



April 23, 2021

THE PHILIPPINE STOCK EXCHANGE, INC.

6/F PSE Tower, 5th Avenue corner 28th Street
Bonifacio Global City, Taguig City

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

PHILIPPINE DEALING AND EXCHANGE CORP.

29th Floor, BDO Equitable Tower
8751 Paseo de Roxas, Makati City 1226

Attention: **Atty. Marie Rose M. Magallen-Lirio**
Head, Issuer Compliance and Disclosure Department

Ladies and Gentlemen:

Please be informed that the Board of Directors of BDO Unibank, Inc. (the “Bank”), at its regular meeting held today, April 23, 2021, approved the financial statements of the Bank for the First Quarter of 2021.

The Bank will be releasing to the press the attached statement entitled: “*BDO posts ₱28.2 billion income in 2020; Earns ₱10.4 billion in 1Q21.*”

Thank you.

Very truly yours,



ALVIN C. GO
SVP/Assistant Corporate Secretary and
Alternate Corporate Information Officer

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**2021 Annual Stockholders' Meeting
23 April 2021**

**BDO posts ₱28.2 billion income in 2020
Earns ₱10.4 billion in 1Q21**

In the Bank's Annual Stockholders' Meeting held today virtually, BDO Unibank, Inc. (BDO) President Nestor V. Tan reported the Bank's full year 2020 and first quarter 2021 results at ₱28.2 billion and ₱10.4 billion, respectively, on the back of the Bank's resilient business franchise despite the continuing challenges brought by the COVID-19 pandemic.

BDO demonstrated operational resilience and grew its balance sheet amid the difficult operating environment in 2020. Net income was lower vs. 2019, mainly due to pre-emptive provisions of ₱30.2 billion set aside against potential pandemic-induced delinquencies. However, the Bank's pre-provisioning operating profit remained solid with 17 per cent Year-on-Year (YoY) growth over 2019.

For the first three (3) months of 2021, net income was at ₱10.4 billion up by 19 per cent from a year-ago on the robust performance from service fee businesses that compensated for the weak demand for loans.

Loans dipped by one (1) per cent YoY to ₱2.2 trillion, while total deposits went up by two (2) per cent to ₱2.6 trillion, underpinned by the 11 per cent rise in CASA deposits, with the CASA ratio hitting a record 83 per cent.

Non-interest income recovered driven by the strong performance of wealth management and life insurance businesses, as well as the normalization of trading and forex gains. Operating expenses were relatively flat compared to last year.

The Bank set aside an additional ₱2.9 billion in provisions even as the 1Q21 NPL ratio of 2.81% remained within expectations, and is still below the three (3) per cent

NPL ratio projected for end-2020. NPL coverage is now at 107.1 per cent, more than adequate to cover for potential losses.

The Bank's capital base strengthened to ₱400.9 billion with Capital Adequacy Ratio (CAR) and Common Equity Tier 1 (CET1) at 14.7 per cent and 13.6 per cent, respectively, both comfortably above regulatory levels and deemed sufficient to withstand near-term shocks. The Bank's Book Value per common share stood at ₱89.89, up 7.8 per cent from year-ago levels.

BDO remains resilient in the face of the continuing challenges of the health crisis and will continue to strengthen its business franchise and invest in its digital infrastructure with the ongoing implementation of the Bank's strategic programs.

About BDO

BDO is a full-service universal bank that provides a wide range of corporate and retail banking services. These services include traditional loan and deposit products, as well as treasury, trust banking, investment banking, private banking, rural banking, cash management, leasing and finance, remittance, insurance, retail cash cards and credit card services.

BDO has the country's largest distribution network, with over 1,400 consolidated operating branches and more than 4,400 ATMs nationwide. It also has 18 overseas remittance and representative offices (including full-service branches in Hong Kong and Singapore) in Asia, Europe, North America and the Middle East.

BDO ranked as the largest bank in terms of total assets, loans, deposits and trust funds under management based on published statements of condition as of December 31, 2020. For more information, please visit www.bdo.com.ph.