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S.E.C. Registration Number

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(COMPANY'S FULL NAME)

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(BUSINESS ADDRESS: NO. STREET CITY/TOWN/PROVINCE)

**CONCEPCION G. REYES**

Contact Person

8840-7000 loc 31216

Company Telephone Number

0	6
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Month

3	0
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Day

S	E	C	1	7	-	Q
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Form Type

Any day in April of each year, or if not practicable, on such date as may be fixed by the Board of Directors

Annual Meeting

\_\_\_\_\_

Secondary License type, if applicable

C	F	D
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Dept. Requiring this Doc.

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Amended Articles Number/Section

12,276
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Total No.of Stockholders

### Total Amount of Borrowings

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Domestic

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Foreign

To be Accomplished by SEC Personnel concerned

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File Number

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Cashier

## Stamps

## Stamps

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SECURITIES AND EXCHANGE COMMISSION

SEC FORM 17-Q

QUARTERLY REPORT PURSUANT TO SECTION 17 OF THE SECURITIES  
REGULATION CODE AND SRC RULES 17 (2) (b) THEREUNDER

1. For the quarter ended June 30, 2025.

2. Commission identification number 34001.

3. BIR Tax Identification No. 000-708-174-000.

**BDO UNIBANK, INC.**

4. Exact name of issuer as specified in its charter

**Makati City, Philippines**

5. Province, country or other jurisdiction of incorporation or organization.

6. Industry Classification Code: (For SEC Use Only)

**BDO Corporate Center, 7899 Makati Avenue, Makati City**

7. Address of issuer's principal office.

**0726**

Postal Code

**8840-7000 loc 31216**

8. Issuer's telephone number, including area code.

**N.A.**

9. Former name, former address and former fiscal year, if changed since last report.

10. Securities registered pursuant to Sections 8 and 12 of the Code, or Sections 4 and 8 of the RSA.

Title of each class

Number of shares of common  
stock outstanding and amount  
of debt outstanding

**Common Stock ₱10.00 par value**

**5,327,027,018**

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

Yes ☒ [X]

No. ☐ [ ]

If yes, state the name of such stock exchange and the class/es of securities listed therein:

Philippine Stock Exchange - Common Stock

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 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 ☒ [X]

No. ☐ [ ]

b. has been subject to such filing requirements for the past ninety (90) days.

Yes ☒ [X]

No. ☐ [ ]

## SIGNATURES

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.

Issuer.....	<u>BDO UNIBANK, INC.</u>
Signature and Title.....	 <u>GWYNETH M. ENTAO</u> SVP/COMPTROLLER 
Date.....	<u>July 26, 2025</u>
Principal Financial /Accounting Officer/Comptroller.....	 <u>GWYNETH M. ENTAO</u>
Signature and Title.....	<u>SVP/COMPTROLLER</u>
Date.....	<u>July 26, 2025</u>

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**CONDENSED STATEMENTS OF FINANCIAL POSITION**  
*(Amounts in Millions of Pesos)*

	<b>As of</b>		<b>Audited as of</b>
	<b>June 30, 2025</b>		<b>December 31, 2024</b>
<b><u>RESOURCES</u></b>			
CASH AND OTHER CASH ITEMS	P 81,817	P	109,744
DUE FROM BANGKO SENTRAL NG PILIPINAS	257,444		249,593
DUE FROM OTHER BANKS – Net	80,592		90,448
TRADING AND INVESTMENT SECURITIES			
Financial Assets at FVTPL	27,416		27,929
Financial Assets at FVOCI – Net	302,817		272,225
Investment Securities at Amortized Cost – Net	610,923		575,954
LOANS AND OTHER RECEIVABLES – Net	3,475,773		3,272,518
PREMISES, FURNITURE, FIXTURES AND EQUIPMENT – Net	58,768		54,204
INVESTMENT PROPERTIES – Net	36,175		33,825
EQUITY INVESTMENTS – Net	5,170		4,711
INVESTMENT SECURITIES AND OTHER ASSETS FOR LIFE			
INSURANCE CONTRACTS - Net	128,580		121,911
OTHER RESOURCES – Net	61,091		62,988
<b>TOTAL RESOURCES</b>	<b>P 5,126,566</b>	<b>P</b>	<b>4,876,050</b>
<b><u>LIABILITIES AND EQUITY</u></b>			
<b><u>LIABILITIES</u></b>			
DEPOSIT LIABILITIES			
Demand	P 606,691	P	567,904
Savings	2,158,074		2,143,915
Time	1,265,172		1,082,208
Total Deposit Liabilities	4,029,937		3,794,027
BILLS PAYABLE	265,050		261,470
INSURANCE CONTRACT AND OTHER LIABILITIES FOR LIFE			
INSURANCE CONTRACTS	95,156		91,471
OTHER LIABILITIES	125,248		151,687
Total Liabilities	4,515,391		4,298,655
<b><u>EQUITY</u></b>			
Attributable to:			
Shareholders of the Parent Bank	608,372		574,671
Non-controlling Interests	2,803		2,724
	611,175		577,395
<b>TOTAL LIABILITIES AND EQUITY</b>	<b>P 5,126,566</b>	<b>P</b>	<b>4,876,050</b>
<b><u>CONTINGENT</u></b>			
Trust department accounts	P 2,372,582	P	2,305,471
Unused commercial letters of credit	78,940		89,081
Outstanding guarantees issued	787		2,779
Export letters of credit confirmed	13,276		13,854
Bills for collection	17,767		14,339
Late deposits/payments received	2,606		3,058
Spot Exchange Bought	15,616		12,971
Spot Exchange Sold	11,151		45,251
Forward Exchange Bought	215,775		278,229
Forward Exchange Sold	250,492		297,703
Interest Rate Swap Receivable	1,713		1,716
Interest Rate Swap Payable	1,713		1,716
Other Contingent Accounts	861,364		706,059
	<b>P 3,843,782</b>	<b>P</b>	<b>3,772,227</b>

Note: This Financial Statement is in accordance with Philippine Financial Reporting Standards (PFRS)

**CONDENSED STATEMENTS OF INCOME**  
**(Amounts in Millions of Pesos Except Per Share Data)**

	For the six-month period ending		For the quarter ending	
	June 30, 2025	June 30, 2024	June 30, 2025	June 30, 2024
INTEREST INCOME ON				
Loans and Other Receivables	P 117,958	P 108,282	P 60,166	P 55,559
Trading and Investment Securities	21,511	20,468	10,757	10,542
Due from BSP and Other Banks	2,435	3,841	1,291	1,905
Others	78	48	41	29
Total Interest Income	141,982	132,639	72,255	68,035
INTEREST EXPENSE ON				
Deposit Liabilities	36,449	35,331	18,258	18,394
Bills Payable and Other Borrowings	6,882	5,351	3,351	2,868
Finance Lease Liabilities	517	502	268	265
Total Interest Expense	43,848	41,184	21,877	21,527
NET INTEREST INCOME	98,134	91,455	50,378	46,508
IMPAIRMENT LOSSES (RECOVERY) - Net				
Financial Assets	7,058	6,372	4,203	3,027
Non-financial Assets	215	15	12	8
Others	(26)	37	3	22
	7,247	6,424	4,218	3,057
NET INTEREST INCOME AFTER IMPAIRMENT LOSSES	90,887	85,031	46,160	43,451
OTHER OPERATING INCOME				
Service Charges, Fees and Commissions	27,296	23,114	13,740	12,490
Trading Gain(Loss) - Net	1,588	(1,160)	673	(991)
Trust Fees	2,750	2,482	1,378	1,257
Foreign Exchange Gain	1,779	4,924	1,058	2,998
Miscellaneous – Net	4,543	3,784	2,496	1,962
Total Other Operating Income	37,956	33,144	19,345	17,716
INCOME ATTRIBUTABLE TO INSURANCE OPERATIONS - Net	3,909	3,296	2,240	1,568
OTHER OPERATING EXPENSES				
Compensation and Benefits	30,963	26,285	15,647	13,160
Occupancy	6,371	5,917	3,251	2,999
Taxes and licenses	8,855	7,619	4,291	3,658
Security, Clerical, Messengerial and Janitorial	2,856	2,511	1,480	1,264
Insurance	4,232	3,803	2,119	1,893
Advertising	3,325	2,488	1,430	987
Miscellaneous	25,758	22,926	13,284	12,356
Total Other Operating Expenses	82,360	71,549	41,502	36,317
PROFIT BEFORE TAX	50,392	49,922	26,243	26,418
TAX EXPENSE	9,635	10,400	5,258	5,433
<b>NET PROFIT</b>	<b>P 40,757</b>	<b>P 39,522</b>	<b>P 20,985</b>	<b>P 20,985</b>
Attributable to:				
Shareholders of the Parent Bank	P 40,615	P 39,440	P 20,911	P 20,942
Non-controlling Interests	142	82	74	43
	<b>P 40,757</b>	<b>P 39,522</b>	<b>P 20,985</b>	<b>P 20,985</b>
<b>Earnings Per Share:</b>				
Basic	7.55	7.34	3.93	3.94
Diluted	7.55	7.34	3.90	3.90

Note: This Financial Statement is in accordance with Philippine Financial Reporting Standards (PFRS)

**BDO UNIBANK, INC. & SUBSIDIARIES**  
**BDO Towers Valero, 8741 Paseo de Roxas Street, Salcedo Village, Makati City**

**STATEMENTS OF COMPREHENSIVE INCOME**

	<b>For the six-month period ending</b>		<b>For the quarter ending</b>	
	<b>June 30, 2025</b>	<b>June 30, 2024</b>	<b>June 30, 2025</b>	<b>June 30, 2024</b>
<b>NET PROFIT</b>	<b>P 40,757</b>	<b>P 39,522</b>	<b>P 20,985</b>	<b>P 20,985</b>
<b>OTHER COMPREHENSIVE INCOME(LOSS)</b>				
<b>Items that are or will be reclassified subsequently to profit or loss:</b>				
Net unrealized gains (losses) on debt investments at fair value through other comprehensive income (FVOCI), net of tax	1,775	(5,053)	(133)	(2,638)
Transfer of realized losses (gains) on disposed debt investments at FVOCI to statements of income, net of tax	(70)	223	(82)	67
Impairment losses (recoveries) on debt investments at FVOCI	15	(25)	6	(18)
Net gains (losses) on FVOCI securities, net of tax	1,720	(4,855)	(209)	(2,589)
Translation adjustment related to foreign operations	146	(54)	(49)	30
	<u>1,866</u>	<u>(4,909)</u>	<u>(258)</u>	<u>(2,559)</u>
<b>Items that will not be reclassified to profit or loss:</b>				
Remeasurement on life insurance reserves	2,095	3,550	925	2,717
Actuarial gains (losses) on remeasurement of retirement benefit obligation, net of tax	(6)	(1)	(6)	-
Net Unrealized gains (losses) on equity investments at FVOCI, net of tax	54	282	298	18
	<u>2,143</u>	<u>3,831</u>	<u>1,217</u>	<u>2,735</u>
<b>Other Comprehensive Income (Loss), net of tax</b>	<u>4,009</u>	<u>(1,078)</u>	<u>959</u>	<u>176</u>
<b>TOTAL COMPREHENSIVE INCOME</b>	<b>P 44,766</b>	<b>P 38,444</b>	<b>P 21,944</b>	<b>P 21,161</b>
Attributable To:				
Shareholders of the Parent Bank	P 44,613	P 38,369	P 21,867	P 21,121
Non-controlling Interest	153	75	77	40
	<u>P 44,766</u>	<u>P 38,444</u>	<u>P 21,944</u>	<u>P 21,161</u>

STATEMENTS OF CHANGES IN EQUITY  
COMPARATIVE PERIODS ENDED JUNE 30, 2025 AND 2024  
(Amounts in Millions of Pesos)

	Common Stock	Preferred Stock	Additional Paid-in Capital	Treasury Shares at cost	Surplus Reserves	Other Reserves	Surplus Free	Net Unrealized Fair Value Gain / (Losses) on FVOCI	Accumulated Actuarial Gains/ (Losses)	Revaluation Increment	Remeasurement on Life Insurance Reserves	Accumulated Translation Adjustment	Accumulated Share in Other Comprehensive Income/(Loss) of Associates	Total Attributable to Shareholders of the Parent Bank	Non-Controlling Interest	Total Equity
Balance at January 1, 2025	P 53,265	P 6,180	P 237,468	P (7,077)	P 28,956	P 3	P 291,654	P (12,980)	P (26,571)	P 1,010	P 2,766	P 8	P (11)	P 574,671	P 2,724	P 577,395
Transactions with owners																
Issuance of shares during the year	5		60											65		65
Options transferred during the year					(124)									(124)		(124)
Options expensed during the year					592									592		592
Cash Dividends							(11,541)							(11,541)	(1)	(11,542)
Property Dividends			(49)	7,076			(7,076)							(49)		(49)
Total transactions with owners	5	-	11	7,076	468	-	(18,617)	-	-	-	-	-	-	(11,057)	(1)	(11,058)
Total comprehensive income (loss)							40,615	1,763			2,095	146	(6)	44,613	153	44,766
Transfer to/(from) Surplus Free																
Appropriation of excess GLLP over ECL					1,698		(1,698)							-		-
Other Reserves					735		(735)							-		-
	-	-	-	-	2,433	-	(2,433)	-	-	-	-	-	-	-	-	-
Disposals of equity securities classified as FVOCI							62	(62)						-		-
Other adjustments																
Additional capital contribution to a subsidiary						145								145	(73)	72
	-	-	-	-	-	145	-	-	-	-	-	-	-	145	(73)	72
<b>Balance at June 30, 2025</b>	<b>P 53,270</b>	<b>P 6,180</b>	<b>P 237,479</b>	<b>P (1)</b>	<b>P 31,857</b>	<b>P 148</b>	<b>P 311,281</b>	<b>P (11,279)</b>	<b>P (26,571)</b>	<b>P 1,010</b>	<b>P 4,861</b>	<b>P 154</b>	<b>P (17)</b>	<b>P 608,372</b>	<b>P 2,803</b>	<b>P 611,175</b>
Balance at January 1, 2024	P 52,684	P 6,180	P 230,452	P (1)	P 25,054	P 7	P 233,369	P (12,210)	P (23,048)	P 1,010	P 2,375	P 54	P (10)	P 515,916	P 2,638	P 518,554
Transactions with owners																
Issuance of shares during the year	21		251											272		272
Options transferred during the year					(396)									(396)		(396)
Options expensed during the year					456									456		456
Cash Dividends							(9,628)							(9,628)	(372)	(10,000)
Total transactions with owners	21	-	251	-	60	-	(9,628)	-	-	-	-	-	-	(9,296)	(372)	(9,668)
Total comprehensive income (loss)							39,440	(4,566)			3,550	(54)	(1)	38,369	75	38,444
Transfer to/(from) Surplus Free																
Appropriation of excess GLLP over ECL					1,760		(1,760)							-		-
Other Reserves					29		(29)							-		-
	-	-	-	-	1,789	-	(1,789)	-	-	-	-	-	-	-	-	-
Other Adjustments																
Additional capital contribution to a subsidiary						(68)								(68)	68	-
	-	-	-	-	-	(68)	-	-	-	-	-	-	-	(68)	68	-
<b>Balance at June 30, 2024</b>	<b>P 52,705</b>	<b>P 6,180</b>	<b>P 230,703</b>	<b>P (1)</b>	<b>P 26,903</b>	<b>P (61)</b>	<b>P 261,392</b>	<b>P (16,776)</b>	<b>P (23,048)</b>	<b>P 1,010</b>	<b>P 5,925</b>	<b>P -</b>	<b>P (11)</b>	<b>P 544,921</b>	<b>P 2,409</b>	<b>P 547,330</b>



**BDO UNIBANK, INC. & SUBSIDIARIES**  
**STATEMENTS OF CASH FLOWS**  
**FOR THE PERIODS ENDED JUNE 30, 2025 AND 2024**  
*(Amounts in Millions of Pesos)*

Page 5

	<u>2025</u>	<u>2024</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before tax	P 50,392	P 49,922
Adjustments for:		
Interest income	(141,982)	(132,639)
Interest received	149,234	137,681
Interest paid	(44,020)	(38,507)
Interest expense	43,848	41,184
(Gain)/Loss from disposal of FVOCI	(16)	(87)
(Gain)/Loss from disposal of Investment securities at amortized cost	9	-
Impairment losses	7,247	6,424
Depreciation and amortization	6,102	5,832
Share in net profit of associates	(974)	(653)
Fair value losses (gains)	1,351	(55)
Dividends received from Investment in Associates	549	451
Foreign exchange losses (gains) unrealized	4,074	(11,624)
Income attributable to insurance operations - net	(1,942)	(2,262)
Operating profit before changes in operating resources and liabilities	73,872	55,667
Decrease (Increase) in:		
Financial assets at FVTPL	(686)	(4,349)
Loans and other receivables	(200,760)	(160,050)
Investment properties	(3,430)	(1,000)
Investment securities and other assets for life insurance contracts	(1,171)	(1,100)
Other resources	(6,988)	(18,396)
Increase (Decrease) in:		
Deposit liabilities	236,166	168,630
Insurance contract and other liabilities for life insurance contracts	5,780	5,142
Other liabilities	(26,855)	13,752
Cash generated from (used in) operations	75,928	58,296
Cash paid for income tax	(8,832)	(8,180)
Net Cash From (Used in) Operating Activities	67,096	50,116
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Acquisitions of investment securities at amortized cost	(72,695)	(72,223)
Acquisitions of securities at FVOCI	(466,445)	(629,235)
Acquisitions of financial assets at FVOCI arising from life insurance contracts	(11,527)	(8,045)
Maturities of investment securities at amortized cost	34,784	65,957
Maturities of investment securities at amortized cost arising from life insurance contracts	8	1,873
Proceeds from disposals of securities at FVOCI	435,067	569,756
Proceeds from disposals of financial assets at FVOCI arising from life insurance contracts	4,736	5,138
Acquisitions of premises, furniture, fixture and equipment	(5,737)	(5,383)
Proceeds from disposals of premises, furniture, fixture and equipment	42	33
Net addition to Equity Investments	(40)	-
Net Cash From (Used) in Investing Activities	(81,807)	(72,129)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Proceeds from bills payable	109,232	148,195
Payments of bills payable	(103,311)	(130,176)
Capital infusion from non-controlling interest	72	-
Dividends paid	(11,542)	(10,000)
Payments of lease liabilities	(2,338)	(2,179)
Proceeds from issuance of common stock	65	272
Transaction cost related to property dividends	(49)	-
Net Cash From (Used in) Financing Activities	(7,871)	6,112
<b>NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS</b>	<b>P (22,582)</b>	<b>P (15,901)</b>
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR</b>		
Cash and other cash items	109,744	94,278
Due from Bangko Sentral ng Pilipinas	249,593	335,076
Due from other banks	88,260	84,678
Investment Securities at Amortized Cost	3,545	709
Reverse repurchase agreements	25,463	25,370
Interbank Loans Receivable	61,844	48,920
FCNC	10,301	8,986
Investment securities and other assets for life assurance contracts	5	454
	<b>548,755</b>	<b>598,471</b>
<b>CASH AND CASH EQUIVALENTS AT END OF THE PERIOD</b>		
Cash and other cash items	81,817	67,279
Due from Bangko Sentral ng Pilipinas	257,444	370,948
Due from other banks	78,675	74,104
Investment Securities at Amortized Cost	4,427	3,009
Reverse repurchase agreements	297	13,004
Interbank Loans Receivable	98,090	48,057
FCNC	5,330	6,169
Investment securities and other assets for life assurance contracts	93	-
	<b>P 526,173</b>	<b>P 582,570</b>

## CHECKLIST OF REQUIRED DISCLOSURES

BDO UNIBANK, INC.

For the six months ended: June 30, 2025

### FINANCIAL INFORMATION

6. Disclosure that the issuer's interim financial report is in compliance with generally accepted accounting principles.

The Bank's interim financial statements are in compliance with Philippine Financial Reporting Standards (PFRS Accounting Standards).

- 7.a A statement that the same accounting policies and methods of computation are followed in the interim financial statements as compared with the most recent annual financial statements or, if those policies or methods have been changed, a description of the nature and effect of the change.

The significant accounting policies in the Bank's interim financial statements are consistent with those applied in its annual financial statements as of and for the year ended December 31, 2024.

- 7.b Explanatory comments about the seasonality or cyclicity of interim operations.

Remarks: There is no seasonality or cyclicity in the Bank's operations.

- 7.c The nature and amount of items affecting assets, liabilities, equity, net income, or cash flows that are unusual because of their nature, size or incidents.

Remarks: NONE

- 7.d The nature and amount of changes in estimates of amounts reported in prior interim periods of the current financial year or changes in estimates of amounts reported in prior financial years, if those changes have a material effect in the current interim period.

Remarks: NONE

- 7.e Issuances, repurchases, and repayments of debt and equity securities.

On February 20, 2025, the Bank redeemed its \$150 million Green Bond upon maturity.

On March 27, 2025, the Bank repaid upon maturity its P6.5 billion Long-Term Negotiable Certificate of Deposit (LTNCD).

- 7.f Dividends paid (aggregate or per share) separately for ordinary shares and other shares

On April 19, 2024, the Board of Directors of BDO approved the declaration as property dividends the Treasury shares arising from the merger of BDO and SM Keppel Land, Inc. (renamed as The Podium Complex, Inc.), with BDO as the surviving entity. The Treasury shares equivalent to approximately 1% of current outstanding shares were distributed on May 30, 2025.

On January 31, 2025, the Board of Directors approved the declaration of annual cash dividends on preferred shares at the rate of 6.5% per annum for a total dividend amount of P408 million. The dividends were paid on February 21, 2025.

On February 22, 2025, the Board of Directors approved the declaration of cash dividends for the first quarter of 2025, in the amount of P1.00 per common share for a total of P5.3 billion. The dividends were paid on March 31, 2025.

On May 31, 2025, the Board of Directors approved the declaration of cash dividends for the second quarter of 2025, in the amount of P1.10 per common share for a total of P5.9 billion. The dividends were paid on June 30, 2025.

- 7.g Segment revenue and segment result for business segments or geographical segments whichever is the issuer's primary basis of segment reporting. (This shall be provided only if the issuer is required to disclose segment information in its annual financial statements).

The Bank's comparative revenues and expenses by business segment are included as an attachment to this report.

- 7.h Material events subsequent to the end of the interim period that have not been reflected in the financial statements for the interim period.

Remarks: NONE

- 7.i The effect of changes in the composition of the issuer during the interim period, including business combinations, acquisition or disposal of subsidiaries and long-term investments, restructurings and discontinuing operations.

Remarks: NONE

- 7.j Changes in contingent liabilities or contingent assets from December 31, 2024.

- Total Contingent Accounts increased 2% to P3.8 trillion with material movements from the following accounts:
  - Unused L/Cs and Outstanding Guarantees Issued as well as Late Deposits and Payments Received fell 11%, 72% and 15% to P78.9 billion, P787 million and P2.6 billion, respectively, on lower outstanding transactions as of the first half.
  - Bills for Collection grew 24% to P17.8 billion from higher transaction volume as of the cut-off date.
  - Committed Credit Lines jumped 20% to P789.5 billion owing to higher credit lines of credit cardholders.
  - Treasury activities resulted in the following:
    - Spot Exchange Bought increased 20% to P15.6 billion while Spot Exchange Sold dropped 75% to P11.2 billion.
    - Forward Exchange Bought and Sold, likewise, declined 22% and 16% to P215.8 billion and P250.5 billion, respectively.





**BDO Unibank, Inc. & Subsidiaries**  
**Balances by Segment**  
**As of June 30, 2025**  
*(Amounts in Millions of Pesos)*

	Commercial Banking	Investment Banking	Private Banking	Leasing and Financing	Insurance	Others	Total
<b>Revenues</b>							
From external customer							
Interest income	P 140,666	P 56	P 622	P 542	P 2,331	P 96	P 144,313
Interest expense	(43,438)	(2)	(67)	(340)	-	(1)	(43,848)
Net interest income	97,228	54	555	202	2,331	95	100,465
Intersegment revenue							
Interest income	384	3	-	-	11	21	419
Interest expense	(118)	(21)	(39)	(73)	(177)	(5)	(433)
Net interest income (expense)	266	(18)	(39)	(73)	(166)	16	(14)
Other operating income							
Investment banking fees	-	593	-	-	-	-	593
Others	40,185	134	1,017	349	12,932	178	54,795
	40,185	727	1,017	349	12,932	178	55,388
<b>Total net revenues</b>	137,679	763	1,533	478	15,097	289	155,839
<b>Expenses</b>							
Other operating expenses							
Depreciation and amortization	5,778	46	64	242	144	11	6,285
Impairment losses	7,232	-	(1)	16	(2)	3	7,248
Others	74,515	410	1,120	203	11,020	158	87,426
	87,525	456	1,183	461	11,162	172	100,959
Segment operating income	50,154	307	350	17	3,935	117	54,880
Tax expense	8,524	86	109	21	867	28	9,635
<b>Segment net income</b>	<b>P 41,630</b>	<b>P 221</b>	<b>P 241</b>	<b>P (4)</b>	<b>P 3,068</b>	<b>P 89</b>	<b>P 45,245</b>
<b>Statement of Financial Position</b>							
Total resources							
Segment assets	P 5,010,514	P 6,899	P 30,737	P 18,479	P 132,510	P 6,225	P 5,205,364
Deferred tax assets (Liabilities) - net	-	-	-	-	-	-	-
Intangible assets	7,933	84	96	-	76	-	8,189
	P 5,018,447	P 6,983	P 30,833	P 18,479	P 132,586	P 6,225	P 5,213,553
Total liabilities	P 4,392,223	P 2,133	P 23,217	P 17,205	P 103,630	P 371	P 4,538,779
<b>Other Segment Information</b>							
Capital expenditures	P 9,334	P 4	P 28	P 273	P 24	P 2	P 9,665
Investment in associates under equity method	P -	P -	P -	P -	P -	P 5,323	P 5,323
Share in the profit of associates	P -	P -	P -	P -	P -	P 974	P 974

**BDO Unibank, Inc. & Subsidiaries**  
**Balances by Segment**  
**As of June 30, 2024**  
*(Amounts in Millions of Pesos)*

	Commercial Banking	Investment Banking	Private Banking	Leasing and Financing	Insurance	Others	Total
<b>Revenues</b>							
From external customer							
Interest income	P 131,426	P 44	P 604	P 411	P 2,256	P 154	P 134,895
Interest expense	(40,864)	(6)	(62)	(251)	-	(1)	(41,184)
Net interest income	90,562	38	542	160	2,256	153	93,711
Intersegment revenue							
Interest income	768	4	-	7	11	30	820
Interest expense	(105)	(43)	(14)	(341)	(343)	(5)	(851)
Net interest income (expense)	663	(39)	(14)	(334)	(332)	25	(31)
Other operating income							
Investment banking fees	-	870	-	-	-	-	870
Others	33,258	259	886	1,415	11,155	200	47,173
	33,258	1,129	886	1,415	11,155	200	48,043
<b>Total net revenues</b>	<b>124,483</b>	<b>1,128</b>	<b>1,414</b>	<b>1,241</b>	<b>13,079</b>	<b>378</b>	<b>141,723</b>
<b>Expenses</b>							
Other operating expenses							
Depreciation and amortization	5,301	42	59	533	161	11	6,107
Impairment losses	6,433	-	(8)	7	(7)	(7)	6,418
Others	63,515	438	998	655	9,864	156	75,626
	75,249	480	1,049	1,195	10,018	160	88,151
Segment operating income	49,234	648	365	46	3,061	218	53,572
Tax expense	9,285	163	133	55	722	42	10,400
<b>Segment net income</b>	<b>P 39,949</b>	<b>P 485</b>	<b>P 232</b>	<b>P (9)</b>	<b>P 2,339</b>	<b>P 176</b>	<b>P 43,172</b>
<b>Statement of Financial Position</b>							
Total resources							
Segment assets	P 4,592,752	P 9,975	P 34,612	P 39,859	P 118,759	P 6,015	P 4,801,972
Deferred tax assets (Liabilities) - net	1,806	(160)	11	(1,610)	83	(2)	128
Intangible assets	8,014	79	129	-	42	-	8,264
	P 4,602,572	P 9,894	P 34,752	P 38,249	P 118,884	P 6,013	P 4,810,364
Total liabilities	P 4,048,497	P 5,638	P 27,653	P 20,443	P 94,970	P 379	P 4,197,580
<b>Other Segment Information</b>							
Capital expenditures	P 6,552	P 10	P 15	P 314	P 26	P 4	P 6,921
Investment in associates under equity method	P -	P -	P -	P -	P -	P 4,233	P 4,233
Share in the profit of associates	P -	P -	P -	P -	P -	P 653	P 653

**BDO Unibank, Inc. and Subsidiaries**  
**Reconciliation**  
**As of June 30, 2025 and 2024**  
**(Amounts in Millions of Pesos)**

		<u>2025</u>	<u>2024</u>
<b>Revenue</b>			
Total segment net revenues	P	155,839	P 141,723
Expenses of insurance operations presented as part of income attributable to insurance operations - net		(10,105)	(9,069)
Elimination of intersegment revenues		<u>(5,735)</u>	<u>(4,759)</u>
Net revenues as reported in profit or loss	P	<u>139,999</u>	<u>P 127,895</u>
<b>Profit or loss</b>			
Total segment net income	P	45,245	P 43,172
Elimination of intersegment profit		<u>(4,488)</u>	<u>(3,650)</u>
Net profit as reported in profit or loss	P	<u>40,757</u>	<u>P 39,522</u>
<b>Resources</b>			
Total segment resources	P	5,213,553	P 4,810,364
Elimination of intersegment assets		<u>(86,987)</u>	<u>(97,909)</u>
Total resources	P	<u>5,126,566</u>	<u>P 4,712,455</u>
<b>Liabilities</b>			
Total segment liabilities	P	4,538,779	P 4,197,580
Elimination of intersegment liabilities		<u>(23,388)</u>	<u>(32,455)</u>
Total Liabilities	P	<u>4,515,391</u>	<u>P 4,165,125</u>

## MANAGEMENT'S DISCUSSION &amp; ANALYSIS

1. Comparable discussion that will enable the reader to assess material changes in financial condition results of operation since the end of the last fiscal year and for the comparable interim period in the preceding financial year.

## 1.a Balance Sheet – June 30, 2025 vs. December 31, 2024

- Cash and Other Cash Items declined 25% to P81.8 billion, from a high year-end 2024 level owing to deposits generated during the Christmas season.
- Due from Other Banks went down 11% to P80.6 billion from lower level of placements and working balances with correspondent banks.
- Investment Securities rose 7% to P941.2 billion resulting from increases in Financial Assets at Fair Value through Other Comprehensive Income (FVOCI) and Investment Securities at Amortized Cost.
- Net Loans and Other Receivables climbed 6% to P3.5 trillion, despite lower levels of Securities Purchased Under Reverse Repurchase Agreements (SPURRA) and Other Receivables. This is owing to gross customer loans and Interbank Loans growing 6% and 41% to P3.4 trillion and P115.3 billion, respectively.
- Bank Premises increased 8% to P58.8 billion resulting from investments in information technology (IT) systems and in the Bank's offices and distribution channels.
- Equity Investments hiked 10% to P5.2 billion due to earnings from associates.
- Investment Properties rose 7% to P36.2 billion on foreclosures and dacion payments.
- Assets Attributable to Life Insurance went up 5% to P128.6 billion on higher BDO Life business volumes.
- Total Deposits grew 6% to P4.0 trillion as Demand and Time deposits climbed 7% and 17%, respectively.
- Other Liabilities fell 17% to P125.2 billion from lower levels of accounts payable and outstanding acceptances from trade transactions.
- Total Equity went up 6% to P611.2 billion from earnings for the first half of the year.

## 1.b Balance Sheet – June 30, 2025 vs. June 30, 2024

- Total Resources expanded 9% year-on-year to P5.1 trillion coming from growth in customer loans mainly funded by deposits.
- Cash and Other Cash Items jumped 22%, coming from growth in deposits.
- Due from BSP fell 31% to P257.4 billion following the reserve requirement cuts in October 2024 and March 2025 totaling 4.5%.
- Net Loans and Other Receivables expanded 15% year-on-year due to a 14% growth in customer loans and a 66% increase in Interbank Loans.
- Bank Premises rose 13% from investments in the Bank's IT systems, offices and distribution channels.
- Equity Investments went up 27% year-on-year from associates' earnings.
- Investment Properties slid 15% after the subsequent reclassification of a portion of The Podium Complex Inc.'s assets to Non-Current Assets Held for Sale (NCAHS) under Other Assets.





- Assets Attributable to Life Insurance climbed 12% on continued growth in BDO Life business volumes.
- Other Resources jumped 23% to P61.1 billion coming from increases in NCAHS, and retirement assets.
- Deposit Liabilities expanded 8% year-on-year primarily owing to growth in Demand and Time deposits of 13% and 11%, respectively.
- Bills Payable climbed 24% to P265.1 billion from the issuance of the P55.7 billion ASEAN Sustainability Bond in July 2024.
- Liabilities Attributable to Life Insurance rose 13% to P95.2 billion consistent with increased BDO Life business volumes.
- Total Equity grew 12% year-on-year from continued profitable operations.

#### 1.c Income Statement – For the Period Ended June 30, 2025 vs. June 30, 2024

- The Bank reported a Net Income attributable to Equity holders of the Parent Company of P40.6 billion for the first half of the year, a 3% improvement from the P39.4 billion for the same period last year.
- Net Interest Income hiked 7% to P98.1 billion owing to an expansion in earning assets.
- With an expanded loan portfolio, the Bank continued its conservative provisioning stance, setting aside P7.2 billion as Provision for Impairment Losses.
- Other operating income jumped 15% to P38.0 billion owing to the following:
  - Trading Gain registered at P1.6 billion vis-à-vis a trading loss of P1.2 billion for the same period last year, primarily from revaluation of derivatives contra Foreign Exchange (FX) Gain.
  - Consequently, FX Gain dropped 64% to P1.8 billion.
  - Service Charges and Fees surged 18% to P27.3 billion reflecting continued growth in the Bank's major fee-based services.
  - Trust Fees went up 11% to P2.8 billion owing to a larger portfolio of funds managed.
  - Other Income grew 20% to P4.5 billion primarily due to higher loan recoveries and ROPA gains.
- Income from Insurance Operations increased 19% to P3.9 billion coming from sustained BDO Life business volumes.
- Other operating expenses increased 15% to P82.4 billion due to the following:
  - Employee Benefits went up 18% from salary increases and a higher manpower headcount.
  - Occupancy Costs, likewise, rose 8% from improvements and investments in the Bank's various distribution channels.
  - Taxes and Licenses climbed 16% primarily from Gross Receipt Taxes on a higher income base.
  - Insurance expenses increased 11% following deposit growth.
  - Advertising expenses jumped 34% from increased marketing and promotional expenditures.
  - Security, Clerical and Janitorial expenses as well as Other expenses hiked 14% and 12%, respectively, on account of increased business volumes and a wider distribution network.
- Tax Expense declined 7% to P9.6 billion from loan write-offs.





## 1.d Comprehensive Income – For the period ended June 30, 2025 vs. June 30, 2024

- From a Net Income of P40.8 billion, Total Comprehensive Income for the first half of 2025 stood at P44.8 billion inclusive of a P1.7 billion increase in net unrealized gains on debt investments at FVOCI, a positive P146 million translation adjustment related to foreign operations, a positive P2.1 billion re-measurement on life insurance reserves, a P6 million actuarial loss on re-measurement of retirement benefit obligation and a P54 million increase in net unrealized gain on equity investments at FVOCI.
- This represents a 16% growth from the Total Comprehensive Income of P38.4 billion in June 2024, consisting of a P39.5 billion Net Income, a P4.9 billion decrease in net unrealized gains on debt investments at FVOCI, a negative P54 million translation adjustment related to foreign operations, a positive P3.6 billion re-measurement on life insurance reserves, a P1 million actuarial loss on re-measurement of retirement benefit obligation and a P282 million increase in net unrealized gain on equity investments at FVOCI.

2. Discussion of the company's key performance indicators. It shall include a discussion of the manner by which the company calculates or identifies the indicators presented on a comparable basis.

Indicator	6M 2025	6M 2024	12M 2024
Return on Average Common Equity (%)	13.92%	15.05%	15.14%
Return on Average Assets(%)	1.64%	1.73%	1.76%
Net Interest Margin	4.30%	4.34%	4.35%
Liquidity Ratio	31.16%	34.28%	31.73%
Debt to Equity	738.80%	760.99%	744.49%
Asset to Equity	838.80%	860.99%	844.49%
Interest Rate Coverage	214.92%	221.22%	221.36%
Profit Margin	22.17%	23.37%	23.51%
Capital Adequacy Ratio	15.43%	14.81%	15.23%
Basic Earnings per Share	7.55	7.34	15.34

- Return on Average Common Equity and Return on Average Assets were lower at 13.92% and 1.64% owing to Net Income increasing at a slower pace versus average common equity and average assets.
- Net Interest Margin was slightly lower at 4.30% resulting from BSP's policy rate cuts and competitive market pricing.
- Liquidity Ratio was lower year-on-year at 31.16% as loan assets grew at a faster pace.
- Debt to Equity and Assets to Equity declined to 738.80% and 838.80%, respectively, as the change in total equity outpaced increases in both liabilities and total assets.
- Interest Rate Coverage and Profit Margin declined to 214.92% and 22.17%, respectively, due to higher funding cost.
- Capital Adequacy Ratio, covering credit, market and operations went up to 15.43% as the increase in capital coming from profits, outpaced the growth in risk-weighted assets.
- Basic earnings per share rose to P7.55 following a higher Net Income.



3. Discussion and analysis of material event/s and uncertainties known to management that would address the past and would have an impact on future operations of the following:

- 3.a Any known trends, demands, commitments, events or uncertainties that will have a material impact on the issuer's liquidity.

Remarks: NONE

- 3.b Any events that will trigger direct or contingent financial obligation that is material to the company, including any default or acceleration of an obligation.

Remarks: NONE

- 3.c Any material off-balance sheet transactions, arrangements, obligations (including contingent obligations), and other relationships of the company with unconsolidated entities or other persons created during the reporting period.

Remarks: NONE

- 3.d Any material commitments for capital expenditures, the general purpose of such commitments and the expected sources of funds for such expenditures.

Remarks: NONE

- 3.e Any known trends, events or uncertainties that have had or that are reasonably expected to have a material favorable or unfavorable impact on net sales/revenues/income from continuing operations.

Remarks: NONE

- 3.f Any significant elements of income or loss that did not arise from the issuer's continuing operations.

Remarks: NONE

- 3.g The causes for any material change from period to period which shall include vertical and horizontal analyses of any material item;

The term "material" in this section shall refer to changes of items amounting to five percent (5%) of the relevant accounts or such lower amount, which the registrant deems material on the basis of other factors.

Vertical Analysis-Material Changes

- I. Balance Sheet – June 30, 2025 vs. December 31, 2024

Remarks: NONE





II. Income Statement – For the period ended June 30, 2025 vs. June 30, 2024

- Trading Gain as a percentage of Other Income registered at 4.2% for the first half of the year vis-à-vis -3.5% for the same period last year, owing to revaluation of certain derivatives contra FX Gain, which dropped 10.2% to account for 4.7% of Other Income.

3.h Any seasonal aspects that had a material effect on the financial condition or results of operations.

Remarks: NONE

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**BDO UNIBANK, INC. & SUBSIDIARIES**  
**BDO Towers Valero, 8741 Paseo de Roxas Street, Salcedo Village, Makati City**

**AGING OF LOANS AND ACCOUNTS RECEIVABLE**  
**As of June 30, 2025**  
*(Amounts in Millions of Pesos)*

TYPE OF ACCOUNTS	CURRENT	90 DAYS OR LESS	91 - 120 DAYS	121 - 180 DAYS	181 DAYS AND OVER	TOTAL
<b>A. INTERBANK LOANS RECEIVABLES</b>	<b>P 115,518</b>	<b>P -</b>	<b>P -</b>	<b>P -</b>	<b>P -</b>	<b>P 115,518</b>
<b>B. LOANS AND RECEIVABLES</b>	<b>P 3,349,771</b>	<b>P 20,576</b>	<b>P 4,492</b>	<b>P 6,997</b>	<b>P 50,339</b>	<b>P 3,432,175</b>
Loans & Discounts	2,872,964	10,020	1,345	2,026	29,308	2,915,663
Agri - Agra Loans	98,869	234	18	37	287	99,445
Bills Purchased	18,764	-	-	-	33	18,797
Customers Liability on Draft under LC/TR	55,683	9	-	-	669	56,361
Customers Liability for this Bank's Acceptances	6,155	-	-	-	-	6,155
Credit Card Receivables	223,918	5,211	2,217	3,313	9,379	244,038
Restructured Loans	52,801	4,739	787	1,304	8,318	67,949
Reverse Repurchase Agreement	297	-	-	-	-	297
Other Loans & Receivables	20,320	363	125	317	2,345	23,470
<b>C. ACCOUNTS RECEIVABLE</b>	<b>P 15,706</b>	<b>P 2,015</b>	<b>P 191</b>	<b>P 156</b>	<b>P 2,038</b>	<b>P 20,106</b>
<b>TOTAL</b>	<b>P 3,480,995</b>	<b>P 22,591</b>	<b>P 4,683</b>	<b>P 7,153</b>	<b>P 52,377</b>	<b>P 3,567,799</b>