

SEC Number AS095-008814A

File Number _____

CHINATRUST (PHILIPPINES) COMMERCIAL BANK CORP.

Sixteenth to Nineteenth Floors, Fort Legend Towers,
31st St. corner 3rd Avenue, Bonifacio Global City, Taguig City

(Company's Full Name)

988-9287

(Telephone Number)

2011 December 31

(Fiscal Year Ending)
(Month & Day)

SEC FORM 17-Q

Quarterly Report

Form Type

Amendment Designation
(If Applicable)

September 30, 2011

Period Ended Date

(Secondary License Type and File Number)

SECURITIES AND EXCHANGE COMMISSION

SEC FORM 17- Q

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

1. For the quarterly period ended September 30, 2011
2. Commission identification number AS095-008814A
3. BIR Tax Identification No. 004-665-166
4. Exact name of registrant as specified in its charter
Chinatrust (Philippines) Commercial Bank Corporation
5. Province, country or other jurisdiction of incorporation or organization
6. Industry Classification Code (SEC Use Only)
7. Address of registrant's principal office Postal Code
Sixteenth to Nineteenth Floors, Fort Legend Towers, 1634
31st St. corner 3rd Avenue, Bonifacio Global City, Taguig City
8. Registrant's telephone number, including area code (02) 988-9287
9. Former name, former address and former fiscal year, if changed since last report
Not applicable
10. Securities registered pursuant to Sections 4 and 8 of the RSA

<u>Title of each Class</u>	<u>Number of shares common stock outstanding and amount of debt outstanding</u>
Common ₱10.00 par value	247,968,731 shares ₱2,479,687,310

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

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

Yes [] No []

Stock Exchange

Classes of Securities

Philippine Stock Exchange

Common Stocks

12. Indicate by check mark whether the registrant:

(a) Has filed all reports required by Section 17 of the Code and SRC Rule 17 thereunder or Sections 11 of the RSA and RSA Rule 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 [] No []

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

Yes [] No []

PART I – FINANCIAL INFORMATION

Item 1. Financial Statements

(Refer to Attached Financial Statements)

Item 2. Management Discussion and Analysis of Financial Condition and Results of Operation

Chinatrust's pre-tax income for the nine-months ending September 30, 2011 posted an 8% growth to Php544M as compared to the same period last year of Php503M while net income after tax stood at Php341M. This translates to an ROE and ROA of 7.59% and 1.94%, respectively. Increase in trading gains on securities of 21% from Php227M last year to Php275M this year contributed to the higher net income before tax partly offset by a decrease in net interest income on account of lower average volume of loans and lower commission earned from credit related transactions. However, interest expenses on deposit liabilities slid by 42% as the Bank's low-cost deposits average daily balance (ADB) rose by 6.6% to Php7.3B from Php7.1B in the same period of 2010. This enabled the Bank to lower its average cost of funds to 0.75% per annum from last year's 0.99% per annum.

Provisions for impairment improved by 63% or Php139M lower than last year due to reversals of specific impairment due to full settlement of loan accounts and improvement in credit quality. Income Tax Provision increased by Php104M on account of the reversal of deferred income tax relating to the write-off of certain fully provided loan and receivable accounts.

Total resources stood at Php22.1B level, reflecting a 9% decrease compared to December 2010 level. Total deposits as of September 30, 2011 amounted to Php14B, 15% lower compared to 2010 year-end level of Php16.9B as funds were shifting to BSP's special deposit accounts (SDAs).

Non-performing loans (NPL) ratio as of September 30, 2011 stood at 1.61% as compared to 1.66% as of December 2010. The Bank's capital adequacy ratio (CAR) remains high versus the industry at 28.66% as of September 30, 2011, better than year-end 2010 CAR of 25.33% and way above the regulatory requirement of 10%.

Key Financial Indicators

The following ratios are used to assess the performance of the Bank presented on a comparable basis:

	September 30, 2011	September 30, 2010
Return on Average Equity (ROE)	7.59%	9.57%
Return on Average Assets (ROA)	1.94%	2.14%
Cost-to-Income Ratio	61.07%	55.43%

	September 30, 2011	December 31, 2010
Non-Performing Loan Ratio (NPL)	1.61%	1.66%
Non Performing Loan Cover	42%	48%
Capital Adequacy Ratio	28.66%	25.33%

The manner by which the Bank calculates the above indicators is as follows:

- Return on Average Equity ---- Net Income divided by average total capital funds for the period indicated
- Return on Average Assets ---- Net Income divided by average total resources for the period indicated
- Cost to income ratio --- Total Operating expenses divided by the sum of net interest income plus other income
- Non-Performing Loan Ratio --- Total non-performing loans divided by gross loan portfolio
- Non-Performing Loan Cover --- Total allowance for probable loan losses divided by total non-performing loans
- Capital Adequacy Ratio --- Total capital divided by risk-weighted assets

Additional Management Discussion and Analysis (for those with variances of more than 5% September 30, 2011 vs. December 31, 2010)

Balance Sheet –

Cash and Other Cash Item declined by 23% from Php334M to Php256M on account of lower levels of cash in vault and in ATMs.

Due from Bangko Sentral ng Pilipinas dropped by 29% from Php4.3B to Php3.0B brought about by lower loans to BSP under reverse repurchase (RRP) agreement.

Due from other banks increased by 44% from Php615.1M to Php883.9M mainly due to higher levels of due from foreign banks.

Interbank term loans increased from Php2.6M to Php529M due to higher levels of foreign currency interbank loans.

Financial assets at FVPL increased by 114% due to the increase in the volume of both peso and foreign currency held-for-trading (HFT) – treasury notes. On the other hand, available for sale investments went down by 43% mainly attributable to lower volume of both peso and foreign currency available for sale securities.

Held-to-Maturity investments went up by 6% mainly due to higher peso held-to-maturity securities.

Loans and Receivables – net dropped by 12% from Php16.1B to Php14.2B on account of corporate pay downs and settlements.

Investment Properties went up by 51% due to newly foreclosed properties for the period. Deferred Income Tax (DIT) declined by 30% due to reversal of DIT in relation to the write-off of fully provided loans and receivables.

Other assets grew by 11% owing to higher prepaid expenses and software licenses as compared last year partly offset by rent deposits.

Total deposits slid by 15% from Php16.9B to Php14.3B attributable to the decrease in time deposits brought by the shift to the higher yielding special deposit accounts (SDAs) with BSP.

Bills payable rose by 15% from Php570M to Php655.8M on account of increase in foreign currency interbank borrowings.

Outstanding Acceptances decreased by 97% due to the lower volume of foreign currency acceptances. Also, Manager's Checks went down by 12% from Php32.1M to Php29.7M.

Accrued Interest, Taxes, and Other Expenses decreased by 12% due to lower accrued interest payable this year as compared last year. On the other hand, Accrued Income Tax Payable increased by 183%.

Income Statement (variance analysis for September 30, 2011 vs. September 30, 2010)

Interest income on loans and receivables went down by 12.4% compared last year due to the lower average volume of peso earning loans.

Interest income on deposits with other banks went down by 61.1% mainly attributable to lower average volume on due from BSP.

Interest income on interbank loans went up by 194.2% due to the increase in the average volume of both peso and foreign currency interbank loans receivable.

Interest expense on deposits declined by 42.23% from Php303.13M to Php175.11M mainly owing to lower average volume of both peso and foreign currency high cost deposits while interest expense on borrowings posted a 41.19% increase from Php3.8M to Php5.3M mainly due to increase in average volume of foreign currency bills payable.

Service charges and commission income amounted to Php129.6M, 5.17% lower as compared last year due to lower commission earned from credit related transactions. On the other hand, trading gain posted a 20.88% to Php275M this year as compared last year and partly offset by lower foreign exchange gains of Php18M from Php50.1M last year. Miscellaneous income as of September 30, 2011 totaled Php37.8M, a 30.8% increase as compared to the same period last year attributable to higher trust and ATM fee income.

Compensation and fringe benefits as of September 30, 2011 totaled Php436.7M reflecting a 22% increase as compared to the same period last year. Occupancy and other equipment - related costs decreased by 6.87% year on year mainly contributed by lower expenses on rent – bank premises and was offset by higher depreciation and amortization of 29.51% owing to the relocation of Head Office premises last 2nd half of 2010.

Provision for impairment and credit losses as of September 30, 2011 totaled Php81M, reflecting 63.19% improvement versus same period last year due to the fair value gains from foreclosed assets of Php31.1M.

Taxes, licenses, and documentary stamps used (DST) is lower by 7.1% this year as compared last year brought about by lower DST due to lower high cost peso deposit volume.

Amortization of software licenses went up by 55.95% from Php12.6M to Php20M due to depreciation of new software licenses acquired in the latter part of 2010.

Furthermore, Income Tax Provision increased by 105.76% caused by the reversal of deferred income tax relating to written off loan and receivable accounts.

Material Events and Uncertainties:

There are no known trends, demand, commitments, events or uncertainties that will have material impact on the Bank's liquidity. There are also no known material commitments for capital expenditures as of reporting date. There are no known trends, events, uncertainties that had or reasonably expected to have a material favorable or unfavorable impact on income from continuing operations. There are no significant elements of income or loss that did not arise from the banks continuing operations. Likewise, there are no seasonal aspects that had material effect on the financial condition or results of operations.

There are no known events that will trigger direct or contingent financial obligation that is material to the company, including any default or acceleration of an obligation. Also, there are no material off-balance sheet transactions, arrangements, obligations (including contingent obligations), and other relationships of the Bank with unconsolidated entities or other persons created as of the reporting date.


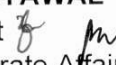
PART II – OTHER INFORMATION

(none)

SIGNATURES

Pursuant to the requirements of the Securities Regulation Code, the registrant had duly caused this report to be signed on its behalf by the undersigned thereunto duly authorized.

Issuer **Chinatrust (Philippines) Commercial Bank Corporation**

Signature 
(Title) **MR. ANDRE P. PAYAWAL**
First Vice President 
Finance and Corporate Affairs Group

Date **October 28, 2011**

Signature 
(Title) **ATTY. MARITESS PARILLA-ELBINIAS**
Corporate Information Officer

Date **October 28, 2011**

CHINATRUST (PHILIPPINES) COMMERCIAL BANK CORPORATION
STATEMENT OF CONDITION

(With Comparative Figures for December 31, 2010)
(in Php)

	September 30, 2011	December 31, 2010
	(Unaudited)	(Audited)
RESOURCES		
Cash and Other Cash Items	256,503,101	334,084,617
Due from Bangko Sentral ng Pilipinas	3,043,796,954	4,262,903,803
Due from Other Banks	883,939,410	615,146,557
Interbank Loans Receivable	529,031,235	2,640,002
Financial Assets at Fair Value through Profit or Loss	1,443,325,079	675,479,270
Available-for-Sale Investments	777,517,599	1,370,939,919
Held-to-Maturity Investments	271,307,844	255,357,743
Loans and Receivables - net	14,248,871,352	16,113,468,432
Property and Equipment - net	244,303,744	249,755,844
Investment Properties	4,367,755	2,884,173
Deferred Income Tax	251,202,561	361,163,908
Other Resources - net	193,964,965	174,754,649
	22,148,131,600	24,418,578,917
LIABILITIES AND CAPITAL FUNDS		
Liabilities		
Deposit Liabilities		
Demand	4,768,820,617	4,849,431,949
Savings	2,194,349,223	2,434,664,132
Time	7,327,619,944	9,623,650,234
	14,290,789,784	16,907,746,315
Bills Payable	655,800,000	569,920,000
Outstanding Acceptances	581,011	17,247,342
Manager's Checks	29,743,214	32,062,964
Accrued Interest, Taxes and Other Expenses	236,598,606	268,744,697
Income Tax Payable	10,715,613	3,781,474
Other Liabilities	853,000,313	875,982,380
	16,077,228,541	18,675,485,172
Capital Funds		
Common Stock	2,479,687,310	2,479,687,310
Additional Paid-in Capital	53,513,675	53,513,675
Surplus	3,571,585,452	3,230,548,188
Cumulative FX Translation Adjustment	(8,274,138)	(15,029,477)
Net Unrealized Gain (Loss) on Available-for-Sale Investments	(25,609,240)	(5,625,951)
	6,070,903,059	5,743,093,745
	22,148,131,600	24,418,578,917

CHINATRUST (PHILIPPINES) COMMERCIAL BANK CORPORATION
STATEMENTS OF INCOME
(With Comparative Figures for September 30, 2010)
(in Php)

	January to September		July to September	
	2011	2010	2011	2010
INTEREST INCOME				
Loans and receivables	1,134,313,061	1,294,667,964	374,294,871	412,645,531
Trading and investment securities	138,809,515	134,034,796	46,409,210	39,344,436
Deposits with other banks and others	15,437,030	39,682,246	5,159,117	12,840,652
Interbank loans receivable	25,087,133	8,526,761	9,086,871	4,554,346
	1,313,646,738	1,476,911,767	434,950,070	469,384,966
INTEREST EXPENSE				
Deposit liabilities	175,111,822	303,132,600	50,692,209	97,071,074
Bills payable and other borrowings and others	5,309,594	3,760,569	1,655,931	727,112
	180,421,416	306,893,169	52,348,140	97,798,187
NET INTEREST INCOME	1,133,225,322	1,170,018,598	382,601,930	371,586,779
Service charges, handling fees and commission income	129,614,460	136,675,008	45,478,151	48,556,998
Trading and securities gain - net	275,033,180	227,529,081	177,030,165	158,068,619
Foreign exchange gain - net	17,953,981	50,125,673	(19,844,608)	(12,498,578)
Miscellaneous - net	49,388,454	37,759,368	21,218,451	17,873,022
TOTAL OPERATING INCOME	1,605,215,397	1,622,107,727	606,484,090	583,586,840
Compensation and fringe benefits	436,712,838	357,928,349	157,126,598	121,147,304
Occupancy and other equipment-related costs	228,721,578	245,601,673	80,467,177	81,899,133
Provision for (recovery from) impairment and credit losses	80,985,232	220,025,735	38,601,012	79,431,029
Taxes, licenses and documentary stamps used	101,036,247	108,727,173	38,537,480	39,573,269
Depreciation and amortization	64,977,264	50,171,243	21,997,204	18,220,164
Insurance	31,861,906	31,213,564	9,552,623	10,611,396
Amortization of software license	19,659,125	12,605,938	6,938,354	4,226,676
Miscellaneous	97,340,316	92,903,175	33,351,460	40,843,702
TOTAL OPERATING EXPENSES	1,061,294,505	1,119,176,850	386,571,909	395,952,674
INCOME BEFORE INCOME TAX	543,920,892	502,930,877	219,912,181	187,634,166
PROVISION FOR INCOME TAX	202,883,628	98,600,807	134,344,441	85,563,355
NET INCOME	341,037,264	404,330,070	85,567,740	102,070,810
Basic/Diluted Earnings Per Share *	1.38	1.63	0.35	0.41

* Net income/ weighted average number of outstanding common shares (247,968,731).

CHINATRUST (PHILIPPINES) COMMERCIAL BANK CORPORATION
STATEMENTS OF COMPREHENSIVE INCOME
(With Comparative Figures for September 30, 2010)
(in Php)

	January to September		July to September	
	2011	2010	2011	2010
NET INCOME	341,037,264	404,330,070	85,567,740	102,070,810
OTHER COMPREHENSIVE INCOME (LOSS)				
Net Fair Value Change on Available-for-Sale				
Investments	(19,983,289)	47,573,031	(10,135,218)	36,573,172
Cumulative Translation Adjustment	6,755,339	-	4,806,466	-
	(13,227,950)	47,573,031	(5,328,752)	36,573,172
TOTAL COMPREHENSIVE INCOME (LOSS), NET OF TAX	327,809,314	451,903,101	80,238,988	138,643,982

CHINATRUST (PHILIPPINES) COMMERCIAL BANK CORPORATION
STATEMENTS OF CHANGES IN EQUITY
(in Php)

	Common Stock	Additional Paid-in Capital	Surplus	Cumulative Translation Adjustments	Net Unrealized Gain on Available-for-Sale Investments	Total
Balance at December 31, 2010	2,479,687,310	53,513,675	3,230,548,188	(15,029,477)	(5,625,951)	5,743,093,744
Net income for the year	-	-	341,037,264	-	-	341,037,264
Cumulative Translation Adjustments	-	-	-	6,755,339	-	6,755,339
Net unrealized gain on available-for-sale (AFS) investments	-	-	-	-	(19,983,289)	(19,983,289)
Total Comprehensive Income for the year	-	-	341,037,264	6,755,339	(19,983,289)	327,809,314
Balance at September 30, 2011	2,479,687,310	53,513,675	3,571,585,452	(8,274,139)	(25,609,240)	6,070,903,058
Balance at December 31, 2009 (as restated)	2,479,687,310	53,513,675	2,820,570,213	(6,442,775)	(4,090,772)	5,343,237,652
Net income for the year	-	-	404,330,070	-	-	404,330,070
Cumulative Translation Adjustments	-	-	-	-	-	-
Net unrealized gain on available-for-sale (AFS) investments	-	-	-	-	47,573,031	47,573,031
Total Comprehensive Income for the year	-	-	404,330,070	-	47,573,031	451,903,101
Balance at September 30, 2010	2,479,687,310	53,513,675	3,224,900,283	(6,442,775)	43,482,260	5,795,140,753
Balance at December 31, 2009 (as restated)	2,479,687,310	53,513,675	2,820,570,213	(6,442,775)	(4,090,772)	5,343,237,652
Net income for the year	-	-	409,977,974	-	-	409,977,974
Cumulative Translation Adjustments	-	-	-	(8,586,702)	-	(8,586,702)
Net unrealized gain on available-for-sale (AFS) investments	-	-	-	-	(1,535,179)	(1,535,179)
Total Comprehensive Income for the year	-	-	409,977,974	(8,586,702)	(1,535,179)	399,856,093
Balance at December 31, 2010	2,479,687,310	53,513,675	3,230,548,188	(15,029,477)	(5,625,951)	5,743,093,744

CHINATRUST (PHILIPPINES) COMMERCIAL BANK CORPORATION
STATEMENT OF CASH FLOWS

(in Php)

For the nine-month ended September 30

	2011	2010
CASH FLOWS FROM OPERATING ACTIVITIES		
Income before income tax	543,920,892	502,930,877
Adjustments for:		
Provision for (recovery from) impairment and credit losses	80,985,232	220,025,735
Depreciation and amortization	64,977,264	50,171,243
Amortization of computer software	19,659,125	12,605,938
Amortization of deferred charges	170,708	170,708
(Gain) / loss on sale of property and equipment	(394,036)	6,035,327
Changes in operating assets and liabilities:		
Decrease (increase) in:		
Financial assets at fair value through profit and loss	(767,845,810)	(637,400,855)
Loans and Receivables	1,783,611,849	(760,473,663)
Interbank loans receivable	-	-
Other assets	(39,040,149)	(28,119,968)
Increase (decrease) in:		
Deposit liabilities	(2,616,956,531)	(349,389,866)
Manager's checks	(2,319,750)	(1,167,654)
Accrued interest and other expenses	(32,146,091)	(33,045,305)
Other liabilities	(22,982,067)	(19,563,335)
Net cash generated from (used in) operations	(988,359,365)	(1,037,220,817)
Income taxes paid	(85,988,142)	(74,928,891)
Net cash provided by (used in) operating activities	(1,074,347,507)	(1,112,149,709)
CASH FLOWS FROM INVESTING ACTIVITIES		
Decrease (increase) in:		
Available-for-sale securities	580,194,370	304,143,120
Investment in bonds and other debt instruments	(15,950,100)	(43,445,380)
Investment in an associate		
Additions to property and equipment	(65,038,120)	(120,612,892)
Proceeds from disposals of property and equipment	6,008,515	24,847,838
Additions to investment properties	(1,585,104)	(0)
Net cash provided by (used in) investing activities	503,629,560	164,932,686
CASH FLOWS FROM FINANCING ACTIVITIES		
Increase (decrease) in:		
Bills payable	85,880,000	(10,540,000)
Outstanding Acceptances	(16,666,332)	(11,357,320)
Payment of dividends	-	-
Net cash provided by (used in) financing activities	69,213,668	(21,897,320)
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(501,504,279)	(969,114,343)
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR		
Cash and other cash items	334,084,617	319,525,532
Due from Bangko Sentral ng Pilipinas	4,262,903,803	1,909,190,000
Due from other banks	615,146,557	1,855,613,683
Interbank loans receivable	2,640,002	2,979,000
Total	5,214,774,978	4,087,308,216
CASH AND CASH EQUIVALENTS AT END OF YEAR PER CASH FLOWS	4,713,270,700	3,118,193,873
CASH AND CASH EQUIVALENTS, END		
Cash and other cash items	256,503,101	238,827,909
Due from Bangko Sentral ng Pilipinas	3,043,796,954	2,319,407,532
Due from other banks	883,939,410	557,264,682
Interbank loans receivable	529,031,235	2,693,750
Total	4,713,270,700	3,118,193,873
OPERATIONAL CASH FLOWS FROM INTEREST		
Interest received	1,357,260,617	1,531,703,178
Interest paid	(233,191,423)	(364,692,627)
	1,124,069,194	1,167,010,551

Notes to Financial Statements Required Under SRC Rule 68.1

1. Diluted Earnings per share as of September 30, 2011 Php1.38.
2. The accompanying financial statements have been prepared in conformity with accounting principles generally accepted in the Philippines. The Bank's financial statements as of September 30, 2011 are prepared in compliance with new Philippine Financial Reporting Standards (PFRS):
 - 1) The same accounting policies and methods of computation are followed in these interim financial statements as compared with the most recent annual financial statements.
 - 2) Seasonal or cyclical events and/or conditions do not significantly affect the interim operations of the bank.
 - 3) Trading gains as of September 30, 2011 amounted to Php275M, compared to Php228M of the same period last year.
 - 4) There are no 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.
 - 5) There are no issuances, repurchases, and repayments of debt and equity securities.
 - 6) There are no cash dividends paid separately for ordinary shares and other shares.
 - 7) Segment information for the period ended September 30, 2011 and 2010 are as follows:

	TREASURY GROUP		CORPORATE BANKING		RETAIL BANKING		OTHERS		TOTAL	
	2011	2010	2011	2010	2011	2010	2011	2010	2011	2010
Results of operations										
(in thousands)										
Net interest income	279,395	230,390	150,609	157,395	703,311	782,150	(90)	83	1,133,225	1,170,019
Non-interest income	283,921	271,039	60,091	80,675	121,044	93,580	6,934	6,795	471,990	452,089
Total revenue	563,316	501,430	210,699	238,070	824,355	875,730	6,845	6,878	1,605,215	1,622,108
Noninterest expense	90,961	77,093	100,042	119,510	472,298	562,541	397,992	360,033	1,061,294	1,119,177
Income (loss) before income tax	472,355	424,336	110,657	118,560	352,057	313,189	(391,147)	(353,155)	543,921	502,931
Income tax provision (benefit)	66,198	30,141	18,392	13,565	118,157	54,720	136	176	202,884	98,601
Net income (loss)	406,157	394,196	92,265	104,996	233,900	258,469	(391,284)	(353,331)	341,037	404,330
YTD Average (in Php millions)										
Total assets	4,204	3,522	9,444	10,722	8,645	9,777	764	986	23,056	25,007
Total liabilities	2,399	2,498	5,813	5,984	8,634	10,443	480	726	17,326	19,652

- 8) At the Regular Meeting of the Board of Directors held on 23 April 2010, the Board of Directors approved the restriction of the retained earnings for the following purposes:
 - i.) to meet the minimum capital requirement set by the Bangko Sentral Ng Pilipinas (BSP) to become a universal bank, and

ii.) to comply with the requirements of the Internal Capital Adequacy Assessment Process (ICAAP) pursuant to BSP Circular 639 which took effect on January 1, 2010.

9) On October 7, 2011, The Bank's Board of Directors has issued the following resolutions:

i) Resolved, that the Bank is hereby authorized to file a petition for voluntary delisting with the Philippine Stock Exchange (PSE), and to notify the Bangko Sentral ng Pilipinas (BSP) of such;

ii) Resolved, further, that the Bank is hereby authorized to purchase the outstanding shares through a tender offer in accordance with the rules of the PSE, subject to prior regulatory approval;

iii) Resolved, further, that the tender offer shall be set at a reasonable price in accordance with the valuation to be made by an independent third party duly accredited by the PSE;

iv) Resolved, lastly, that the Bank's President and CEO or any of his designates are hereby authorized to do such acts, and execute such documents necessary and incidental to implement the foregoing resolutions.

There are no material events subsequent to the end of the interim period that has not been reflected in the financial statements.

10) There are no changes in the composition of the issuer during the interim period including business combinations, acquisition or disposal of subsidiaries and long-term investments, restructuring and discontinuing operations.

11) Summary of the Bank's commitments and contingent liabilities:

	As of September 30, 2011	As of December 31, 2010
Trust department		
Investment management accounts	Php4,602,322,747	Php2,798,394,865
Trust and other fiduciary accounts	767,670,674	771,185,932
	<u>5,369,993,421</u>	<u>3,569,580,797</u>
Forward Securities Purchased	Php762,961,710	Php118,917,791
Forward Securities Sold	1,164,701,505	40,800,312
Inward Bills for collection	6,705,778	2,542,166,781
Unused commercial letters of credit	813,927,446	384,411,307
Outstanding Guarantees	44,338,075	43,840,000
Outward bills for collection	26,232	79,767,462
Others	8,622,576	1,153,449

12) There are no other material contingencies and any other events or transactions that are material to an understanding of the current interim period.

3. After careful consideration of the result of its impact evaluation, the Bank has decided not to early adopt either PFRS 9 (2009) or PFRS 9 (2010) for its 2011 annual financial reporting. Therefore, the interim financial statements as at

September 30, 2011 do not reflect the impact of the said Standard. Also, the decision not to early adopt PFRS 9 is consistent with the Parent Bank's initiative to adopt IFRS 9 on its scheduled mandatory effective date.

The Bank shall conduct within the first half of 2012 another impact evaluation using the outstanding balances of financial statements as of December 31, 2011.

Once adopted, PFRS 9 will primarily affect the Bank's investment securities classified as Available-for-Sale (AFS) investments and Held-to-Maturity (HTM) investments. Under PAS 39, AFS investments are remeasured at fair value at every reporting period, with fair value changes lodged in Other Comprehensive Income in Equity. HTM investments are carried at amortized cost. Upon adoption of PFRS 9, these accounts will be reclassified according to the Bank's business models in managing its financial assets and contractual cash flow characteristics.

CHINATRUST (PHILS.) COMMERCIAL BANK									
Aging of Loans and Receivables									
As of September 30, 2011									
Type of Accounts Receivable	Total	1 Month	2 - 3 Mos.	4 - 6 Mos.	7 to 11 Mos.	1 - 2 Years	3 - 5 Years	5 Years - Above	Past Due Accounts & Items in Litigation
a) Trade Receivables									
1) CLIB-PESO	-	-	-	-	-	-	-	-	-
2) DBTR	373,929,910	104,952,177	209,484,441	47,641,656	-	-	-	-	11,851,636
3) IBTR- PESO	1,255,553,130	28,269,497	41,541,557	45,548,170	1,137,128,200	-	-	-	3,065,707
4) IBTR- USD	636,788	-	-	636,788	-	-	-	-	-
5) CLUA	581,011	-	581,011	-	-	-	-	-	-
6) EBP	23,676,139	14,009,212	5,081,756	4,585,171	-	-	-	-	-
Subtotal	1,654,376,978	147,230,887	256,688,764	98,411,785	1,137,128,200	-	-	-	14,917,343
Less: Allow. For Doubtful Acct.	1,414,958	-	-	-	-	-	-	-	-
Net Trade Receivable	1,652,962,020	147,230,887	256,688,764	98,411,785	1,137,128,200	-	-	-	14,917,343
b) Non - Trade Receivables									
1	BILLS DISCOUNTED - REG -CLEAN	40,000,000	36,000,000	4,000,000	-	-	-	-	-
2	BILLS DISCOUNTED - REG - HO DEP	350,982,030	24,170,000	18,995,833	53,658,329	238,200,091	11,158,000	4,799,776	-
3	BILLS DISCOUNTED - REG - RM/CM/OT	1,708,333	-	-	-	1,708,333	-	-	-
4	BILLS DISCOUNTED - CHK DISC - CLEAN	105,418,040	71,113,286	34,304,754	-	-	-	-	-
5	BILLS DISC-CHK DISC-REM/CHM/OTHS	974,800	974,800	-	-	-	-	-	-
6	TIME LOAN - ST CLEAN	1,971,248,135	1,418,218,614	135,584,283	157,861,905	9,583,333	-	250,000,000	-
7	TIME LOAN - SALARY LOAN	3,037,035,065	441,269,221	417,985,055	511,756,745	571,566,580	1,094,457,464	-	-
8	TIME LOAN - ST - HOLD-OUT DEP	30,900,000	-	-	500,000	-	30,400,000	-	-
9	TIME LOAN - CTS	27,226,820	-	1,061,746	-	26,165,073	-	-	-
10	TIME LOAN - ST - REM/CHM/OTHS	155,168,197	48,254,000	54,700,000	27,960,000	500,000	23,754,197	-	-
11	TIME LOAN - MT - CLEAN	62,888,615	-	-	45,918,918	-	16,969,697	-	-
12	TIME LOAN - MT - HOLD-OUT DEP	104,231,450	-	-	-	-	-	104,231,450	-
13	TIME LOAN - MT - REM/CHM/OTHS	24,923,348	-	-	24,923,348	-	-	-	-
14	TIME LOAN - LT - CLEAN	41,196,061	1,256,667	-	-	19,333,333	20,606,061	-	-
15	TIME LOAN - MORTGAGE MANAGER	1,801,240,833	40,562,786	56,248,998	100,994,681	178,557,827	575,074,198	805,469,659	44,332,684
16	TL-DREAM LOAN-CASHBACK	42,365,454	-	-	-	-	137,572	-	42,227,882
17	TIME LOAN - LT - REM/CHM/OTHS	20,230,000	-	-	20,230,000	-	-	-	-
18	TIME LOAN - DREAM HOME LOAN	64,756,417	-	-	-	-	30,241,362	4,331,066	30,183,990
19	TIME LOAN - DHL - FIVE@ZERO	94,294,064	-	-	-	-	-	-	94,294,064
20	TIME LOAN - LT - HOLD-OUT DEP	42,893,000	34,273,000	-	6,000,000	-	2,620,000	-	-
21	OFFICERS AND STAFF LOANS	21,871,711	3,727,458	5,504,888	2,566,078	4,266,673	3,240,335	2,566,279	-
22	L & D - FX - RES - HO DEP	41,993,060	18,471,700	-	12,525,780	1,049,280	9,946,300	-	-
23	L & D - FX - RES - CLEAN	935,436,573	664,902,986.67	88,433,901.19	182,099,685.15	-	-	-	-
24	L & D - FX - NRES - CLEAN-OFFSHORE	501,322,667	-	-	-	-	-	501,322,667	-
25	L & D - FX - RES - REM/CHM/OTH	21,860,000	21,860,000	-	-	-	-	-	-
26	L & D - FX - RES - CLEAN - OFFSHORE	1,233,166,320	140,166,320	-	-	131,160,000	961,840,000	-	-
27	PD - DREAM HOME LOAN	2,946,783	-	-	-	-	-	-	2,946,783
28	PD - SALARY LOAN	790,019,074	-	-	-	-	-	-	790,019,074
29	PD - OFFICERS AND STAFF LOANS	360,165	-	-	-	-	-	-	360,165
30	PD - L & D - DOM - TL - RE - HFC	5,033,468	-	-	-	-	-	-	5,033,468
31	PAST DUE - MORTGAGE MGR	16,733,026	-	-	-	-	-	-	16,733,026
32	ITL - L & D - DOM - NDOSRI	42,026,072	-	-	-	-	-	-	42,026,072
33	ITL - MORTGAGE MGR	2,987,209	-	-	-	-	-	-	2,987,209
34	ITL - DREAM HOME LOAN	12,861	-	-	-	-	-	-	12,861
35	ITL - CTS	36,476,976	-	-	-	-	-	-	36,476,976
36	RESTRUC LOANS - DOM - NDOSRI	7,416,823	-	-	-	5,969,874	-	1,446,949	-
37	RESTRUCTURED LOAN - MORTGAGE LOANS	2,644,217	-	-	-	374,985	269,468	1,999,764	-
38	DBP - CLEAN - NDOSRI	151,263,629	151,263,629	-	-	-	-	-	-
Subtotal	11,833,251,295	3,116,484,467	816,819,459	1,146,995,469	1,188,435,385	2,780,714,653	1,676,167,609	211,038,620	896,595,633
Add: Unamortized Transaction cost	45,004,706	-	-	-	-	-	-	-	-
Less: Allow. For Doubtful Acct.	762,534,477	-	-	-	-	-	-	-	-
Net Non - Trade Receivable	11,115,721,524	3,116,484,467	816,819,459	1,146,995,469	1,188,435,385	2,780,714,653	1,676,167,609	211,038,620	896,595,633
Accounts Receivables	553,427,477	-	-	-	-	-	-	-	-
Accrued Interest Receivables	190,338,719	-	-	-	-	-	-	-	-
Unquoted Debt Securities	852,631,422	-	-	-	-	-	-	-	-
Dividends Receivable	4,278,630	-	-	-	-	-	-	-	-
	1,600,676,247	-	-	-	-	-	-	-	-
Less: Allowance for impairment	67,515,667	-	-	-	-	-	-	-	-
	1,533,160,580	-	-	-	-	-	-	-	-
Net Receivables (a + b)	14,301,844,124								
Less: Unearned Interest and Discounts	52,972,772	-	-	-	-	-	-	-	-
	14,248,871,352								

Notes: If the Company's collection period does not match with the above schedule and revision is necessary to make the schedule not misleading, the proposed collection period in this schedule may be changed to appropriately reflect the Company's actual collection period.