

SES I/VI FORM 2B (REVISED 1991)

EQUITABLE PCI BANK

Makati Avenue cor. H.V. de la Costa St., Makati City

STATEMENT OF CONDITION  
(HEAD OFFICE AND BRANCHES)  
AS OF DECEMBER 29, 2005

<b>A S S E T S</b>	<b>A M O U N T</b>
Cash and Cash Items	6,106,019,512
Due from Bangko Sentral	6,769,802,348
Due from Other Banks	4,214,135,430
Interbank Loans Receivables	26,975,192,618
Trading Account Securities(Net)	12,650,336,185
Investment in Bonds and Other Debt Instruments(Net)	52,312,314,709
Loans and Discounts & Advances (Net)	116,243,223,266
Equity Investments (Net)	14,986,722,994
Bank Premises, Furniture, Fixtures & Equipment(Net)	12,365,731,062
Other Assets(Net):	
Property owned/Acquired	14,258,421,336
Others	<u>41,851,032,274</u>
<b>TOTAL ASSETS</b>	<u><u>308,732,931,734</u></u>
<b>LIABILITIES</b>	
Demand Deposits	12,227,617,424
Savings Deposits	140,108,808,693
Time Deposits	51,131,946,026
Special/Other Deposits	222,681,924
Due to Bangko Sentral	142,493,475
Due to Banks	13,870,390
Outstanding Checks/Payment Orders	1,718,164,105
Bills Payable:	
BSP - Rediscounting/Special Programs	827,070,081
Others	26,380,943,163
Unearned Income and Other Deferred Credits	1,581,656,769
Other Liabilities	19,910,055,289
Unsecured Subordinated Debt (Inclusive of Unamortized Premium/Discount)	<u>10,587,521,407</u>
<b>TOTAL LIABILITIES</b>	<u><u>264,852,828,746</u></u>
<b>CAPITAL ACCOUNTS</b>	
Capital Stock	44,665,705,015
Surplus	4,186,673,749
Surplus Reserves	558,396,558
Other Capital Accounts	1,936,277,791
Less:Parent Company Shares Held By A Subsidiary	<u>7,466,950,125</u>
<b>TOTAL CAPITAL ACCOUNTS</b>	<u><u>43,880,102,988</u></u>
<b>TOTAL LIABILITIES &amp; CAPITAL ACCOUNTS</b>	<u><u>308,732,931,734</u></u>

**CONTINGENT ACCOUNTS**

Unused Commercial Letters of Credit		8,167,675,774
Bills for Collection		3,925,747,598
Spot/Future Exchange Bought		14,104,611,020
Spot/Future Exchange Sold		5,726,826,878
Assets Held Under Trust and Investment Management Agreements		109,694,556,926
Invested in:		
Government Securities .....	36,244,489,586	
Other Securities, Debt Instruments and Shares of Stocks .....	34,027,584,971	
Loans & Discounts .....	1,941,924,262	
Other Assets .....	37,480,558,107	
Accountabilities:		
Trust & Other Fiduciary .....	57,132,585,877	
Common Trust Fund .....	48,089,986,581	
Investment/Fund Manageme	2,997,306,307	
Unearned Income & Other Accountabilities .....	1,474,678,161	
Other Contingent Accounts		<u>1,949,611,347</u>
<b>TOTAL CONTINGENT ACCOUNTS</b>		<u><u>143,569,029,543</u></u>

Other Information

1. Deposits of :			
a) Government			161,215,137
b) Bank			506,513,614
c) Trust			6,643,257,499
2. Compliance with Magna Carta Law as of December 29, 2005			
Prescribed			
<u>Ratio of Compliance</u>		<u>6% for Small Enterprises</u>	<u>2% for Medium Enterprises</u>
Parent		6.30%	6.31%
Parent and Subsidiaries		6.57%	6.02%
3. Loans and Loan Loss Reserves Information			
a) Non-Performing Loans as defined in BSP Circulars 202 & 351 (Loans classified as "loss" which are fully covered by allowance amount to P 2.455B)			
Amount of non-performing loans .....			7,184,354,647
Ratio to total loan portfolio .....			4.70%
b) Classified loans and other risk assets.....			46,487,824,789
c) Loan Loss Reserves:			
General.....			946,927,305
Specific.....			8,367,887,208
Total.....			9,314,814,513
Ratio to non-performing loans as defined in BSP Circular 202.....			96.63%
4. Return on Equity (ROE).....			5.63%
5. DOSRI loans /advances .....			1,037,822,228
6. Ratio of DOSRI loans/advances to total loan portfolio.....			0.69%
7. Past due DOSRI loans/advances .....			0
8. Ratio of past due DOSRI to total loan portfolio.....			0.0000%
9. a) NPAs sold, gross.....			15,063,538,764
Allowance for probable losses (specific) on NPAs sold.....			9,215,170,463
b) Cash received .....			798,416,099
c) Financial instruments received, gross			3,336,055,545
Less: Allowance for probable losses (specific)			1,000,000,000
Carrying amount of financial instrument received.....			2,336,055,545
d) Deferred charges, gross			10,929,067,121
Less: Deferred charges written down			432,450,005
Allowance for Probable Losses 9a) above			9,215,170,463
Carrying amount of deferred charges .....			1,281,446,653

REPUBLIC OF THE PHILIPPINES

I/We, RICARDO V. MARTIN and WALTER C. WASSMER of the above-mentioned bank do solemnly swear that all matters set forth in the above statement of condition are true and correct to the best of my/our knowledge and belief.

**RICARDO V. MARTIN**  
**EVP & Chief Financial Controller**  
**(Signature Over Printed Name)**

**WALTER C. WASSMER**  
**Senior Executive Vice President**  
**(Signature Over Printed Name)**

SUBSCRIBED AND SWORN to before me this JANUARY 20, 2006 at MAKATI CITY, affiants exhibiting to me his/her/their Residence Certificate No. CCI 24792431, issued at Makati City on 01-05-06 and Residence Certificate No. CCI 24800118 issued at Makati City on 01-09-06.

**NOTARY PUBLIC**  
 Until Dec. 31, 2006  
 P T R No. M0806799  
 Date issued January 02, 2006

**EQUITABLE PCI BANK**

**Makati Avenue cor. H.V. de la Costa St., Makati City**

**CONSOLIDATED STATEMENT OF CONDITION  
(BANK AND FINANCIAL SUBSIDIARIES AND AFFILIATES)  
AS OF DECEMBER 29, 2005**

A S S E T S	AMOUNT
Cash and Cash Items	6,228,722,533
Due from Bangko Sentral	7,084,740,168
Due from Other Banks	5,053,294,300
Interbank Loans Receivables	26,975,192,618
Trading Account Securities(Net)	12,724,480,832
Investment in Bonds and Other Debt Instruments(Net)	54,475,505,934
Loans and Discounts & Advances (Net)	138,761,547,663
Equity Investments (Net)	1,693,655,827
Bank Premises, Furniture, Fixtures & Equipment (Net)	13,051,743,633
Other Assets(Net):	
Property owned/Acquired	15,318,178,651
Others	<u>44,857,811,039</u>
<b>TOTAL ASSETS</b>	<b><u>326,224,873,198</u></b>
LIABILITIES	
Demand Deposits	12,308,966,920
Savings Deposits	143,116,863,380
Time Deposits	52,569,670,195
Special/Other Deposits	222,681,924
Due to Bangko Sentral	145,218,965
Due to Banks	13,870,390
Outstanding Checks/Payment Orders	1,736,550,992
Bills Payable:	
BSP - Rediscounting/Special Programs	827,070,081
Others	28,881,761,090
Unearned Income and Other Deferred Credits	2,662,885,285
Other Liabilities	29,271,709,580
Unsecured Subordinated Debt (Inclusive of Unamortized Premium/Discount)	<u>10,587,521,408</u>
<b>TOTAL LIABILITIES</b>	<b><u>282,344,770,210</u></b>
CAPITAL ACCOUNTS	
Capital Stock	44,665,705,015
Surplus	4,186,673,749
Surplus Reserves	558,396,558
Other Capital Accounts	1,936,277,791
Less:Parent Company Shares Held By A Subsidiary	<u>7,466,950,125</u>
<b>TOTAL CAPITAL ACCOUNTS</b>	<b><u>43,880,102,988</u></b>
 <b>TOTAL LIABILITIES &amp; CAPITAL ACCOUNTS</b>	 <b><u>326,224,873,198</u></b>

CONTINGENT ACCOUNTS

Unused Commercial Letters of Credit		8,182,675,774
Bills for Collection		3,925,932,160
Spot/Future Exchange Bought		14,104,611,020
Spot/Future Exchange Sold		5,726,826,878
Assets Held Under Trust and Investment Management Agreements		109,694,556,926
Invested in:		
Government Securities .....	36,244,489,586	
Other Securities, Debt Instruments and Shares of Stocks .....	34,027,584,971	
Loans & Discounts .....	1,941,924,262	
Other Assets .....	37,480,558,107	
Accountabilities:		
Trust & Other Fiduciary .....	57,132,585,877	
Common Trust Fund .....	48,089,986,581	
Investment/Fund Manageme	2,997,306,307	
Unearned Income & Other Accountabilities .....	1,474,678,161	
Other Contingent Accounts		<u>1,957,767,236</u>
<b>TOTAL CONTINGENT ACCOUNTS</b>		<u><u>143,592,369,994</u></u>

Other Information

1. Deposits of :
 

a) Government	161,215,137
b) Bank	506,513,614
c) Trust	6,643,257,499
  
2. List of Bank's Financial Subsidiaries And Affiliates:
  - a) Equitable Card Network, Inc.
  - b) EBC Investments, Inc.
  - c) Equitable Savings Bank
  - d) EBC Strategic Holdings Corp.
  - e) PCI Capital Corporation
  - f) PCI Leasing and Finance, Inc.
  - g) PCIB Securities, Inc.
  - h) Express Padala ( Hongkong ) Limited
  - i) Express Padala ( USA ) Inc.
  - j) Express Padala (Rotterdam) B.V.
  - k) Express Padala (Deutschland), GmbH
  - l) PCIB Europe SPA
  - m) Equitable PCIBank Cayman Ltd.
  - n) Jardine Equitable Finance Corporation

REPUBLIC OF THE PHILIPPINES

I/We, RICARDO V. MARTIN and WALTER C. WASSMER of the above-mentioned bank do solemnly swear that all matters set forth in the above statement of condition are true and correct to the best of my/our knowledge and belief.

**RICARDO V. MARTIN**  
**EVP & Chief Financial Controller**  
**(Signature Over Printed Name)**

**WALTER C. WASSMER**  
**Senior Executive Vice President**  
**(Signature Over Printed Name)**

SUBSCRIBED AND SWORN to before me this JANUARY 20, 2006 at MAKATI CITY, affiants exhibiting to me his/her/their Residence Certificate No. CCI 24792431, issued at Makati City on 01-05-06, and Residence Certificate No. CCI 24800118 issued at Makati City on 01-09-06.

NOTARY PUBLIC

Until Dec. 31, 2006  
 P T R No. M0806799  
 Date issued January 02, 2006