

BANK OF THE PHILIPPINE ISLANDS
CONSOLIDATED STATEMENTS OF INCOME
For the Quarters March 31, June 30, September 30, and December 31, 2006
(In Thousands of Pesos)

	Unaudited			
	March 31, '06	June 30, '06	Sep. 30, '06	Dec. 31, '06
INTEREST INCOME				
On loans and advances	5,376,419	5,591,308	5,593,800	6,483,156
On held-to-maturity and trading securities	1,588,051	1,460,795	1,590,784	1,594,764
On available-for-sale securities	1,028,983	998,776	1,090,076	1,342,491
On deposits with banks	268,841	481,132	561,100	27,587
Gross Receipts Tax	(317,461)	(331,370)	(331,029)	(344,467)
	7,944,833	8,200,641	8,504,731	9,103,531
INTEREST EXPENSE				
On Deposits	3,177,443	3,132,851	3,375,661	3,607,820
On Bills Payable and other borrowings	134,235	139,410	107,980	118,488
	3,311,678	3,272,261	3,483,641	3,726,308
NET INTEREST INCOME	4,633,155	4,928,380	5,021,090	5,377,223
IMPAIRMENT LOSSES	368,976	358,721	341,257	455,325
NET INTEREST INCOME AFTER IMPAIRMENT LOSSES	4,264,179	4,569,659	4,679,833	4,921,898
OTHER INCOME				
Income from foreign exchange trading and trading securities	1,038,752	291,193	735,586	881,793
Service charges and commissions	601,409	651,934	574,074	742,483
Income attributable to insurance operations	219,647	261,195	250,462	230,744
Other operating income	977,581	1,433,253	1,084,359	1,315,407
Gross Receipts Tax	(147,552)	(134,941)	(169,684)	(196,514)
	2,689,837	2,502,634	2,474,797	2,973,913
OTHER EXPENSES				
Compensation and fringe benefits	1,680,624	1,802,702	2,148,140	1,911,329
Occupancy and equipment-related expenses	1,036,945	1,147,560	1,167,169	1,283,687
Other operating expenses	1,087,974	1,289,662	1,107,595	1,763,645
	3,805,543	4,239,924	4,422,904	4,958,661
INCOME BEFORE INCOME TAX	3,148,473	2,832,369	2,731,726	2,937,150
PROVISION FOR INCOME TAX				
Current	517,648	554,663	453,716	679,020
Deferred	85,232	148,673	(39,737)	56,701
	602,880	703,336	413,979	735,721
NET INCOME FOR THE QUARTER	2,545,593	2,129,033	2,317,747	2,201,429
Attributable to:				
Equity holders of BPI	2,503,213	2,089,144	2,263,680	2,184,024
Minority interest	42,380	39,889	54,067	17,405
	2,545,593	2,129,033	2,317,747	2,201,429

Member PDIC: Bank of the Philippine Islands