

LAND BANK OF THE PHILIPPINES
STATEMENT OF COMPREHENSIVE INCOME
For the year ended December 31, 2013
(In thousand pesos)

| | | GROUP | | PARENT | |
|---|-------------|--------------------|-------------------|--------------------|-------------------|
| | NOTE | 2013 | 2012 | 2013 | 2012 |
| INTEREST INCOME | | | | | |
| Loans | | 17,359,647 | 16,876,895 | 17,132,296 | 16,622,317 |
| Investments | | 9,643,490 | 9,694,533 | 9,616,452 | 9,666,332 |
| Due from Bangko Sentral ng Pilipinas | | 800,451 | 709,649 | 800,451 | 709,649 |
| Deposit in banks | | 3,382 | 12,992 | 3,355 | 2,636 |
| Others | | 3,078 | 13,022 | 3,078 | 12,901 |
| | | 27,810,048 | 27,307,091 | 27,555,632 | 27,013,835 |
| INTEREST EXPENSE | | | | | |
| Deposit liabilities | | 4,462,200 | 5,386,939 | 4,471,694 | 5,388,674 |
| Unsecured subordinated debt | | 1,119,590 | 1,073,324 | 1,119,590 | 1,073,324 |
| Borrowed funds | | 891,118 | 1,026,532 | 882,469 | 1,008,201 |
| Others | | 361 | 5,456 | 3,928 | 21,630 |
| | | 6,473,269 | 7,492,251 | 6,477,681 | 7,491,829 |
| NET INTEREST INCOME | | 21,336,779 | 19,814,840 | 21,077,951 | 19,522,006 |
| PROVISION FOR CREDIT LOSSES | 17 | 1,478,035 | 415,709 | 1,463,467 | 364,941 |
| NET INTEREST INCOME AFTER PROVISION FOR CREDIT LOSSES | | 19,858,744 | 19,399,131 | 19,614,484 | 19,157,065 |
| OTHER OPERATING INCOME | | | | | |
| Gain from sale/redemption/reclass of non-trading of FA and Liab | | 8,652,501 | 3,301,481 | 8,652,501 | 3,301,481 |
| Foreign exchange gains from revaluation | | 1,991,355 | 2,660,454 | 1,991,355 | 2,660,454 |
| Dividends | | 1,331,354 | 2,114,705 | 1,331,354 | 2,114,705 |
| Fees and commission | | 971,039 | 1,042,417 | 893,714 | 966,602 |
| Gain from dealings in foreign currency | | 636,136 | 662,369 | 625,574 | 651,730 |
| Miscellaneous - net | | 1,158,436 | 1,016,040 | 980,659 | 974,291 |
| | | 14,740,821 | 10,797,466 | 14,475,157 | 10,669,263 |
| OTHER OPERATING EXPENSES | | | | | |
| Compensation and fringe benefits | | 7,480,363 | 6,527,905 | 7,429,238 | 6,477,791 |
| Loss on financial assets and liabilities - held for trading | | 1,968,700 | 2,844,015 | 1,968,700 | 2,844,015 |
| Taxes and licenses | | 2,442,955 | 2,053,257 | 2,415,845 | 2,020,192 |
| Depreciation and amortization | | 723,336 | 967,530 | 711,050 | 956,965 |
| Rent | | 592,117 | 693,950 | 703,340 | 768,244 |
| Miscellaneous expenses | | 6,479,653 | 5,273,233 | 6,284,238 | 5,227,937 |
| | | 19,687,124 | 18,359,890 | 19,512,411 | 18,295,144 |
| INCOME BEFORE INCOME TAX | | 14,912,441 | 11,836,707 | 14,577,230 | 11,531,184 |
| PROVISION FOR INCOME TAX | 22 | 3,121,826 | 873,891 | 3,047,119 | 806,466 |
| NET INCOME | | 11,790,615 | 10,962,816 | 11,530,111 | 10,724,718 |
| OTHER COMPREHENSIVE INCOME | | | | | |
| Net unrealized gains on securities available for sale | | (8,363,555) | 1,328,366 | (8,364,064) | 1,328,366 |
| | | (8,363,555) | 1,328,366 | (8,364,064) | 1,328,366 |
| TOTAL COMPREHENSIVE INCOME | | 3,427,060 | 12,291,182 | 3,166,047 | 12,053,084 |

The Notes on pages 9 to 69 form part of these financial statements.