



May 27, 2011

THE PHILIPPINE STOCK EXCHANGE
Philippine Stock Exchange Centre
Exchange Road, Ortigas Center
Pasig City

Attention: Ms. Janet A. Encarnacion
Head, Disclosure Department

Ms. Sheena Paula H. Pedrieta
Analyst, Disclosure Department

Ladies:

We submit with this letter a statement on the performance report of Banco De Oro Unibank, Inc. to its shareholders that will be released to the press.

Thank you.

Very truly yours,

REBECCA S. TORRES
SVP & Assistant Corporate Secretary

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Press Release
27 May 2011

BDO reports healthy income growth in 2010 and 1Q11

Sets P10.5 billion income guidance for 2011

At a press briefing held prior to its annual shareholders' meeting, Banco De Oro Unibank, Inc. (BDO) reported an audited net income of P8.8 billion in 2010, up 46 percent from the P6 billion it earned a year before, and exceeding its earnings guidance of P8.1 billion. The Bank's consolidated resources also hit the P1-trillion mark at the end of 2010, making it the first Philippine bank to achieve that milestone.

BDO President Nestor V. Tan said the Bank's strong performance in 2010 was a result of a more diversified and sustainable revenue stream from its core lending, deposit-taking and service businesses. Gross customer loans expanded 15 percent to P541.5 billion with firm growth across all business segments. Total deposits, meanwhile, rose 13 percent to P782.6 billion, from an expanded branch network.

As a result, net interest income rose to P34.2 billion, an increase of 12 percent. The Bank's fee-based service income likewise grew to P10.4 billion on strong contributions from trust, private banking, remittance, transaction banking, insurance, investment banking, and credit cards.

The Bank sustained its gains in the first quarter of 2011, posting an unaudited net income of P2.44 billion, up 18 percent from the P2.07 billion earned in the first quarter of 2010. Gross customer loans grew 16 percent year-on-year to P542.3 billion, while total deposits were up 10 percent to P746.2 billion.

"We had a good growth momentum and we hope to continue with that in 2011., and again produce a credible performance despite the challenges we see both internally and from outside the Philippines," stated BDO Chairperson Teresita Sy-Coson.

Mr. Tan added that BDO was able to effectively manage its cost base, while boosting provisions to strengthen the balance sheet. Notably, the non-performing loan (NPL) coverage ratio already reached 100 percent from 92 percent in the prior quarter and 83 percent as of the first quarter of 2010, even as NPL levels remained stable.

The Bank disclosed an income guidance of P10.5 billion for the year 2011.

About BDO

BDO is a full-service universal bank that provides a complete array of industry-leading products and services to the retail and corporate markets including Lending (corporate, middle market, SME, and consumer), Deposit-taking, Foreign Exchange, Brokering, Trust and Investments, Credit Cards, Corporate Cash Management, and Remittances.

Through its subsidiaries, the Bank offers Leasing and Financing, Investment Banking, Private Banking, Bancassurance, Insurance Brokerage, and Stock Brokerage services. BDO has one of the largest distribution networks, with over 700 operating branches and more than 1,400 ATMs, nationwide. As of December 31, 2010, BDO maintained its position as the country's largest bank in terms of total resources, customer loans, total deposits, and assets under management. For more information, please visit www.bdo.com.ph.