

SEC Number AS095-008814A

File Number \_\_\_\_\_

**CHINATRUST (PHILIPPINES) COMMERCIAL BANK CORP.**

Sixteenth to Nineteenth Floors, Fort Legend Towers,  
31<sup>st</sup> St. corner 3<sup>rd</sup> 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)

**March 31, 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 March 31, 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  
Third Floor, Tower One, Ayala Triangle, 1200  
Ayala Avenue corner Paseo de Roxas, Makati City
10. Securities registered pursuant to Sections 4 and 8 of the RSA

<u>Title of each Class</u>		<b>Number of shares common stock outstanding and amount of debt outstanding</b>
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?

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 net income for the first three (3) months of 2011 softened by 6.90% to Php138 million from Php149 million last year. These were mainly attributed to 70% decline in trading income due to unfavorable market conditions. In addition, Net interest income decreased by 6% compared to same period last year as interest income declined largely due to lower average volume of loans. However, interest expense on deposit liabilities dropped by 39% as the Bank's low-cost deposits' average daily balance (ADB) grew by 5% to Php7.4 billion in 2011 from Php7.04 billion in 2010. This enabled the Bank to lower its average cost of funds to 1.55% per annum from last year's 2.33% per annum. Also, volume of high cost deposit declined by Php1.84 billion in 2011.

Provisions for impairment improved by 155% or Php50M lower than last year due to reversals of specific impairment due to full settlement. In addition, provisions for personal loans decreased by 44% due to improvement in credit quality and efficient collection efforts. Operating expenses declined to Php298 from Php336 million of the previous year, as the Bank put a tight lid on expenses.

Total resources stood at Php23.6 billion level, reflecting a 4% decrease compared to December 2010 level. Trading and Investment Securities rose up by 72% from Php2.30 billion to Php3.96 billion. Total deposits as of March 31, 2011 amounts to Php15 billion, 11% lower as compared to year-end level of Php16.9 billion.

Non-performing loans (NPL) ratio as of March 31, 2011 stood at 1.68% as compared to 1.66% as of December 2010. The Bank's capital adequacy ratio (CAR) remains high versus the industry at 26.2% as of March 31, 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:

	March 31, 2011	March 31, 2010
Return on Average Equity (ROE)	9.58%	10.99%
Return on Average Assets (ROA)	2.32%	2.39%
Cost to Income Ratio	67.59%	57.74%

	March 31, 2011	December 31, 2010
Non-Performing Loan Ratio (NPL)	1.68%	1.66%
Non Performing Loan Cover	44%	48%
Capital Adequacy Ratio	26.20%	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% March 31, 2011 vs. December 31, 2010)**

**Balance Sheet –**

Cash and Other Cash Item declined by 26% from Php334million to Php247million on account of lower levels of cash in vault and in ATM.

Due from Bangko Sentral ng Pilipinas dropped by 59% from Php4.3billion to Php1.8billion brought about by lower loans to BSP under reverse repurchase (RRP) agreement.

Due from other banks increased by 32% from Php0.6billion to Php0.8billion mainly due to higher levels of due from foreign banks.

Interbank term loans increased from Php2.6million to Php2.8million due to higher levels of foreign currency interbank loans.

Financial assets at FVPL increased by 274% 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 14% mainly attributable to lower volume of both peso and foreign currency available for sale securities.

Investment Properties went up by 54% due to newly foreclosed properties for the quarter.

Total deposits declined by 11% from 16.9 billion to 15.0 billion attributable to the decrease in time deposits due to maturities of foreign currency high cost deposits partly offset by increase on both peso and foreign currency low cost deposits.

Bills payable went up 182% from 0.57 billion to 1.61 billion on account of increase in foreign currency interbank borrowings.

Outstanding Acceptances increased by 21% due to the higher volume of foreign currency acceptances. Also, Manager's Checks went up by 8% from 17.2 million to 34.7 million.

Accrued Interest, Taxes, and Other Expenses dropped by 24% due to lower accrued interest payable this year as compared last year. On the other hand, Accrued Income Tax Payable increased by 159%.

## **Income Statement (variance analysis for March 31, 2011 vs. March 31, 2010)**

Interest income on loans and receivables decreases by 11.88% compared last year due to the lower average volume of peso earning loans.

Interest income on trading and investment securities posted a 25.61% decrease compared last year due to the lower average volume of dollar investments.

Interest income on deposits with other banks went down by 63.4% mainly attributable to lower average volume on due from BSP.

Interest income on interbank loans went up by 472.97% due to the increase in the average volume of both peso and foreign currency interbank loans receivable.

Interest expense on deposits declined by 39.51% from Php102.5million to Php62million mainly owing to lower average volume of both peso and foreign currency high cost deposits. Similarly, interest expense on borrowings posted a 16.51% decrease from Php2.4million to Php2million mainly due to decline in average interest rate.

Service charges and commission income amounted to Php37million, 23.40% lower as compared last year due to lower commission earned from credit related transactions. Furthermore, trading gain went down to Php9.3million this year as compared last year due to unfavorable market conditions. On the other hand, foreign exchange gains posted a 31.01% increase year on year from Php11.2million to Php14.7million.

Miscellaneous income as of March 31, 2011 totaled Php11.7million, a 22.01% decrease as compared to the same period last year.

Compensation and fringe benefits as of March 31, 2011 totaled Php135million reflecting a 7.13% increase as compared to the same period last year.

Occupancy and other equipment - related costs increased by 34.93% year on year mainly contributed by higher expenses on rent and increase in the depreciation and amortization of 36.35% on account of the relocation of Head Office premises.

Provision for (recovery from) impairment and credit as of March 31, 2011 totaled (Php6.5million), reflecting 115.11% improvement versus same period last year due to the recovery from foreclosed assets of Php25.6million partly offset by lower provision for probable losses for loans.

Insurance expenses increased by 9.09% due to higher insurance expense for Bankers Blanket Bond (BBB).

Amortization of software licenses went up by 45.55% from Php4.2million to Php6.2million due to depreciation of new software licenses acquired latter part of 2010.

Miscellaneous expenses went down by 36.7% as compared in the previous year mainly on account of lower brokerage fees, advertising expenses and miscellaneous expense visa.

Furthermore, Income Tax Provision decreased by 36.8% due to lower provisions for deferred income tax relating to the provisions for loan losses in 2011.

**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

**May 13, 2011**

Signature  
(Title)

  
**ATTY. MARITESS PARILLA-ELBINIAS**  
Corporate Information Officer

Date

**May 13, 2011**

# CHINATRUST (PHILIPPINES) COMMERCIAL BANK CORPORATION

## STATEMENT OF CONDITION

(With Comparative Figures for December 31, 2010)

	March 31, 2011	December 31, 2010
	(Unaudited)	(Audited)
<b>RESOURCES</b>		
Cash and Other Cash Items	246,908,330	334,084,617
Due from Bangko Sentral ng Pilipinas	1,765,579,456	4,262,903,803
Due from Other Banks	812,083,430	615,146,557
Interbank Loans Receivable	2,765,786	2,640,002
Financial Assets at Fair Value through Profit or Loss	2,523,648,925	675,479,270
Available-for-Sale Investments	1,177,485,715	1,370,939,919
Held-to-Maturity Investments	260,563,435	255,357,743
Loans and Receivables - net	15,951,909,585	16,113,468,432
Property and Equipment - net	260,200,622	249,755,844
Investment Properties	4,428,000	2,884,173
Deferred Income Tax	359,772,946	361,163,908
Other Resources - net	188,595,249	174,754,649
	23,553,941,480	24,418,578,917
<b>LIABILITIES AND CAPITAL FUNDS</b>		
<b>Liabilities</b>		
<b>Deposit Liabilities</b>		
Demand	4,694,257,885	4,849,431,949
Savings	2,649,032,719	2,434,664,132
Time	7,678,079,193	9,623,650,234
	15,021,369,797	16,907,746,315
Bills Payable	1,605,430,000	569,920,000
Outstanding Acceptances	20,793,095	17,247,342
Manager's Checks	34,655,787	32,062,964
Accrued Interest, Taxes and Other Expenses	203,103,667	268,744,697
Income Tax Payable	9,782,854	3,781,474
Other Liabilities	810,183,845	875,982,380
	17,705,319,046	18,675,485,172
<b>Capital Funds</b>		
Common Stock	2,479,687,310	2,479,687,310
Additional Paid-in Capital	53,513,675	53,513,675
Surplus	3,368,832,907	3,230,548,188
Cumulative FX Translation Adjustment	(13,235,097)	(15,029,477)
Net Unrealized Gain (Loss) on Available-for-Sale Investments	(40,176,361)	(5,625,951)
	5,848,622,435	5,743,093,745
	23,553,941,480	24,418,578,917

**CHINATRUST (PHILIPPINES) COMMERCIAL BANK CORPORATION**  
**STATEMENTS OF INCOME**  
(With Comparative Figures for March 31, 2010)

	January to March	
	2011	2010
<b>INTEREST INCOME</b>		
Loans and receivables	390,790,937	443,494,054
Trading and investment securities	35,154,138	47,258,858
Deposits with other banks and others	4,824,779	13,181,682
Interbank loans receivable	10,561,993	1,843,362
	<b>441,331,847</b>	<b>505,777,955</b>
<b>INTEREST EXPENSE</b>		
Deposit liabilities	62,031,306	102,545,603
Bills payable and other borrowings and others	2,002,455	2,398,539
	<b>64,033,760</b>	<b>104,944,142</b>
<b>NET INTEREST INCOME</b>	<b>377,298,086</b>	<b>400,833,813</b>
Service charges, handling fees and commission income	37,358,367	48,769,094
Trading and securities gain - net	9,291,996	30,965,729
Foreign exchange gain - net	14,677,761	11,203,631
Miscellaneous - net	11,741,941	15,055,643
<b>TOTAL OPERATING INCOME</b>	<b>450,368,152</b>	<b>506,827,910</b>
Compensation and fringe benefits	135,129,578	126,135,944
Occupancy and other equipment-related costs	71,343,396	52,875,495
Provision for (recovery from) impairment and credit losses	(6,521,105)	43,156,757
Taxes, licenses and documentary stamps used	28,128,553	34,099,459
Depreciation and amortization	20,863,989	15,301,947
Insurance	11,362,264	10,415,686
Amortization of software license	6,156,835	4,230,189
Miscellaneous	31,413,782	49,600,128
<b>TOTAL OPERATING EXPENSES</b>	<b>297,877,291</b>	<b>335,815,605</b>
<b>INCOME BEFORE INCOME TAX</b>	<b>152,490,861</b>	<b>171,012,306</b>
<b>PROVISION FOR INCOME TAX</b>	<b>14,206,142</b>	<b>22,482,663</b>
<b>NET INCOME</b>	<b>138,284,719</b>	<b>148,529,643</b>
<b>Basic/Diluted Earnings Per Share *</b>	<b>0.56</b>	<b>0.60</b>

\* 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 March 31, 2010)**

	<b>January to March</b>	
	<b>2011</b>	<b>2010</b>
<b>NET INCOME</b>	<b>138,284,719</b>	<b>148,529,643</b>
<b>OTHER COMPREHENSIVE INCOME (LOSS)</b>		
Net Fair Value Change on Available-for-Sale		
Investments	(34,550,410)	6,789,876
Cumulative Translation Adjustment	1,794,381	-
	<b>(32,756,029)</b>	<b>6,789,876</b>
<b>TOTAL COMPREHENSIVE INCOME</b>		
<b>(LOSS), NET OF TAX</b>	<b>105,528,690</b>	<b>155,319,519</b>

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

	Common Stock	Additional Paid-in Capital	Surplus	Cumulative Translation Adjustments	Net Unrealized Gain on Available-for-Sale Investments	Total
<b>Balance at December 31, 2010</b>	<b>2,479,687,310</b>	<b>53,513,675</b>	<b>3,230,548,188</b>	<b>(15,029,477)</b>	<b>(5,625,951)</b>	<b>5,743,093,744</b>
Net income for the year	-	-	138,284,719	-	-	138,284,719
Cumulative Translation Adjustments	-	-	-	1,794,381	-	1,794,381
Net unrealized gain on available-for-sale (AFS) investments	-	-	-	-	(34,550,410)	(34,550,410)
Total Comprehensive Income for the year	-	-	138,284,719	1,794,381	(34,550,410)	105,528,690
<b>Balance at March 31, 2011</b>	<b>2,479,687,310</b>	<b>53,513,675</b>	<b>3,368,832,907</b>	<b>(13,235,097)</b>	<b>(40,176,361)</b>	<b>5,848,622,434</b>
<b>Balance at December 31, 2009 (as restated)</b>	<b>2,479,687,310</b>	<b>53,513,675</b>	<b>2,820,570,213</b>	<b>(6,442,775.20)</b>	<b>(4,090,772)</b>	<b>5,343,237,652</b>
Net income for the year	-	-	148,529,643	-	-	148,529,643
Cumulative Translation Adjustments	-	-	-	-	-	-
Net unrealized gain on available-for-sale (AFS) investments	-	-	-	-	6,789,876	6,789,876
Total Comprehensive Income for the year	-	-	148,529,643	-	6,789,876	155,319,519
<b>Balance at March 31, 2010</b>	<b>2,479,687,310</b>	<b>53,513,675</b>	<b>2,969,099,857</b>	<b>(6,442,775.20)</b>	<b>2,699,105</b>	<b>5,498,557,171</b>
<b>Balance at December 31, 2009 (as restated)</b>	<b>2,479,687,310</b>	<b>53,513,675</b>	<b>2,820,570,213</b>	<b>(6,442,775)</b>	<b>(4,090,772)</b>	<b>5,343,237,652</b>
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
<b>Balance at December 31, 2010</b>	<b>2,479,687,310</b>	<b>53,513,675</b>	<b>3,230,548,188</b>	<b>(15,029,477)</b>	<b>(5,625,951)</b>	<b>5,743,093,744</b>

**CHINATRUST (PHILIPPINES) COMMERCIAL BANK CORPORATION**  
**STATEMENT OF CASH FLOWS**

	<b>For the three-month ended March 31</b>	
	<b>2011</b>	<b>2010</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Income before income tax	152,490,861	171,012,306
Adjustments for:		
Provision for (recovery from) impairment and credit losses	(6,521,105)	43,156,757
Depreciation and amortization	20,863,989	15,301,947
Amortization of computer software	6,156,835	4,230,189
Amortization of deferred charges	56,903	56,903
(Gain) / loss on sale of property and equipment	(93,374)	49,185
Changes in operating assets and liabilities:		
Decrease (increase) in:		
Financial assets at fair value through profit and loss	(1,848,169,656)	(1,039,572,827)
Loans and Receivables	168,079,953	(178,030,436)
Interbank loans receivable	-	-
Other assets	(20,054,338)	(47,299,852)
Increase (decrease) in:		
Deposit liabilities	(1,886,376,518)	333,992,565
Manager's checks	2,592,823	(4,339,487)
Accrued interest and other expenses	(65,641,030)	29,608,085
Other liabilities	(65,798,535)	66,127,830
Net cash generated from (used in) operations	(3,542,413,191)	(605,706,836)
Income taxes paid	(6,813,801)	(10,731,113)
Net cash provided by (used in) operating activities	(3,549,226,992)	(616,437,949)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Decrease (increase) in:		
Available-for-sale securities	160,698,175	961,415,962
Investment in bonds and other debt instruments	(5,205,692)	12,044,003
Investment in an associate		
Additions to property and equipment	(34,300,809)	(22,931,783)
Proceeds from disposals of property and equipment	3,126,694	3,353,502
Additions to investment properties	(1,585,104)	(0)
Net cash provided by (used in) investing activities	122,733,263	953,881,685
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Increase (decrease) in:		
Bills payable	1,035,510,000	(420,950,000)
Outstanding Acceptances	3,545,753	(2,908,311)
Payment of dividends	-	-
Net cash provided by (used in) financing activities	1,039,055,753	(423,858,311)
<b>NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS</b>	<b>(2,387,437,976)</b>	<b>(86,414,574)</b>
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR</b>		
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
<b>Total</b>	<b>5,214,774,978</b>	<b>4,087,308,216</b>
<b>CASH AND CASH EQUIVALENTS AT END OF YEAR PER CASH FLOWS</b>	<b>2,827,337,002</b>	<b>4,000,893,641</b>
<b>CASH AND CASH EQUIVALENTS, END</b>		
Cash and other cash items	246,908,330	254,173,375
Due from Bangko Sentral ng Pilipinas	1,765,579,456	2,170,309,252
Due from other banks	812,083,430	1,573,667,550
Interbank loans receivable	2,765,786	2,743,466
<b>Total</b>	<b>2,827,337,002</b>	<b>4,000,893,641</b>
<b>OPERATIONAL CASH FLOWS FROM INTEREST</b>		
Interest received	442,198,896	534,010,905
Interest paid	(95,291,854)	(99,279,180)
	346,907,042	434,731,725

## Notes to Financial Statements Required Under SRC Rule 68.1

1. Diluted Earnings per share as of March 31, 2011 Php0.56.
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 March 31, 2011 are prepared in accordance with new Philippine Financial Reporting Standards (PFRS):
  - a) The same accounting policies and methods of computation are followed in these interim financial statements as compared with the most recent annual financial statements.
  - b) Seasonal or cyclical events and/or conditions do not affect the interim operations of the bank.
  - c) Trading gains as of March 2011 amounted to Php9.3million, compared to Php31million gain of the same period last year.
  - d) 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.
  - e) There are no issuances, repurchases, and repayments of debt and equity securities.
  - f) There are no cash dividends paid separately for ordinary shares and other shares.
  - g) Segment information for the period ended March 31, 2011 and 2010 are as follows:

	TREASURY GROUP		CORPORATE BANKING		RETAIL BANKING		OTHERS		TOTAL	
	2011	2010	2011	2010	2011	2010	2011	2010	2011	2010
<b>Results of operations</b>										
(in thousands)										
Net interest income	83,355	79,577	59,075	53,998	234,890	267,274	(28)	(14)	377,292	400,834
Non-interest income	20,580	36,237	15,231	39,573	35,144	27,988	2,122	2,196	73,076	105,994
Total revenue	103,935	115,814	74,305	93,571	270,034	295,261	2,094	2,182	450,368	506,828
Noninterest expense	19,644	19,953	28,955	32,379	123,463	169,436	125,815	114,048	297,877	335,816
Income (loss) before income tax	84,290	95,861	45,350	61,192	146,571	125,826	(123,720)	(111,866)	152,491	171,013
Income tax provision (benefit)	2,264	(232)	3,004	5,779	8,895	16,874	43	62	14,206	22,482
<b>Net income (loss)</b>	<b>82,026</b>	<b>96,093</b>	<b>42,346</b>	<b>55,413</b>	<b>137,676</b>	<b>108,952</b>	<b>(123,763)</b>	<b>(111,928)</b>	<b>138,285</b>	<b>148,530</b>
<b>YTD Average ( in Php millions)</b>										
Total assets	3,409	2,993	10,720	11,013	9,070	9,998	876	902	24,075	24,906
Total liabilities	2,502	1,082	6,118	7,636	9,212	10,382	521	473	18,353	19,573

- h) 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.

- i) There are no material events subsequent to the end of the interim period that has not been reflected in the financial statements.
- j) There are no material events subsequent to the end of the interim period that has not been reflected in the financial statements.
- k) 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.
- l) Summary of the Bank's commitments and contingent liabilities:

	<b>As of March 31, 2011</b>	<b>As of December 31, 2010</b>
Trust department		
Investment management accounts	4,393,684,914	2,798,394,865
Trust and other fiduciary accounts	833,143,002	771,185,932
	<u>5,226,827,916</u>	<u>3,569,580,797</u>
Forward Securities Purchased	211,525,344	118,917,791
Forward Securities Sold	45,631,833	40,800,312
Inward Bills for collection	405,738,274	2,542,166,781
Unused commercial letters of credit	287,581,128	384,411,307
Outstanding Guarantees	43,390,000	43,840,000
Outward bills for collection	53,848,352	79,767,462
Others	14,921,162	1,153,449

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



CHINATRUST (PHILS.) COMMERCIAL BANK									
Aging of Loans and Receivables									
As of March 31, 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
<b>a) Trade Receivables</b>									
1) CLIB-PESO	3,042,567	3,042,567	-	-	-	-	-	-	-
2) DBTR	215,360,142	39,484,080	116,887,085	58,988,977	-	-	-	-	-
3) IBTR- PESO	1,380,988,092	124,505,028	898,763,403	325,241,236	-	-	-	-	32,478,425
4) IBTR- USD	15,216,394	11,101,939	4,114,455	-	-	-	-	-	-
5) CLUA	20,793,095	19,491,395	1,301,700	-	-	-	-	-	-
6) EBP	471,782,045	18,003,036	41,817,877	411,961,131	-	-	-	-	-
Subtotal	2,107,182,334	215,628,045	1,062,884,520	796,191,344	-	-	-	-	32,478,425
Less: Allow. For Doubtful Acct.	32,548,825								
<b>Net Trade Receivable</b>	<b>2,074,633,509</b>	<b>215,628,045</b>	<b>1,062,884,520</b>	<b>796,191,344</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>32,478,425</b>
<b>b) Non - Trade Receivables</b>									
1 TIME LOAN - BSP - REDISCOUNTING	-	-	-	-	-	-	-	-	-
2 BILLS DISCOUNTED - REG -CLEAN	40,000,000	12,500,000	27,500,000	-	-	-	-	-	-
3 BILLS DISCOUNTED - REG - HO DEP	314,931,777	44,892,006	12,072,563	229,718,151	19,514,282	3,913,000	4,821,776	-	-
4 BILLS DISCOUNTED - REG - RM/CM/OT	9,759,059	1,958,333	1,267,393	-	-	6,533,333	-	-	-
5 BILLS DISCOUNTED - CHK DISC - CLEAN	100,571,973	74,923,673	25,648,300	-	-	-	-	-	-
6 BILLS DISC-CHK DISC-REM/CHM/OTHS	6,553,091	2,084,100	4,468,991	-	-	-	-	-	-
7 TIME LOAN - ST CLEAN	1,502,280,953	786,197,620	372,250,000	93,833,333	-	-	250,000,000	-	-
8 TIME LOAN - SALARY LOAN	2,896,056,022	347,283,608	241,467,353	466,589,902	680,648,137	1,160,067,022	-	-	-
9 TIME LOAN - ST - HOLD-OUT DEP	38,518,000	3,258,000	-	6,420,000	3,340,000	25,500,000	-	-	-
10 TIME LOAN - CTS	34,109,080	-	34,109,080	-	-	-	-	-	-
11 TIME LOAN - ST - REM/CHM/OTHS	234,617,516	75,104,236	72,856,750	43,290,000	9,833,333	33,533,197	-	-	-
12 TIME LOAN - MT - CLEAN	37,480,139	10,000,000	-	-	-	24,242,424	3,237,715	-	-
13 TIME LOAN - MT - HOLD-OUT DEP	138,969,436	-	-	-	-	32,164,783	106,804,653	-	-
14 TIME LOAN - MT - REM/CHM/OTHS	-	-	-	-	-	-	-	-	-
15 TIME LOAN - LT - CLEAN	50,722,538	20,000,000	-	-	-	27,878,788	-	2,843,750	-
16 TIME LOAN - MORTGAGE MANAGER	1,877,656,155	34,166,639	82,357,379	119,688,881	328,751,613	574,247,477	738,444,166	-	-
17 TL-DREAM LOAN-CASHBACK	49,764,423	-	-	-	144,433	-	-	49,619,990	-
18 TIME LOAN - LT - REM/CHM/OTHS	-	-	-	-	-	-	-	-	-
19 TIME LOAN - DREAM HOME LOAN	72,689,517	-	-	580,996	1,599,620	32,370,730	3,053,669	35,084,502	-
20 TIME LOAN - DHL - FIVE@ZERO	110,561,788	-	-	-	-	-	11,812,361	98,749,427	-
21 SPECIAL FUNDED LOAN	-	-	-	-	-	-	-	-	-
22 TIME LOAN - LT - HOLD-OUT DEP	7,783,000	5,000,000	-	80,000	333,000	2,370,000	-	-	-
23 L & D - DOSRI - TL - MT - RM/CM/OTH	-	-	-	-	-	-	-	-	-
24 OFFICERS AND STAFF LOANS	18,192,795	2,689,497	4,526,506	1,910,154	2,418,092	4,109,662	2,538,884	-	-
25 L & D - FX - RES - HO DEP	38,696,167	27,054,630	1,041,360	650,850	78,102	9,871,225	-	-	-
26 L & D - FX - RES - CLEAN	940,078,223	715,197,370.00	224,880,852.84	0.00	-	-	-	-	-
27 L & D - FX - NRES - CLEAN-OFFSHORE	694,240,000	-	-	-	-	-	694,240,000	-	-
28 L & D - FX - RES - REM/CHM/OTH	166,791,160	137,980,200	21,695,000	-	7,115,960	-	-	-	-
29 L & D - FX - RES - CLEAN - OFFSHORE	2,424,841,472	168,561,472	130,170,000	-	1,258,310,000	867,800,000	-	-	-
30 PD - L & D - DOM - BD - REG	-	-	-	-	-	-	-	-	-
31 PD - SALARY LOAN	1,094,367,363	-	-	-	-	-	-	-	1,094,367,363
32 PD - OFFICERS AND STAFF LOANS	565,111	-	-	-	-	-	-	-	565,111
33 PD - L & D - DOM - TL - RE - HFC	4,696,479	-	-	-	-	-	-	-	4,696,479
34 PAST DUE - MORTGAGE MGR	10,875,874	-	-	-	-	-	-	-	10,875,874
35 ITL - L & D - DOM- NDOSRI	42,012,784	-	-	-	-	-	-	-	42,012,784
36 ITL - MORTGAGE MGR	20,851,456	-	-	-	-	-	-	-	20,851,456
37 ITL - DREAM HOME LOAN	12,861	-	-	-	-	-	-	-	12,861
38 ITL - CTS	38,012,848	-	-	-	-	-	-	-	38,012,848
39 RESTRUC LOANS - DOM - NDOSRI	9,077,179	-	-	6,984,240	-	416,667	1,676,272	-	-
40 RESTRUCTURED LOAN - MORTGAGE LOANS	2,875,856	-	-	450,993	-	1,647,916	776,947	-	-
41 RESTRUC LOANS - FX - RES - NDOSRI	1,473,957	-	-	-	1,473,957	-	-	-	-
42 DBP - CLEAN - NDOSRI	140,909,395	140,909,395	-	-	-	-	-	-	-
Subtotal	13,171,595,446	2,609,760,777	1,256,311,528	970,197,501	2,313,560,529	2,806,666,224	1,817,406,443	186,297,669	1,211,394,775
Add: Unamortized Transaction cost	44,388,993								
Less: Allow. For Doubtful Acct.	1,075,077,018								
<b>Net Non - Trade Receivable</b>	<b>12,140,907,420</b>	<b>2,609,760,777</b>	<b>1,256,311,528</b>	<b>970,197,501</b>	<b>2,313,560,529</b>	<b>2,806,666,224</b>	<b>1,817,406,443</b>	<b>186,297,669</b>	<b>1,211,394,775</b>
Accounts Receivables	599,852,479								
Accrued Interest Receivables	233,085,548								
Unquoted Debt Securities	1,039,599,353								
Dividends Receivable	4,278,630								
	1,876,816,011								
Less: Allowance for impairment	78,379,843								
	1,798,436,168								
<b>Net Receivables (a + b)</b>	<b>16,013,977,097</b>								
<b>Less: Unearned Interest and Discounts</b>	<b>62,067,512</b>								
	<b>15,951,909,585</b>								

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.