

CANTILAN BANK, INC. (A Rural Bank)

STATEMENTS OF FINANCIAL POSITION

December 31, 2018 and 2017

	2018	2017 (As reclassified Note xx)
ASSETS		
Cash and other cash items	127,516,085	193,128,937
Due from Bangko Sentral ng Pilipinas	79,510,084	63,497,537
Due from other banks	325,749,776	221,293,126
Loans receivable - net	1,362,696,533	1,495,758,130
Financial assets at amortized cost	164,104,357	120,016,428
Bank premises, furniture, fixtures and equipment - net	97,561,259	98,176,781
Investment properties - net	23,448,113	27,529,135
Other intangible assets - net	16,509,559	18,960,963
Deferred tax assets	69,479,176	55,395,185
Retirement benefit asset	5,015,213	248,063
Other assets - net	43,466,529	52,432,337
	2,315,056,684	2,346,436,622
LIABILITIES AND EQUITY		
Liabilities		
Deposit liabilities	1,740,618,890	1,766,834,496
Bills payable	48,524,609	115,156,123
Accrued expenses and other liabilities	140,631,777	81,488,835
Income tax payable	4,161,250	7,405,755
Total liabilities	1,933,936,526	1,970,885,209
Equity		
Capital stock	246,560,735	243,575,370
Additional paid-in capital	1,641,536	-
Remeasurement gains on defined benefit obligation	26,414,932	21,406,470
Retained earnings	106,502,955	110,569,573
Total equity	381,120,158	375,551,413
	2,315,056,684	2,346,436,622

See Notes to the Financial Statements

CANTILAN BANK, INC. (A Rural Bank)

STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the Years Ended December 31, 2018 and 2017

	2018	2017
Interest income on		
Loans receivable	334,270,799	341,463,521
Sales contract receivable	987,914	1,397,083
Investments	3,505,195	1,380,160
Deposits with banks	369,101	375,687
	<u>339,133,009</u>	<u>344,616,451</u>
Interest expense on		
Deposits liabilities	43,708,463	44,371,259
Borrowings	3,747,140	9,488,306
	<u>47,455,603</u>	<u>53,859,565</u>
Net interest income before		
provision for credit losses on loan receivables	291,677,406	290,756,886
Provision for credit losses on receivables	<u>73,542,177</u>	<u>74,421,654</u>
Net interest income before		
other operating income and operating expense	218,135,229	216,335,232
Other operating income	70,101,838	76,932,281
Operating expenses	<u>270,664,478</u>	<u>265,735,364</u>
Income before tax	17,572,589	27,532,149
Income tax expense	<u>4,588,931</u>	<u>8,137,784</u>
Profit	<u>12,983,658</u>	<u>19,394,365</u>

See Notes to the Financial Statements

CANTILAN BANK, INC. (A Rural Bank)

STATEMENTS OF CHANGES IN EQUITY
For the Years Ended December 31, 2018 and 2017
(In Philippine Peso)

	C O M M O N		Additional paid in capital	gains (losses) on defined benefit obligation	Retained earnings	TOTAL (Note 18)
	Shares	Amount				
Balance, January 1, 2018	487,014	243,575,370		21,406,470	110,569,573	375,551,413
Comprehensive income						
Profit for the year	-	-	-	-	12,983,658	12,983,658
Other comprehensive income for the year-net of tax	-	-	-	5,008,462	-	5,008,462
Total comprehensive income	-	-	-	5,008,462	12,983,658	17,992,120
Transactions with owners						
Issuance of shares	6,107	2,985,365	1,641,536			4,626,901
Dividend distributions			-	-	(17,050,276)	(17,050,276)
Balance, December 31, 2018	493,121	246,560,735	1,641,536	26,414,932	106,502,955	381,120,158
Balance, January 1, 2017	452,495	226,310,679		(15,408,435)	96,832,975	307,735,219
Comprehensive income						
Profit for the year	-	-		-	19,394,365	19,394,365
Other comprehensive income for the year	-	-		36,814,905	-	36,814,905
Total comprehensive income	-	-		21,406,470	116,227,340	363,944,489
Transactions with owners						
Issuance of shares	34,519	17,264,691		-	-	17,264,691
Cash dividends distribution	-	-		-	(5,657,767)	(5,657,767)
Balance, December 31, 2017	527,640	243,575,370		21,406,470	110,569,573	375,551,413

See Notes to the Financial Statements