudited Interim Financial Statements.*

**EAST WEST BANKING CORPORATION AND SUBSIDIARIES****GENERAL NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS****1. Corporate Information**

East West Banking Corporation (EW or the Bank or the Parent Company) is a domestic universal bank which was registered with the SEC on March 22, 1994. With the effectivity of Section 11 of Republic Act (RA) No. 1132, otherwise known as the “Revised Corporation Code of the Philippines” on February 23, 2019, corporations existing before its enactment are deemed to have perpetual term. Accordingly, the Parent Company’s corporate term is considered perpetual.

The Bank was granted authority by the Bangko Sentral ng Pilipinas (BSP) to operate as a commercial bank and operate an expanded foreign currency deposit unit in 1994. Subsequently in 2012, the Parent Company was authorized by the BSP to operate as a universal bank. The Parent Company’s common shares were listed and commenced trading in the Philippine Stock Exchange (PSE) on May 7, 2012.

As of June 30, 2025, the Parent Company is effectively 77.85%, owned by Filinvest Development Corporation (FDC). The Parent Company’s ultimate parent company is A.L. Gotianun, Inc. The Parent Company’s head office is located at East West Corporate Center, The Beaufort, 5th Avenue corner 23rd Street, Fort Bonifacio Global City, Taguig City.

Through its network of 457 branches as of June 30, 2025, the Bank and its subsidiaries (the Group) provide a wide range of financial services to consumer and corporate clients, which includes deposit-taking, loan and trade finance, treasury, trust services, credit cards, cash management, custodial services, insurance services and leasing and finance.

**2. Material Accounting Policy Information****Basis of Presentation**

The accompanying financial statements have been prepared on a historical cost basis except for financial assets at fair value through profit or loss (FVPL), financial assets at fair value through other comprehensive income (FVOCI) and derivative financial instruments that have been measured at fair value. The financial statements are presented in Philippine peso (₱) and all values are rounded to the nearest thousand except when otherwise indicated.

The financial statements of the Parent Company include the accounts maintained in the Regular Banking Unit (RBU) and Foreign Currency Deposit Unit (FCDU). The functional currency of the RBU and the FCDU is the Philippine peso and United States dollar (USD), respectively. For financial reporting purposes, FCDU accounts and foreign currency-denominated accounts in the RBU are translated into their equivalents in Philippine peso, which is the Parent Company’s presentation currency (accounting policy on Foreign Currency Transactions and Translation). The financial statements individually prepared for these units are combined after eliminating inter-unit accounts.

The functional currency of all subsidiaries and the joint venture is the Philippine peso.

### Statement of Compliance

The accompanying financial statements have been prepared in compliance with Philippine Financial Reporting Standards (PFRS) Accounting Standards.

### Presentation of Financial Statements

The Group presents its statement of financial position broadly in order of liquidity. An analysis regarding recovery or settlement within 12 months after the statement of financial position date (current) and more than 12 months after the statement of financial position date (non-current).

### Basis of Consolidation

The financial statements of the subsidiaries are prepared for the same reporting period as the Parent Company using consistent accounting policies. The following are the wholly owned subsidiaries of the Parent Company as of March 31, 2025:

	Principal Activities
East West Rural Bank, Inc. (EWRB)	Consumer banking
East West Insurance Brokerage, Inc. (EWIB)	Non-life insurance brokerage
Quest Marketing and Integrated Services, Inc. (Q iMIS)	Sales and marketing
Assurance Solutions Insurance Agency (ASIA)*	General insurance and marketing
East West Leasing and Finance Corporation (EWLFC)*	Finance and leasing

\* Non-operational since 2017

All significant intra-group balances, transactions, income and expenses and profits and losses resulting from intra-group transactions are eliminated in the consolidated financial statements.

The subsidiaries are fully consolidated from the date of acquisition, being the date on which the Parent Company obtains control and continues to be consolidated until the date when control ceases. Control is achieved when the Parent Company is exposed, or has rights, to variable return from its involvement with an entity and has the ability to affect those returns through its power over the entity. The Parent Company has power over the entity when it has existing rights that give it the current ability to direct relevant activities (i.e., activities that significantly affect the entity's returns). Consolidation of subsidiaries ceases when control is transferred out of the Parent Company. The results of subsidiaries acquired or disposed of during the period are included in the consolidated statement of income from the date of acquisition or up to the date of disposal, as appropriate.

### Changes in Accounting Policies and Disclosures

The accounting policies adopted are consistent with those of the previous financial year, except for the adoption of new standards effective in 2025. The Group has not early adopted any standard, interpretation or amendment that has been issued but is not yet effective.

Unless otherwise indicated, adoption of these new standards did not have an impact on the consolidated financial statements of the Group.

- Amendments to PAS 1, *Classification of Liabilities as Current or Non-current*  
The amendments clarify:

- That only covenants with which an entity must comply on or before reporting date will affect a liability's classification as current or non-current.
  - That classification is unaffected by the likelihood that an entity will exercise its deferral right.
  - That only if an embedded derivative in a convertible liability is itself an equity instrument would the terms of a liability not impact its classification.
- Amendments to PFRS 16, *Lease Liability in a Sale and Leaseback*  
The amendments specify how a seller-lessee measures the lease liability arising in a sale and leaseback transaction in a way that it does not recognize any amount of the gain or loss that relates to the right of use retained.
  - Amendments to PAS 7 and PFRS 7, *Disclosures: Supplier Finance Arrangements*  
The amendments specify disclosure requirements to enhance the current requirements, which are intended to assist users of financial statements in understanding the effects of supplier finance arrangements on an entity's liabilities, cash flows and exposure to liquidity risk.

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### 3. Financial Risk Management

The risk exposure of the Parent Company and its subsidiary (the Group) in credit, market, interest rate, and liquidity remain contained within its risk limits and adequately covered by its available capital.

Specifically, notable risk exposures, where most emanate from the Parent Company, as of the end of first quarter of 2025 in the following areas are summarized below.

- Credit risk: Potential risk is well within regulatory capital as gleaned from the following indicators.
  - Credit quality of portfolio remains at a composite rating of 'Acceptable' for its corporate portfolio, 'Standard' grade for most of its consumer portfolio, and its non-tradable investment portfolio at 'BBB' composite rating.
  - Loan portfolio security profile is less around 40% secured given the proportion of consumer lending business. For the portfolio of products that normally require collateral, the Bank remains healthy at more than 75% secured.
  - No credit concentration in size, borrower, and industry as defined by BSP and internal risk policies.
- Market risk: The Group's Value-at-Risk (VaR) is within its internal Market Risk Limit and well covered by its Market Risk Capital under Basel rules. VaR from potential adverse movements of interest rates and foreign exchange rates are around 3.4% and 3.6% of the total position for the Trading and Banking Book, respectively.
- Interest rate risk: The Group's Earnings-at-Risk (EaR) is within its internal limit. The Group's EaR that may arise from adverse interest rate movements may reduce the Net Income (NI) and Net Interest Income (NII) by around 12% and 3%, respectively. The Group's Delta Economic Value of Equity (EVE) for various yield curve movement scenarios are generally within the Basel suggested soft limit of 15% of Common Equity Tier 1 (CET1) Ratio.

- **Liquidity risk:** The Group maintains a generally strong liquidity position with positive cash flows. In addition, ample funding sources are available if required. All regulatory and internal risk limits are consistently complied with.

The Group maintains a robust Qualifying Capital level of approximately P65 billion. This results in a capital ratio that meet regulatory minimum requirements and ensures sufficient coverage for the Group's risk exposures.

Thus, the Group's risk management policies remain generally the same as in 2024. The Group's 2024 audited financial statements discuss in detail its risk exposures and its related policies.

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#### 4. Fair Value Measurement

The Group has assets and liabilities in the consolidated and Parent Company statements of financial position that are measured at fair value on a recurring and non-recurring basis after initial recognition. Recurring fair value measurements are those that another PFRS requires or permits to be recognized on the statements of financial position at the end of the year. These include financial assets and liabilities at FVPL and Financial assets at FVOCI.

The methods and assumptions used by the Group in estimating the fair values of the financial instruments are:

*Cash and other cash items, due from BSP and other banks, Interbank loans receivables and SPURA and accrued interest receivables* – The carrying amounts approximate their fair values in view of the relatively short-term maturities of these instruments.

*Debt securities* - Fair values are generally based on quoted market prices. If the market prices are not readily available, fair values are estimated using the discounted cash flow methodology.

*Equity securities* - Fair values of quoted equity securities are based on quoted market prices.

*Derivative instruments (presented as other financial assets and liabilities in 'Other assets' and 'Other liabilities')* - Fair values of derivative instruments, mainly currency forwards and swaps and interest rate swaps, are valued using a valuation technique using market observable inputs. The valuation technique applied includes forward pricing and swap models using present value calculations. The models incorporate various inputs including foreign exchange spot and forward rates, yield curves of the respective currencies and interest rate curves prevailing at the statement of financial position date. For futures, these are valued considering the prevailing futures prices on the exchange as of the statement of financial position date.

*Receivable from customers and unquoted debt securities classified as loans* - Fair values of loans and receivables are estimated using the discounted cash flow methodology, using the Group's current incremental lending rates for similar types of loans and receivables.

*Accounts receivable, sales contract receivable and other financial assets included in other assets* – quoted market prices are not readily available for these assets. These are reported at cost and are not significant in relation to the Group's total portfolio of securities

*Investment properties* – Fair value of investment properties are determined by independent or in-house appraisers using the market data approach. Valuations were derived on the basis of recent sales of similar properties in the same area as the investment properties and taking into account the economic conditions prevailing at the time the valuations were made, and comparability of similar properties sold with the property being valued.

*Deposit liabilities (demand, savings and time)* – For demand and savings deposit, carrying amounts approximate fair values considering that these are due and demandable. Fair value of time deposit liabilities is estimated using the discounted cash flow methodology using the Group's incremental borrowing rates for similar borrowing with maturities consistent with those for the liabilities being valued.

*LTNCDs and subordinated debt* - Fair values of LTNCD and subordinated debt are estimated using adjusted quoted market prices of comparable investments. The adjustments on market quoted prices are unobservable inputs.

*Bonds Payable* – Fair value of Bonds Payable are measured using the Present Value (PV) of the computed cash flows by the PV factor.

*Lease Liabilities* – Fair value of lease liabilities are measured using the Bloomberg valuation (Bval) rate as of the reporting period plus the spread which is the derived difference between the actual market rate and the BVal rate.

*Bills and acceptances payable, cashier's checks and demand draft payable* – Carrying amounts approximate fair values due to the short-term nature of the accounts.

*Other financial liabilities included in 'Other liabilities'* – Quoted market prices are not readily available for these liabilities. These are reported at cost and are not significant in relation to the Group's total portfolio.

The following table provides the fair value hierarchy of the Group's consolidated assets and liabilities measured at fair value and those for which fair values are required to be disclosed as of June 30, 2025 and December 31, 2024 as follows:

June 30, 2025 (Unaudited)					
Fair Value					
	Carrying Value	Fair Value	Quoted Prices in active market (Level 1)	Significant observable inputs (Level 2)	Significant unobservable inputs (Level 3)
<b>Assets measured at fair value</b>					
<b>Financial assets</b>					
Financial assets at FVPL:					
Government securities	P15,345,217	P15,345,217	P12,777,649	P2,567,567	P –
Equity securities	10,213	10,213	–	–	10,213
Derivative assets	80,616	80,616	–	80,616	–
	15,436,046	15,436,046	12,777,649	2,648,183	10,213
Financial assets at FVOCI:					
Government securities	24,825,700	24,825,700	23,037,657	1,788,043	–
Private bonds	7,141,141	7,141,141	7,141,141	–	–
Equity securities	15,068	15,068	–	–	15,068
	31,981,909	31,981,909	30,178,798	1,788,043	15,068
	47,417,955	47,417,955	42,956,447	4,436,226	25,281
<b>Assets for which fair values are disclosed</b>					
<b>Financial assets</b>					
Investment securities at amortized cost:					
Government securities	78,685,171	72,451,559	57,657,791	14,793,768	–
Private bonds	1,740,466	1,779,223	1,779,223	–	–
	80,425,637	74,230,782	59,437,014	14,793,768	–
Loans and receivables					
Receivable from customers:					
Corporate lending	53,442,426	55,585,157	–	–	55,585,157
Consumer lending	288,170,821	325,322,458	–	–	325,322,458
Other receivables	9,795,677	11,362,683	–	–	11,362,683
	351,408,924	392,270,298	–	–	392,270,298
Other financial assets	663,503	663,503	–	–	663,503
<b>Non-financial assets</b>					
Investment properties	1,269,160	3,020,236	–	–	3,020,236
	P481,185,179	P517,602,774	P102,393,461	P19,229,994	P395,979,318
<b>Financial liabilities</b>					
Designated Financial Liabilities at FVPL:					
Derivative liabilities	52,105	52,105	–	52,105	–
<b>Liabilities for which fair values are disclosed</b>					
<b>Financial liabilities</b>					
Deposit liabilities					
Demand	151,355,602	151,355,602	–	–	151,355,602
Savings	173,066,681	173,066,681	–	–	173,066,681
Time	88,178,162	89,192,763	–	–	89,192,763
	412,600,445	413,615,046	–	–	413,615,046
Lease liability	5,962,282	5,859,032	–	–	5,859,032
Accrued Interest Payable	792,546	792,546	–	–	792,546
Other financial liabilities	663,503	663,503	–	–	663,503
Bills and acceptances payable and SSURA	25,170,816	25,170,816	–	–	25,170,816
	P445,241,697	P446,153,048	–	P52,105	P446,100,943



Consolidated					
31-Dec-24					
Fair Value					
	Carrying Value	Total Fair Value	Quoted Prices in active market (Level 1)	Significant observable inputs (Level 2)	Significant unobservable inputs (Level 3)
Assets measured at fair value					
<u>Financial assets</u>					
Financial assets at FVPL:					
Government securities	₹9,163,963	₹9,163,963	₹6,068,835	₹3,095,128	–
Equity securities	10,313	10,313	–	–	10,313
	9,174,276	9,174,276	6,068,835	3,095,128	10,313
Derivative assets*	83,133	83,133	–	83,133	–
Financial assets at FVOCI:					
Government securities	21,762,658	21,762,658	19,914,916	1,847,742	–
Private bonds	7,227,180	7,227,180	7,227,180	–	–
Equity Securities	15,068	15,068	–	–	15,068
	29,004,906	29,004,906	27,142,096	1,847,742	15,068
	38,262,315	38,262,315	33,210,931	5,026,003	25,381
Assets for which fair values are disclosed					
<u>Financial assets</u>					
Investment securities at amortized cost:					
Government securities	80,137,670	73,471,550	73,471,550	–	–
Private bonds	1,785,080	1,814,434	1,814,434	–	–
	81,922,750	75,285,984	75,285,984	–	–
Loans and receivables					
Receivable from customers:					
Corporate lending	58,393,719	60,407,467	–	–	60,407,467
Consumer lending	265,994,538	299,537,284	–	–	299,537,284
Other receivables	12,022,362	13,585,843	–	–	13,585,843
	336,410,619	373,530,594	–	–	373,530,594
Other financial assets*	617,366	617,366	–	–	617,366
<u>Non-financial assets</u>					
Investment properties	1,161,268	2,830,680	–	–	2,830,680
	₹458,374,318	₹490,526,939	₹108,496,915	₹5,026,003	₹377,004,021
<u>Financial liabilities</u>					
Derivative liabilities**	59,230	59,230	–	59,230	–
Liabilities for which fair values are disclosed					
<u>Financial liabilities</u>					
Deposit liabilities					
Demand	148,025,795	148,025,795	–	–	148,025,795
Savings	164,197,890	164,197,890	–	–	164,197,890
Time	74,175,348	74,996,985	–	–	74,996,985
	386,399,033	387,220,670	–	–	387,220,670
Lease liability	6,076,170	6,081,553	–	–	6,081,553
Accrued interest payable	838,707	838,707	–	–	838,707
Other financial liabilities	10,742,348	10,742,348	–	–	10,742,348
Bills and acceptances payable and SSURA	40,117,180	40,117,180	–	–	40,117,180
	₹444,232,668	₹445,059,688	₹–	₹59,230	₹445,000,45

\*Presented under 'Other Assets'

\*\*Presented under 'Other Liabilities'

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## 5. Segment Reporting

The Group's main operating businesses are organized and managed primarily according to the current organizational structure. Each segment represents a strategic business unit that caters to the Group's identified markets. The Group's business segments are:

- (a) *Retail banking* - this segment mainly covers traditional branch banking products and services such as deposits, back-to-back/emerging market loans and other over-the-counter (OTC) transactions. It likewise caters to the needs of high net-worth clients for alternative investment channels. It includes entire transaction processing, service delivery and infrastructure consisting of the Group's network of branches, automated teller machines as well as its internet banking platform;
- (b) *Corporate banking* - this segment handles lending and trade financing for both large corporations and middle market clients;
- (c) *Consumer banking* - this segment primarily caters to loans for individuals; and
- (d) *Treasury and Trust* - this segment consists of Treasury and Trust operations of the Group. Treasury focuses on providing money market, trading and treasury services, as well as the management of the Group's funding operations through debt securities, placements and acceptances with other banks. Trust includes fund management, investment management services, custodianship, administration and collateral agency services, and stock and transfer agency services. In addition, the Parent Company through Trust, provides retail customers with alternative investment opportunities through its unit investment fund products.

Management monitors the operating results of its business units separately for the purpose of making decisions about resource allocation and performance assessment. Segment assets are those operating assets employed by a segment in its operating activities and are either directly attributable to the segment or can be allocated to the segment on a reasonable basis. Segment liabilities are those operating liabilities that result from the operating activities of a segment and are either directly attributable to the segment or can be allocated to the segment on a reasonable basis. Interest income is reported net, as management primarily relies on the net interest income as performance measure, not the gross income and expense.

The Group's revenue-producing assets are located in the Philippines (i.e., one geographical location); therefore, geographical segment information is no longer presented. The Group has no significant customers which contribute 10.00% or more of the consolidated revenue, net of interest expense.

The segment results include internal transfer pricing adjustments across business units as deemed appropriate by management. Transactions between segments are conducted at estimated market rates on an arm's length basis. Interest is charged/credited to the business units based on a pool rate which approximates the marginal cost of funds.

Segment information of the Group as of and for the Six Months Ended June 30, 2025 follow (in thousands):

	Retail Banking	Corporate Banking	Consumer Banking	Treasury & Trust	Elimination Items	Total Bankwide
<b>Statement of Income</b>						
Net Interest Income						
Third Party	₱5,880,068	₱87,367	₱10,091,004	(₱274,102)	₱3,405,791	₱19,190,128
Intersegment	-	1,564,336	-	704,942	(2,269,278)	-
	5,880,068	1,651,703	10,091,004	430,840	1,136,513	19,190,128
Non-interest Income	1,013,599	42,595	3,599,920	119,272	(205,961)	4,569,425
Revenue - Net of Interest Expense	6,893,667	1,694,298	13,690,924	550,112	930,552	23,759,553
Non-interest Expense	(4,876,839)	(578,554)	(12,103,304)	(570,978)	(610,451)	(18,740,126)
Income Before Income Tax	2,016,828	1,115,744	1,587,620	(20,866)	320,101	5,019,427
Provision for Income Tax	(735,397)	(278,936)	284,812	15,396	(171,880)	(886,005)
Net Income for the Period	₱1,281,431	₱836,808	₱1,872,432	(₱5,470)	₱148,221	₱4,133,422
<b>Statement of Financial Position</b>						
Total Assets	36,050,354		299,538,599	56,535,720	123,577,268	537,644,779
Total Liabilities	389,070,835	608,652	76,902,495	80,362,183	(85,102,661)	461,841,504
Other Segment Information						
Depreciation and Amortization	545,707	20,804	494,213	37,835	170,528	1,269,086
Provision for Credit and						
Impairment Losses	1,647	(1,377)	5,841,109	(2,112)	235,566	6,074,832

Segment information of the Group as of and for the Six Months Ended June 30, 2024 follow (in thousands):

	Retail Banking	Corporate Banking	Consumer Banking	Treasury & Trust	Elimination Items	Total Bank-wide
<b>Statement of Income</b>						
Net Interest Income						
Third Party	₱5,376,782	₱165,282	₱8,892,149	(₱232,674)	₱2,448,406	₱16,649,946
Intersegment	-	1,352,958	-	511,831	(1,864,789)	-
	5,376,782	1,518,240	8,892,149	279,157	583,617	16,649,946
Non-interest Income	774,136	48,256	3,024,077	(3,977)	(8,769)	3,833,722
Revenue - Net of Interest Expense	6,150,918	1,566,495	11,916,226	275,179	574,848	20,483,667
Non-interest Expense	(4,456,615)	(548,974)	(9,919,103)	(506,452)	(663,175)	(16,094,320)
Income Before Income Tax	1,694,303	1,017,521	1,997,123	(231,273)	(88,327)	4,389,347
Provision for Income Tax	(609,170)	(254,380)	8,131	66,334	(112,460)	(901,545)
Net Income for the Period	₱1,085,133	₱763,141	₱2,005,254	(₱164,939)	(₱200,788)	₱3,487,802
<b>Statement of Financial Position</b>						
Total Assets	41,967,004	21,603,247	273,484,435	49,667,747	108,870,796	495,593,230
Total Liabilities		770,104	74,377,865	73,590,687	(67,424,310)	426,612,817
Other Segment Information						
Depreciation and Amortization	531,614	15,012	506,576	26,131	92,796	1,172,130
Provision for Credit and						
Impairment Losses	5,524	(24,185)	4,226,744	(2,693)	299,068	4,504,459

The 'Executive & Elimination Items' includes the Group's executive office and elimination items related to the Group's segment reporting framework.

Non-interest income consists of service charges, fees and commissions, gain on sale of assets, gain (loss) on asset foreclosure and dacion transactions, trading and securities gain (loss), gain on sale of investment securities at amortized cost, foreign exchange gain, trust income, share in net loss of a joint venture and miscellaneous income. The share in net loss of a joint venture has been presented as part of the elimination items in the Group's segment reporting

framework. Non-interest expense consists of compensation and fringe benefits, taxes and licenses, depreciation and amortization, rent, amortization of intangible assets, provision for impairment and credit losses, and miscellaneous expenses.

## 6. Trading and Investment Securities

The Group and the Parent Company have the following trading and investment securities:

	<b>30-June-25</b>	31-Dec-24
	<b>(Unaudited)</b>	(Audited)
Financial assets at FVPL	<b>₱15,436,046</b>	₱9,257,015
Financial assets at FVOCI	<b>31,981,909</b>	29,004,906
Investment securities at amortized cost	<b>80,425,637</b>	81,922,750
	<b>₱127,843,592</b>	₱120,184,671

### *Financial assets at FVPL*

Financial assets at FVPL of the Group and of the Parent Company consist of:

	<b>30-June-25</b>	31-Dec-24
	<b>(Unaudited)</b>	(Audited)
Government securities	<b>₱15,345,217</b>	₱9,163,963
Equity securities	<b>10,213</b>	10,313
Derivative assets	<b>80,616</b>	82,739
	<b>₱15,436,046</b>	₱9,257,015

In the second quarter of 2025 and 2024, the yield rates range from 5.16% to 9.85% and 3.60% to 10.35% respectively.

### *Financial assets at FVOCI*

Financial assets at FVOCI of the Group and of the Parent Company consists of:

	<b>30-Jun-25</b>	31-Dec-24
	<b>(Unaudited)</b>	(Audited)
Government debt securities	<b>₱24,825,700</b>	₱21,762,658
Private bonds	<b>7,141,141</b>	7,227,180
Private equity securities	<b>15,068</b>	15,068
	<b>₱31,981,909</b>	₱29,004,906

In the second quarter of 2025 and 2024, the interest rates of financial assets at FVOCI range from 3.09% to 6.55% and 0.13% to 6.87% respectively.

*Investment securities at amortized cost*

Investment securities at amortized cost of the Group and of the Parent Company consist of:

	<b>30-Jun-25</b>	31-Dec-24
	<b>(Unaudited)</b>	(Audited)
Government securities	<b>₱78,695,692</b>	₱80,148,154
Private bonds	<b>1,741,120</b>	1,785,732
Carrying value, gross of allowance for impairment losses	<b>80,436,812</b>	81,933,886
Allowance for impairment losses	<b>(11,175)</b>	(11,136)
	<b>₱80,425,637</b>	₱81,922,750

Peso-denominated government bonds have effective interest rates ranging from 4.96% to 7.98% and 4.96% to 7.98% in the second quarter of 2025 and 2024. Foreign currency-denominated government and private bonds have effective interest rates ranging from 4.38% to 7.76% in 2025 and 2024 respectively.

Interest Income on Trading and Investment Securities

This account consists of:

	<b>30-Jun-25</b>	30-Jun-24
	<b>(Unaudited)</b>	(Unaudited)
Financial assets at FVPL	<b>₱362,042</b>	₱211,771
Financial assets at FVOCI	<b>777,159</b>	505,513
Investment securities at amortized cost	<b>2,042,009</b>	1,886,082
	<b>₱3,181,210</b>	₱2,603,366

Trading and Securities Gains (Losses)

Trading and securities gains (losses) of the Group and of the Parent Company consists of:

	<b>30-Jun-25</b>	30-Jun-24
	<b>(Unaudited)</b>	(Unaudited)
Financial assets at FVPL	<b>(₱72,919)</b>	(₱173,976)
Financial assets at FVOCI	<b>5,336</b>	–
US Treasury futures	<b>(382)</b>	(17,446)
Interest rate swap	<b>5</b>	–
	<b>(₱67,960)</b>	(₱191,422)

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## 7. Loans and Receivables

Loans and receivables consist of:

	<b>Consolidated</b>	
	<b>30-Jun-25</b> <b>(Unaudited)</b>	<b>31-Dec-24</b> <b>(Audited)</b>
Receivables from customers:		
Corporate lending*	<b>₱ 55,067,312</b>	₱59,956,968
Consumer lending	<b>290,461,880</b>	266,851,317
	<b>345,529,192</b>	326,808,285
Unamortized premium	<b>7,692,971</b>	7,497,247
	<b>353,222,163</b>	334,305,532
Other receivables:		
Accrued interest receivable	<b>5,084,748</b>	5,564,890
Other Loans and receivable	<b>6,191,046</b>	7,921,879
Sales contracts receivable	<b>86,889</b>	99,074
	<b>11,362,683</b>	13,585,843
	<b>364,584,846</b>	347,891,375
Allowance for credit and impairment losses	<b>(13,175,922)</b>	(11,480,756)
	<b>₱351,408,924</b>	₱336,410,619

*\*Include Corporate loans, Branch loans and Emerging enterprise loans*

Interest income on loans and receivables consist of:

	<b>For the Six Months Ended June 30</b>	
	<b>2025</b> <b>(Unaudited)</b>	<b>2024</b> <b>(Unaudited)</b>
Receivables from customers	<b>₱20,730,799</b>	₱18,100,004

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## 8. Leases

The Group leases several premises occupied by its head office and branches. Some leases are subject to annual escalation of 5.00% to 10.00% and for periods ranging from 5 to 15 years, renewable upon mutual agreement of both parties.

Shown below is the Group's maturity analysis of the undiscounted lease payments as of June 30, 2025 and December 31, 2024, as required by PFRS 16:

	<b>30-Jun-25</b>	<b>31-Dec-24</b>
Within one year	<b>₱291,976</b>	₱1,154,826
After one year but not more than five years	<b>4,197,582</b>	4,133,536
More than five years	<b>7,369,175</b>	4,860,827
	<b>₱11,858,733</b>	₱10,149,189

Set out below is the Group's carrying amount of lease liabilities and the movements during the nine months ended June 30, 2025 and 2024:

	June 30, 2025	June 30, 2024
Balance at beginning of the year	<b>₱6,076,170</b>	₱6,073,341
Additions/Adjustments	<b>276,891</b>	240,063
Payments and terminations	<b>(597,379)</b>	(582,226)
Accretion of interest	<b>206,600</b>	204,649
Balance at end of period	<b>₱5,962,282</b>	₱5,935,827

In the second quarter of 2025 and 2024, the interest expense on lease liabilities of the Group (included in 'Interest expense' in the statements of income) amounted to ₱206.60 million and ₱204.65 million, respectively. Rent expense from short-term leases and leases of low-value assets of the Group amounted to ₱150.93 million and ₱209.37 million for the six-month June 30, 2025 and 2024, respectively.

In the second quarter of 2025 and 2024, the Group's rental income amounted to ₱30.49 million and ₱29.32 million, respectively. As of June 30, 2025, and 2024, the Group has no contingent rental income.

## 9. Maturity Analysis of Assets and Liabilities

The following tables show an analysis of the Group's assets and liabilities analyzed according to whether they are expected to be recovered or settled within one year and beyond one year from the statement of financial position date:

	Consolidated					
	June 30, 2025 (Unaudited)			December 31, 2024 (Audited)		
	Less than 12 months	Over 12 months	Total	Less than 12 months	Over 12 months	Total
<b>Financial assets:</b>						
Cash and other cash items	<b>₱6,857,308</b>	<b>₱—</b>	<b>₱6,857,308</b>	₱9,358,931	<b>₱—</b>	₱9,358,931
Due from BSP	<b>19,341,249</b>	<b>—</b>	<b>19,341,249</b>	27,361,439	<b>—</b>	27,361,439
Due from other banks – gross	<b>4,967,153</b>	<b>—</b>	<b>4,967,153</b>	4,750,666	<b>—</b>	4,750,666
Interbank loans receivables and SPURA	<b>—</b>	<b>—</b>	<b>—</b>	763,554	<b>—</b>	763,554
Financial assets at FVPL (Note 6)	<b>15,436,046</b>	<b>—</b>	<b>15,436,046</b>	9,257,015	<b>—</b>	9,257,015
Financial assets at FVOCI (Note 6)	<b>31,981,909</b>	<b>—</b>	<b>31,981,909</b>	29,004,906	<b>—</b>	29,004,906
Investment securities at amortized cost – gross (Note 6)	<b>—</b>	<b>81,652,358</b>	<b>81,652,358</b>	250,000	82,974,497	83,224,497
Loans and receivables – gross (Notes 7)	<b>143,834,333</b>	<b>213,057,542</b>	<b>356,891,875</b>	140,581,398	199,812,730	340,394,128
Other assets - gross	<b>260,025</b>	<b>403,478</b>	<b>663,503</b>	212,825	404,935	617,760
	<b>222,678,023</b>	<b>295,113,378</b>	<b>517,791,401</b>	221,540,734	283,192,162	504,732,896
<b>Nonfinancial assets:</b>						
Investment in a joint venture	<b>—</b>	<b>1,079,450</b>	<b>1,079,450</b>	<b>—</b>	1,125,395	1,125,395
Property and equipment – gross	<b>—</b>	<b>13,681,881</b>	<b>13,681,881</b>	<b>—</b>	13,582,529	13,582,529
Investment properties – gross	<b>—</b>	<b>1,861,349</b>	<b>1,861,349</b>	<b>—</b>	1,719,936	1,719,936
Deferred tax assets	<b>—</b>	<b>4,759,639</b>	<b>4,759,639</b>	<b>—</b>	4,085,435	4,085,435
Goodwill and other intangible assets – gross	<b>—</b>	<b>9,710,367</b>	<b>9,710,367</b>	<b>—</b>	9,294,763	9,294,763
Other assets - gross	<b>2,434,290</b>	<b>2,750,583</b>	<b>5,184,873</b>	1,460,664	3,151,860	4,612,524
	<b>2,434,290</b>	<b>33,843,269</b>	<b>36,277,559</b>	1,460,664	32,959,918	34,420,582
	<b>₱225,112,313</b>	<b>₱328,956,647</b>	<b>₱554,068,960</b>	<b>₱223,001,398</b>	<b>₱316,152,080</b>	<b>₱539,153,478</b>
Allowances for impairment and credit losses	<b>(740)</b>	<b>(13,421,891)</b>	<b>(13,422,631)</b>	(1,327)	(11,728,062)	(11,729,389)
Unamortized premium/discount (Note 7)	<b>(1,164,144)</b>	<b>7,641,569</b>	<b>6,477,425</b>	(1,101,845)	7,308,483	6,206,638
Accumulated depreciation and amortization	<b>—</b>	<b>(9,478,975)</b>	<b>(9,478,975)</b>	<b>—</b>	(8,892,879)	(8,892,879)
	<b>₱223,947,429</b>	<b>₱313,697,350</b>	<b>₱537,644,779</b>	<b>₱221,898,226</b>	<b>₱302,839,622</b>	<b>₱524,737,848</b>

<b>Financial liabilities:</b>						
Deposit liabilities	<b>P412,074,605</b>	<b>P525,840</b>	<b>P412,600,445</b>	P385,879,718	P519,315	P386,399,033
Bills and acceptances payable	<b>25,170,816</b>	—	<b>25,170,816</b>	40,117,180	—	40,117,180
Cashiers' checks and demand drafts payable	<b>902,961</b>	—	<b>902,961</b>	744,511	—	744,511
Accrued interest, taxes and other expenses	<b>3,921,373</b>	—	<b>3,921,373</b>	3,812,950	—	3,812,950
Lease liability (Note 8)	<b>1,059,052</b>	<b>4,903,230</b>	<b>5,962,282</b>	1,014,261	5,061,909	6,076,170
Other liabilities	<b>8,637,463</b>	<b>43,205</b>	<b>8,680,668</b>	10,759,491	42,087	10,801,578
	<b>451,766,270</b>	<b>5,472,275</b>	<b>457,238,545</b>	442,328,111	5,623,311	447,951,422
<b>Nonfinancial liabilities:</b>						
Income tax payable	<b>881,457</b>	—	<b>881,457</b>	200,466	—	200,466
Accrued interest, taxes and other expenses	<b>649,852</b>	<b>624,981</b>	<b>1,274,833</b>	550,885	600,073	1,150,958
Other liabilities	<b>1,269,111</b>	<b>1,177,558</b>	<b>2,446,669</b>	1,274,977	1,092,998	2,367,975
	<b>2,800,420</b>	<b>1,802,539</b>	<b>4,602,959</b>	2,026,328	1,693,071	3,719,399
	<b>P454,566,690</b>	<b>P7,274,814</b>	<b>P461,841,504</b>	P444,354,439	P7,316,382	P451,670,821

## 10. Equity

### Capital Management

The Parent Company actively manages its capital to comply with regulatory requirements, enable growth targets, withstand plausible stress events and be at par with the Parent Company's peers. The primary objective of the Parent Company's capital management is to ensure that it maintains adequate capital to cover risks inherent to its banking activities without prejudice to optimizing shareholders' value.

The Group manages its capital structure and makes adjustments to it in the light of changes in economic conditions and the risk characteristics of its activities. In order to maintain or adjust the capital structure, the Group may adjust the amount of dividend payment to shareholders, return capital structure, or issue capital securities. No changes were made in the objectives, policies and processes from the previous year.

### *Regulatory Qualifying Capital*

Under existing BSP regulations, the determination of the Parent Company's compliance with regulatory requirements and ratios is based on the amount of the Parent Company's 'unimpaired capital' (regulatory net worth) reported to the BSP, which is determined on the basis of regulatory policies. In addition, the risk-based Capital Adequacy Ratio (CAR) of a bank, expressed as a percentage of qualifying capital to risk-weighted assets, should not be less than 10.00% for both solo basis (head office and branches) and consolidated basis (Parent Company and subsidiaries engaged in financial allied undertakings). Qualifying capital and risk-weighted assets are computed based on BSP regulations.

### Capital Stock

Capital stock consists of (amounts in thousands, except for par value and number of shares):

	Shares		Amount	
	June 30, 2025	December 31, 2024	June 30, 2025	December 31, 2024
Authorized:				
Common stock – 10.00 par value	<b>4,500,000,000</b>	4,500,000,000		
Preferred stock – 10.00 par value	<b>500,000,000</b>	500,000,000		
Common stock issued and outstanding:				
Balance at the beginning of the year	<b>2,249,975,411</b>	2,249,975,411	<b>P22,499,754</b>	P22,499,754
Issuance of stock dividends	-	-	-	-
Balance at year end	<b>2,249,975,411</b>	2,249,975,411	<b>P22,499,754</b>	P22,499,754



With the approvals by the PSE of the Parent Company's application for listing and by the SEC for the Registration Statement both on March 14, 2012, a total of 245,316,200 common shares, with ₱10.00 par value per share, representing 21.70% of outstanding capital stock, were offered and subscribed through an initial public offering at ₱18.50 per share on April 20 to 26, 2012. The common shares comprise of (a) 141,056,800 new shares issued by the Parent Company by way of a primary offer, and (b) 104,259,400 existing shares offered by FDC, the selling shareholder, pursuant to a secondary offer. Subsequently, on September 5, 2012, 36,715,300 shares under the over-allotment option were exercised at a price of ₱18.50 per share that brought the subscriptions to 25.00% of the outstanding capital stock. The Parent Company's common shares were listed and commenced trading in the PSE on May 7, 2012.

The preferred shares are perpetual non-voting and non-convertible to common shares. The dividends of the preferred shares shall be non-cumulative and to be fixed by the BOD at an annual dividend rate prior to the date of issue.

The total proceeds raised by the Parent Company from the sale of primary offer shares amounted to ₱2.61 billion while the net proceeds (after deduction of direct costs related to equity issuance) amounted to ₱2.39 billion.

On February 1, 2019, the BSP approved the following amendments to the Parent Company's Articles of Incorporation, which were approved and confirmed by the Parent Company's BOD at its special meeting on July 13, 2017, to provide flexibility for future capital requirements:

- a. Increase of the Parent Company's authorized capital stock from ₱20.00 billion to ₱50.00 billion consisting of 4.50 billion common shares with par value of ₱10.00 per share or a total par value of ₱45.00 billion and ₱0.50 billion preferred shares with par value of ₱10.00 per share or a total par value of ₱5.00 billion.
- b. Declaration of 50.00% stock dividends equivalent to ₱7.50 billion from the Parent Company's unrestricted retained earnings as of December 31, 2016 to meet the required subscribed and paid amount of capital stock per Corporation Code after the increase in the authorized capital of the Parent Company. The increase in the Parent Company's authorized capital stock and stock dividend declaration were subsequently approved by BSP on September 29, 2017 and by SEC on February 28, 2019.

On April 16, 2018, a total of 749,991,801 common shares were listed at the PSE.

On April 24, 2025 BOD approved the declaration of cash dividend amounting to ₱1.5 billion. This was equivalent to ₱0.68 per share to be paid on May 31, 2025 to all stockholders of record as of May 13, 2025.

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## **11. Related Party Transactions**

Parties are considered to be related if one party has the ability, directly or indirectly, to control the other party or exercise significant influence over the other party in making financial and operating decisions. The Group's related parties include:

- key management personnel, close family members of key management personnel, and entities which are controlled, significantly influenced by or for which significant voting power is held by key management personnel or their close family members;
- subsidiaries, joint ventures and associates and their respective subsidiaries; and

- post-employment benefit plans for the benefit of the Group's employees.

The Group has several business relationships with related parties. Transactions with such parties are made in the ordinary course of business.

The Group's significant investors pertain to FDC, the immediate Parent Company of the Group, and FDC Forex Corporation (a company under common control of FDC).

Key management personnel are those persons having authority and responsibility for planning, directing and controlling the activities of the Group, directly or indirectly. The Group considers the members of the Management Committee to constitute key management personnel for purposes of PAS 24, *Related Party Disclosures*. The Group provides banking services to its key management personnel.

Other related parties pertain to the Group's affiliates (subsidiaries of FDC).

The Group and the Parent Company had no outright purchases and outright sale of debt securities with significant shareholders and key management personnel in 2025 and 2024.

No specific provision and allowance for loan losses was recognized by the Group for loans to significant investors, key management personnel and other related parties in 2025 and 2024.

The Parent Company's subsidiaries have no transactions with related parties outside of the Group.

The amounts and the balances arising from significant related party transactions of the Group are as follows:

Category	June 30, 2025 (Unaudited)		
	Amount/ Volume	Outstanding Balance	Terms and Conditions/Nature
<b>Significant investors:</b>			
Loans receivable		<b>₱4,842,800</b>	Loans granted with a term of five years, interest of 4.75%, secured with deposit holdout, no impairment
Releases	—		
Collection	—		
Deposit liabilities	—	<b>2,686,218</b>	Earns interest at the respective bank deposit rates
Deposits	<b>23,566,867</b>	—	
Withdrawals	<b>24,416,115</b>	—	
Accrued interest receivable	—	<b>68,695</b>	Interest income accrued on outstanding loans receivable
Accrued expenses	—	<b>70,966</b>	Payable for management and professional fees paid by FDC (reimbursement for expenses)
Guarantees and commitments	—	<b>4,842,800</b>	Unused credit line (omnibus facility) with term of 10 months
Interest income	<b>114,071</b>	—	Interest income on loans receivable
Interest expense	<b>10,656</b>	—	Interest expense on deposit liabilities
<b>Key management personnel:</b>			
Loans receivable	—	—	Loans granted with a term of five years, interest of 9.82%, no impairment
Releases	—	—	
Collection	<b>2,380</b>	—	
Deposit liabilities	—	<b>237,135</b>	Earns interest at the respective bank deposit rates
Deposits	<b>952,937</b>	—	
Withdrawals	<b>1,117,082</b>	—	
Interest income	—	—	Interest income on loans receivable
Interest expense	<b>1,112</b>	—	Interest expense on deposit liabilities
<b>Other related parties:</b>			
Loans receivable	—	<b>₱ 8,602,171</b>	Loans granted with terms ranging from five days to thirteen and a half years, interest ranging from 5.01% to 17.07%, secured by chattel and real estate

June 30, 2025 (Unaudited)			
Category	Amount/ Volume	Outstanding Balance	Terms and Conditions/Nature
Releases	3,147,332	–	mortgage, no impairment
Collection	1,924,263	–	
Receivables purchased (booked under 'Loans Receivable')	–	9,280	Receivables purchased by the Parent Company from FLI
Accounts receivable	–	22,788	Receivables from EW Ageas Life which represent expenses shouldered by the Parent Company
Deposit liabilities	–	15,109,489	Earns interest at the respective bank deposit rates
Deposits	174,220,725	–	
Withdrawals	173,554,660	–	
Accounts payable	–	–	Collection of loan insurance on behalf of EW Ageas Life that remained unremitted
Guarantees and commitments	–	8,592,078	Unused credit lines
Accrued interest receivable	–	82,054	Interest income accrued on outstanding loans receivable
Interest income	231,161	–	Interest income on loans receivable
Interest expense	146,307	–	Interest expense on deposit liabilities
Service fee expense	–	–	Service fees paid to FLI for account servicing equivalent to 1.12% of loan amounts collected by FLI on behalf of the Parent Company
Rent expense	88,231	–	Rent expenses paid for lease transactions with other related parties such as Filinvest Asia Corporation, FAI and FLI

December 31, 2024 (Audited)			
Category	Amount/ Volume	Outstanding Balance	Terms and Conditions/Nature
<b>Significant investors:</b>			
Loans receivable	P–	P4,842,800	Loans granted with a term of five years, interest of 4.75%, secured with deposit holdout, current and not impaired
Releases	–	–	
Collection	–	–	
Deposit liabilities	–	3,535,466	Earns interest at the respective bank deposit rates
Deposits	50,989,309	–	
Withdrawals	50,755,039	–	
Accrued interest receivable	–	68,065	Interest income accrued on outstanding loans receivable
Accrued expenses	–	57,978	Payable for management and professional fees paid by FDC (reimbursement for expenses)
Guarantees and commitments	–	4,842,800	Unused credit line (omnibus facility) with term of 10 months
Interest income	230,663	–	Interest income on loans receivable
Interest expense	1,797	–	Interest expense on deposit liabilities
<b>Key management personnel:</b>			
Loans receivable	–	–	Loans granted with a term of five years, interest of 9.82%, secured with chattel mortgage, current and not impaired
Releases	–	–	
Collection	2,380	–	
Deposit liabilities	–	401,280	Earns interest at the respective bank deposit rates
Deposits	1,123,906	–	
Withdrawals	1,087,822	–	
Interest income	74	–	Interest income on loans receivable
Interest expense	1,259	–	Interest expense on deposit liabilities

Category	December 31, 2024 (Audited)		
	Amount/ Volume	Outstanding Balance	Terms and Conditions/Nature
<b>Other related parties:</b>			
Loans receivable	—	₱7,379,102	Loans granted with terms ranging from four days to thirteen and a half years, interest ranging from 5.01% to 17.07%, secured by real estate mortgage, chattel mortgage & deposit hold-out, current and not impaired
Releases	8,544,540	—	
Collection	8,596,825	—	
Receivables purchased (booked under 'Loans Receivable')	—	138,734	Receivables purchased by the Parent Company from FLI (Note 9), current and not impaired
Releases	138,734	—	
Collections	—	—	
Accounts receivable	—	17,913	Receivables from EW Ageas Life which represent expenses shouldered by the Parent Company
Deposit liabilities	—	14,443,424	Earns interest at the respective bank deposit rates
Deposits	215,600,560	—	
Withdrawals	215,196,014	—	
Accounts payable	—	7,240,361	Collection of loan insurance on behalf of EW Ageas
	—	—	Life that remained unremitted
Guarantees and commitments	—	—	Unused credit lines
Accrued interest receivable	—	76,694	Interest income accrued on outstanding loans receivable
Interest income	419,582	—	Interest income on loans receivable
Interest expense	187,859	—	Interest expense on deposit liabilities
Commission fees	—	—	Commission fees received from EW
Service fee expense	—	—	Ageas Life
	—	—	Service fees paid to FLI for account servicing equivalent to 1.12% of loan amounts collected by FLI on behalf of the Parent Company (Note 9)
Rent expense	235,870	—	Rent expenses paid for lease transactions with other related parties such as Filinvest Asia Corporation,

### Parent Company Related Party Transactions

Transactions between the Parent Company and its subsidiaries meet the definition of related party transactions.

In addition to the transactions discussed above, the following are the transactions between the Parent Company and its subsidiaries that are recognized in the Parent Company's statements of financial position and statements of income and eliminated in the consolidated financial statements:

Category	June 30, 2025 (Unaudited)		
	Amount/ Volume	Outstanding Balance	Terms and Conditions/ Nature
<b>Subsidiaries:</b>			
Receivables purchased	—	₱48,994,997	Receivables purchased by the Parent Company from EWRB
Receivable sold	—	565,491	Employee loans sold by the Parent Company to EWRB
Accounts receivable	—	345,844	Amount collected by EWRB from borrowers on behalf of the Parent Company that remained unremitted and other related expenses shouldered by the Parent Company on behalf of the Subsidiaries
Accounts receivable	—	174,091	Receivables from subsidiaries which represent expenses shouldered by Parent Company
Deposit liabilities	—	1,283,933	Earns interest at the respective bank deposit rates
Deposits	83,073,671	—	

Withdrawals	82,665,843	–	
Accounts payable	–	12,600	Cash reloading transactions between EWRB and the Parent Company
Interest expense	573	–	Interest expense on deposits of EWRB and EWIB
Interest income	–	–	Interest income on loans receivable
Service fee expense	97,457	–	Service fees paid to EWRB for account servicing equivalent to 0.37% of loan amounts collected by EWRB on behalf of the Parent Company for the receivables purchased and for collection of credit card payments
Service fee income	581	–	Service fees paid by EWRB for account servicing equivalent to 0.37% of loan amounts collected by the Parent Company on behalf of EWRB for the receivables sold
Rent income	24,685	–	Rent of office space leased to subsidiaries

December 31, 2024			
Category	Amount/ Volume	Outstanding Balance	Terms and Conditions/Nature
<b>Subsidiaries:</b>			
Receivables purchased	–	₱5,777,709	Receivables purchased by the Parent Company from EWRB (Note 9)
Acquisitions	51,666,828	–	
Collections	45,889,119	–	
Receivable sold	–	333,366	Employee loans sold by the Parent Company to EWRB (Note 9)
Accounts receivable	–	385,132	Amount collected by EWRB from borrowers on behalf of the Parent Company that remained unremitted and other related expenses shouldered by the Parent Company on behalf of the Subsidiaries
Accounts receivable	–	160,323	Receivables from subsidiaries which represent expenses shouldered by Parent Company
Deposit liabilities	–	876,105	Earns interest at the respective bank deposit rates
Deposits	174,660,720	–	
Withdrawals	174,332,049	–	
Accounts payable	–	96,210	Cash reloading transactions between EWRB and the Parent Company
Interest expense	726	–	Interest expense on deposits of EWRB and EWIB
Interest income	–	–	Interest income on loans receivable
Service fee expense	181,698	–	Service fees paid to EWRB for account servicing equivalent to 0.37% of loan amounts collected by EWRB on behalf of the Parent Company for the receivables purchased (Note 9) and for collection of credit card payments
Service fee income	1,145	–	Service fees paid by EWRB for account servicing equivalent to 0.37% of loan amounts collected by the Parent Company on behalf of EWRB for the receivables sold (Note 9)
Rent income	47,483	–	Rent of office space leased to subsidiaries

## 12. Commitments and Contingent Liabilities

In the normal course of the Group's operations, there are various outstanding commitments and contingent liabilities which are not reflected in the accompanying financial statements. The Group does not anticipate material unreserved losses as a result of these transactions.

The Group has several loan related suits and claims that remain unsettled. It is not practicable to estimate the potential financial impact of these contingencies. However, in the opinion of management, the suits and claims, if decided adversely, will not involve sums having a material effect on the Group's financial statements.

### Commitments and Contingencies

The following is a summary of commitments and contingencies of the Parent Company at their peso-equivalent contractual amounts arising from off-balance sheet items:

	⌘ <b>June 30, 2025</b>	<b>December 31, 2024</b>
Unused credit lines	<b>₱259,497,691</b>	₱233,044,768
Trust department accounts	<b>68,400,005</b>	69,980,975
Broker customer securities	<b>44,271,972</b>	44,896,595
Spot exchange sold	<b>7,695,847</b>	4,446,192
Forward exchange sold	<b>7,093,255</b>	12,468,110
Spot exchange bought	<b>6,089,323</b>	5,009,551
Forward exchange bought	<b>5,093,683</b>	—
Unused commercial letters of credit	<b>4,509,543</b>	5,528,713
Inward bills for collection	<b>646,568</b>	689,585
Outstanding guarantees	<b>258,708</b>	181,527
Late deposits/payments received	<b>144,682</b>	3,173
Treasurer/cashier/manager's checks	<b>60,446</b>	77,605
Outward bills for collection	<b>5,698</b>	5,604
Items held for safekeeping	<b>723</b>	773
Interest rate swap	—	200,000
Others	<b>192</b>	187

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### **13. Financial Performance**

Earnings per share amounts were computed as follows:

	(Unaudited)	
	<b>June 30, 2025</b>	<b>June 30, 2024</b>
a. Net income attributable to equity holders of the Parent Company	<b>₱4,133,422</b>	₱3,487,802
b. Weighted average number of outstanding common shares by the Parent Company	<b>2,249,975</b>	2,249,975
c. Basic and diluted EPS (a/d)	<b>₱1.84</b>	₱1.55

*\*The Bank has no potentially dilutive shares as of June 30, 2025 and 2024.*

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### **14. Subsequent Event**

There have been no events subsequent to June 30, 2025, that the Group and the Parent Company needs to report.

*Annex 7*

**EAST WEST BANKING CORPORATION**  
**CONSOLIDATED FINANCIAL RATIOS**  
(As Required by SRC Rule 68.1)

	<b>June 30, 2025</b>	<b>June 30, 2024</b>
Current ratio <sup>(1)</sup>	<b>49.3%</b>	47.4%
Solvency ratio <sup>(2)</sup>	<b>116.4%</b>	116.2%
Debt-to-equity <sup>(3)</sup>	<b>6.1</b>	6.2
Asset-to-equity <sup>(4)</sup>	<b>7.1</b>	7.2
Interest rate coverage ratio <sup>(5)</sup>	<b>102.6%</b>	105.0%
Return on Equity <sup>(6)</sup>	<b>11.1%</b>	10.2%
Return on Assets <sup>(7)</sup>	<b>1.6%</b>	1.5%
Net Interest Margin <sup>(8)</sup>	<b>8.3%</b>	8.1%
Cost-to- Income Ratio <sup>(9)</sup>	<b>53.2%</b>	57.0%
Debt Ratio <sup>(10)</sup>	<b>85.9%</b>	86.1%
Net Profit Margin <sup>(11)</sup>	<b>20.8%</b>	21.1%

**Notes:**

*(1) Current assets divided by current liabilities*

*(2) Total assets divided by total liabilities*

*(3) Total liabilities divided by total equity*

*(4) Total assets divided by total equity*

*(5) Income before interest and taxes divided by interest expense*

*(6) Net income divided by average total equity for the periods indicated.*

*(7) Net income divided by average total assets for the periods indicated.*

*(8) Net interest income divided by average interest-earning assets (incl. interbank loans, trading and investment securities and loans).*

*(9) Other expenses (excl. provision for impairment and credit losses) divided by net interest and other income for the periods indicated.*

*(10) Total liabilities divided by total assets*

*(11) Income before Income tax divided by Total Interest Income*

**EAST WEST BANKING CORPORATION**  
**AGING OF LOANS AND RECEIVABLE****For the six months ended June 30, 2025***(Amounts in thousands of Philippine Peso)*

<b>Status / Number of Days Outstanding</b>	<b>Amount</b>
Current (0-30 days)	<b>₱ 331,064,092</b>
90 Days or less	<b>8,848,746</b>
91-180 Days	<b>5,015,890</b>
181 Days to 1 Year	<b>2,364,548</b>
More Than 1 Year	<b>4,115,648</b>
<b>Grand Total</b>	<b>₱ 351,408,924</b>