



7 November 2007

Atty. Pete M. Malabanan  
Head, Disclosure Department  
PHILIPPINE STOCK EXCHANGE  
4/F PSE Centre, Exchange Road  
Ortigas Centre, Pasig City

Ref. No. \_\_\_\_\_

Date: \_\_\_\_\_

Dear Atty. Malabanan:

We submit with this letter the statement of condition of Banco de Oro - EPCI, Inc. (BDO), the consolidated statement of condition of BDO and its financial subsidiaries, and the statement of condition of Equitable Savings Bank, Inc., a wholly-owned subsidiary of BDO, all as of 30 September 2007.

Thank you.

Very truly yours,

A handwritten signature in blue ink, appearing to read 'Elmer B. Serrano'.

**ELMER B. SERRANO**  
Corporate Information Officer

**BANCO DE ORO-EPCI, INC.**

As of September 30, 2007

**BALANCE SHEET**

(Head Office and Branches/Other Offices)

<b>ASSETS</b>	<b>AMOUNT</b>
Cash and Cash Items	P 12,284,737,617
Due from Bangko Sentral ng Pilipinas (BSP)	58,531,707,708
Due from Other Banks	4,718,354,315
Financial Assets at Fair Value through Profit or Loss	19,707,655,580
Available-for-Sale Financial Assets-Net	68,703,286,554
Held-to-Maturity Financial Assets-Net	60,493,850,113
Unquoted Debt Securities Classified as Loans-Net	362,914,502
Investment in Non-Marketable Equity Security-Net	581,137,299
Loans and Receivables-Net	264,987,377,964
Interbank Loan Receivable	23,200,542,482
Loans and Receivables-Others	233,286,835,482
Loans and Receivables Arising from RA/CA/PR/SLB	8,500,000,000
Other Financial Assets	5,240,435,465
Equity Investment in Subsidiaries, Associates and Joint Ventures-Net	16,943,516,064
Bank Premises, Furniture, Fixtures and Equipment-Net	12,868,790,309
Real and Other Properties Acquired-Net	11,663,260,423
Non-Current Assets Held for Sale	3,402,225,021
Other Assets-Net	25,541,811,397

TOTAL ASSETS	P <u>566,031,060,331</u>
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<b>LIABILITIES</b>	
Financial Liabilities at Fair Value through Profit or Loss	P 2,143,207,190
Deposit Liabilities	417,207,275,315
Due to Other Banks	375,128
Bills Payable	31,245,455,266
a) BSP (Rediscouinting and Other Advances)	644,887,609
b) Interbank Loans Payable	4,683,524,436
c) Other Deposit Substitutes	15,134,018,186
d) Others	10,783,025,035
Bonds Payable-Net	9,633,679,568
Unsecured Subordinated Debt-Net	8,911,500,621
Redeemable Preferred Shares	2,252,000,000
Due to Bangko Sentral ng Pilipinas	162,537,598
Other Financial Liabilities	7,667,794,947
Other Liabilities	30,691,147,747

TOTAL LIABILITIES	P <u>509,914,973,380</u>
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<b>STOCKHOLDERS' EQUITY</b>	
Capital Stock	P 38,952,767,164
Other Capital Accounts	8,011,204,371
Retained Earnings	9,152,115,416

TOTAL STOCKHOLDERS' EQUITY	P <u>56,116,086,951</u>
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TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY	P <u>566,031,060,331</u>
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<b>CONTINGENT ACCOUNTS</b>	
Guarantees Issued	P 347,629,732
Performance Standby Letters of Credit	11,091,728,553
Commercial Letters of Credit	14,126,116,900
Trade Related Guarantees	1,093,335,082
Commitments	12,046,394,770
Spot Foreign Exchange Contracts	6,781,236,668
Securities Held Under Custodianship by Bank Proper	272,523
Trust Department Accounts	235,659,463,632
a) Trust and Agency Accounts	161,729,939,463
b) Unit Investment Trust Fund (UITF)	46,758,160,406
c) Other Trust & Fiduciary Accounts	27,171,363,763
Derivatives	158,291,848,615
Others	44,689,453,651

TOTAL CONTINGENT ACCOUNTS	P <u>484,127,480,126</u>
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<b>ADDITIONAL INFORMATION</b>	
Compliance with Magna Carta - 6% for Small Enterprises	
a. 6% for Small Enterprises	6.21%
b. 2% for Medium Enterprises	8.04%
Non-Performing Loans (NPLs)	14,658,226,376
Ratio of Non-Performing Loans to Total Loan Portfolio (NPL to TLP)	5.22%
Classified Loans and Other Risk Assets	50,195,000,000
General Provisions for Loan Losses	4,199,158,389
Specific Provision for Loan Losses	15,633,874,281
Return on Equity (ROE)	10.64%
DOSRI Loans and Receivables	12,285,232,136
Ratio of DOSRI Loans & Receivables to TLP	4.37%
Past Due DOSRI Loans and Receivables	4,436,795
Ratio of Past Due DOSRI Loans and Receivables to TLP	0.00%
Capital Adequacy Ratio (Solo Basis)	
a. Tier 1 (Solo Basis)	9.87%
b. Total (Solo Basis)	13.15%

Republic of the Philippines )  
Mandaluyong City ) S.S.

We, LUCY CO DY and NESTOR V. TAN of the above-mentioned bank do solemnly swear that all matters set forth in the above balance sheet are true and correct to the best of my/our knowledge and belief.

(Sgd.) LUCY CO DY Executive Vice President & Comptroller (Signature Over Printed Name)	(Sgd.) NESTOR V. TAN President (Signature Over Printed Name)
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SUBSCRIBED AND SWORN to before me this 5th day of November 2007 affiants exhibiting the following described Competent Evidence of Identity ("CEI"):

Name	CEI	Date & Place Issued
Lucy Co Dy	Passport - TT 0770339	09.07.2006/Manila
Nestor V. Tan	Passport - PP0625520	01.06.2005/Manila

(Sgd) Atty. Reagan Castillo-Oliva  
Notary Public for until 12/31/07 Mandaluyong City  
#12 ADB Ave., Ortigas Center, Mandaluyong City  
Order dated 20 January 2006  
Roll No. 43988  
PTR No. 1187144, Mandaluyong City 0102 2007  
IBP # 697097

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**BANCO DE ORO-EPCI, INC.**

As of September 30, 2007

**CONSOLIDATED BALANCE SHEET**

(Bank and Financial Subsidiaries)

<b>ASSETS</b>	<b>AMOUNT</b>
Cash and Cash Items	P 12,456,657,480
Due from Bangko Sentral ng Pilipinas	60,214,128,005
Due from Other Banks	9,975,577,813
Financial Assets at Fair Value through Profit or Loss	21,952,187,758
Available-for-Sale Financial Assets-Net	76,442,613,108
Held-to-Maturity Financial Assets-Net	65,980,889,761
Unquoted Debt Securities Classified as Loans-Net	813,314,502
Investments in Non-Marketable Equity Security-Net	586,637,399
Loans and Receivables-Net	288,370,464,088
Interbank Loans Receivable	22,432,542,482
Loans and Receivables-Others	252,647,431,260
Loans and Receivables Arising from RA/CA/PR/SLB	13,290,490,346
Other Financial Assets	5,700,788,632
Equity Investment in Subsidiaries, Associates and Joint Ventures-Net	2,169,217,889
Bank Premises, Furniture, Fixtures and Equipment-Net	13,850,844,887
Real and Other Properties Acquired-Net	13,164,805,751
Non-Current Assets Held for Sale	3,442,282,963
Other Assets-Net	33,338,493,023

TOTAL ASSETS	P <u>608,458,903,059</u>
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<b>LIABILITIES</b>	
Financial Liabilities at Fair Value through Profit or Loss	P 2,789,561,740
Deposit Liabilities	437,204,072,883
Due to Other Banks	375,128
Bills Payable	47,064,569,029
a) BSP (Rediscouinting and Other Advances)	644,887,609
b) Interbank Loans Payable	6,415,622,086
c) Other Deposit Substitutes	15,134,018,186
d) Others	24,870,041,148
Bonds Payable-Net	9,633,679,568
Unsecured Subordinated Debt-Net	8,911,500,621
Redeemable Preferred Shares	2,252,000,000
Due to Bangko Sentral ng Pilipinas	173,590,597
Other Financial Liabilities	9,160,931,413
Other Liabilities	34,494,410,118

TOTAL LIABILITIES	P <u>551,684,691,097</u>
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<b>STOCKHOLDERS' EQUITY</b>	
Capital Stock	P 38,952,768,864
Other Capital Accounts	8,469,968,064
Retained Earnings	8,689,773,160
Minority Interest In Subsidiaries	661,701,874

TOTAL STOCKHOLDERS' EQUITY	P <u>56,774,211,962</u>
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TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY	P <u>608,458,903,059</u>
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<b>CONTINGENT ACCOUNTS</b>	
Guarantees Issued	P 347,629,732
Performance Standby Letters of Credit	11,091,728,553
Commercial Letters of Credit	14,128,116,899
Trade Related Guarantees	1,093,335,082
Commitments	12,046,394,770
Spot Foreign Exchange Contracts	6,961,396,668
Securities Held Under Custodianship by Bank Proper	272,536
Trust Department Accounts	252,970,718,290
a) Trust and Agency Accounts	161,729,939,463
b) Unit Investment Trust Fund (UITF)	46,758,160,406
c) Other Trust & Fiduciary Accounts	44,482,618,421
Derivatives	172,712,835,067
Others	47,557,663,295

TOTAL CONTINGENT ACCOUNTS	P <u>518,910,090,892</u>
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<b>ADDITIONAL INFORMATION</b>	
1. List of Bank's Financial Subsidiaries	
a. BDO Capital and Investment Corporation	
b. BDO Financial Services Inc.	
c. BDO Private Bank, Inc.	
d. EBC Investments, Inc.	
e. EBC Strategic Holdings Corp.	
f. Equitable Card Network, Inc.	
g. Equitable Savings Bank	
h. Express Padala (Hongkong ) Limited	
i. Express Padala (USA) Inc.	
j. Express Padala (Deutschland) GmbH	
k. Express Padala (Rotterdam) B.V.	
l. Jardine Equitable Finance Corporation	
m. Onshore Strategic Assets, Inc.	
n. PCI Capital Corporation	
o. PCI Leasing and Finance, Inc.	
p. PCIB Europe SPA	
q. PCIB Securities, Inc.	

2. Capital Adequacy Ratio (Consolidated Basis)	
a. Tier 1 (Consolidated Basis)	12.22%
b. Total (Consolidated Basis)	16.32%

Republic of the Philippines )  
Mandaluyong City ) S.S.

We, LUCY CO DY and NESTOR V. TAN of the above-mentioned bank do solemnly swear that all matters set forth in the above balance sheet are true and correct to the best of my/our knowledge and belief.

(Sgd.) LUCY CO DY Executive Vice President & Comptroller (Signature Over Printed Name)	(Sgd.) NESTOR V. TAN President (Signature Over Printed Name)
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SUBSCRIBED AND SWORN to before me this 5th day of November 2007 affiants exhibiting the following described Competent Evidence of Identity ("CEI"):

Name	CEI	Date & Place Issued
Lucy Co Dy	Passport - TT 0770339	09.07.2006/Manila
Nestor V. Tan	Passport - PP0625520	01.06.2005/Manila

(Sgd) Atty. Reagan Castillo-Oliva  
Notary Public for until 12/31/07 Mandaluyong City  
#12 ADB Ave., Ortigas Center, Mandaluyong City  
Order dated 20 January 2006  
Roll No. 43988  
PTR No. 1187144, Mandaluyong City 0102 2007  
IBP # 697097

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**EQUITABLE SAVINGS BANK, INC.**

As of September 30, 2007

**PUBLISHED BALANCE SHEET**

<b>ASSETS</b>	<b>AMOUNT</b>
Cash and Cash Items	P 116,350,205.58
Due from Bangko Sentral ng Pilipinas (BSP)	729,308,938.84
Due from Other Banks	14,925,741.80
Financial Assets at Fair Value through Profit or Loss	30,456,247.42
Available-for-Sale Financial Assets-Net	
Held-to-Maturity Financial Assets-Net	
Unquoted Debt Securities Classified as Loans-Net	
Investment in Non-Marketable Equity Security-Net	12,152,619,749.48
Loans and Receivables-Net	
Loans to BSP	390,136,480.00
Interbank Loan Receivable	11,878,285,511.63
Loans and Receivables-Others	
Loans and Receivables Arising from Repo, CA/Participation with Recourse, General Loan Loss Provision	115,802,242.15
Other Financial Assets	170,813,605.68
Equity Investment in Subsidiaries, Associates and Joint Venture	87,499.00
Bank Premises, Furniture, Fixtures and Equipment-Net	128,965,470.90
Real and Other Properties Acquired-Net	653,312,348.06
Non-Current Assets Held for Sale	40,057,941.88
Other Assets-Net	1,864,794,647.12
Net Due from Head Office/Branches/Agencies, if any (Philippine branch of a foreign bank)	

TOTAL ASSETS	P <u>15,901,692,395.76</u>
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<b>LIABILITIES</b>	
Financial Liabilities at Fair Value through Profit or Loss	P 9,581,278,979.03
Deposit Liabilities	
Due to Other Banks	785,772,224.18
Bills Payable	
a) BSP (Rediscouinting and Other Advances)	
b) Interbank Loans Payable	768,000,000.00
c) Other Deposit Substitutes	
d) Others	17,772,224.18
Bonds Payable-Net	
Unsecured Subordinated Debt-Net	
Redeemable Preferred Shares	
Special Time Deposit	
Due to BSP	3,884,508.18
Other Financial Liabilities	658,564,778.97
Other Liabilities	355,432,881.97
Net Due to Head Office/Branches/Agencies (Philippine branch of a foreign bank)	

TOTAL LIABILITIES	P <u>11,384,933,372.33</u>
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<b>STOCKHOLDERS' EQUITY</b>	
Capital Stock	P 1,309,355,300.00
Other Capital Accounts	18,889,358.38
Retained Earnings	3,188,514,365.05
Assigned Capital	
Minority Interest In Subsidiaries	

TOTAL STOCKHOLDERS' EQUITY	P <u>4,516,759,023.43</u>
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TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY	P <u>15,901,692,395.76</u>
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<b>CONTINGENT ACCOUNTS</b>	
Guarantees Issued	
Financial Standby Letter of Credit	
Performance Standby Letter of Credit	P 2,000,000.00
Commercial Letter of Credit	
Trade Related Guarantees	
Commitments	
Spot Foreign Exchange Contracts	
Securities Held Under Custodianship by Bank Proper	
Trust Department Accounts	
a) Trust and Other Fiduciary Accounts	
b) Agency Accounts	
c) Advisory/Consultancy	
Derivatives	
Others	P <u>11,052,506.20</u>

TOTAL CONTINGENT ACCOUNTS	<u>13,052,506.20</u>
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<b>ADDITIONAL INFORMATION</b>	
Non-Performing Loans (NPLs)	513,585,968.19
Ratio of NPLs to Total Loan Portfolio (TLP)	4.13%
Classified Loans and Other Risk Assets	2,085,058,166.13
Specific Provision for Loan Losses	172,808,791.01
Return on Equity (ROE)	11.01%
DOSRI Loans and Receivables	
Past Due DOSRI Loans and Receivables	
Ratio of Past Due DOSRI Loans and Receivables to TLP	
Percent Compliance with Magna Carta	
a. 6% for Small Enterprises	12.71%
b. 2% for Medium Enterprises	5.79%
Capital Adequacy Ratio (CAR) on Solo Basis, under Cir. no. 538 or Cir. No. 280 as applicable	
a. Total CAR	30.95%
b. Tier 1 CAR	30.05%

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

We, MARIDES G. BAUTISTA and JONATHAN C.B. GO of the above-mentioned bank do solemnly swear that all matters set forth in the above balance sheet are true and correct to the best of our knowledge and belief.

(Sgd)MARIDES G. BAUTISTA Accountant	and	(Sgd)JONATHAN C.B. GO Executive Vice President
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SUBSCRIBED AND SWORN to before me this 25th day of October, 2007 at Makati City, affiants exhibiting to me their Residence Certificate No. 01048066 issued at Cainta Rizal, on April 02, 2007, and Residence Certificate No. 14716713 issued at Manila on January 11, 2007.

(Sgd) Atty. Benjamin B. Mata  
Notary Public  
Until 12/31/07  
PTR OR No. 1187077  
dated 02 January 2007

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