



14 August 2024

SECURITIES AND EXCHANGE COMMISSION
12/F SEC Headquarters
7907 Makati Avenue, Salcedo Village
Brgy. Bel-Air, Makati City 1209

Attention: **ATTY. OLIVER O. LEONARDO**
Director, Markets and Securities Regulation Department

PHILIPPINE STOCK EXCHANGE, INC.
6/F PSE Tower
5th Avenue corner 28th Street
Bonifacio Global City, Taguig City

Attention: **ATTY. STEFANIE ANN B. GO**
Officer-in-Charge, Disclosure Department

PHILIPPINE DEALING & EXCHANGE CORP.
29th Floor, BDO Equitable Tower
8751 Paseo de Roxas
Makati City

Attention: **ATTY. SUZY CLAIRE R. SELLEZA**
Head, Issuer Compliance and Disclosure Department

Gentlemen / Mesdames:

Please see attached press release entitled "**Security Bank H1-2024 total revenues grew 24% year-on-year to PHP25.7 billion and net profit up 11% to PHP5.4 billion**".

Should you have any questions on the foregoing, please let us know.

Thank you.

Very truly yours,

A handwritten signature in black ink, appearing to read "Ropi F. Dangazo".

ROPI F. DANGAZO
Investor Relations Head

SEC FORM 17-C
CURRENT REPORT UNDER SECTION 17
OF THE SECURITIES REGULATION CODE
AND SRC RULE 17.2(c) THEREUNDER

1. August 14, 2024
Date of Report (Date of earliest event reported)
2. SEC Identification Number 6030 3. BIR Tax Identification No. 000-498-020-000
4. SECURITY BANK CORPORATION
Exact name of registrant as specified in its charter
5. Philippines 6. (SEC Use Only)
Province, country or other jurisdiction of incorporation Industry Classification Code
7. Security Bank Centre 6776 Ayala Avenue, Makati City 0719
Address of principal office Postal Code
8. +632 8867-6788
Registrant's telephone number, including area code
9. Not applicable
Former name or former address, if changed since last report
10. Security registered pursuant to Section 4 and 8 of the RSA

Title of Each Class	Number of Shares of Common Stock Outstanding and Amount of Debt Outstanding
Common	753,538,887
Preferred (Unregistered)	1,000,000,000

11. Indicate the item numbers reported herein: Item No. 9

Press Release: Security Bank H1-2024 total revenues grew 24% year-on-year to PHP25.7 billion and net profit up 11% to PHP5.4 billion

Security Bank Corporation (PSE: SECB) posted net profit of PHP5.4 billion in H1-2024, up 11% year-on-year, driven by accelerated growth in business drivers.

H1-2024 total revenues grew 24% year-on-year to PHP25.7 billion. Net interest income increased 38% to PHP21.7 billion. Net interest margin in H1-2024 was 5.20%, up 96 basis points year-on-year. Service charges, fees and commissions grew 74% to PHP4.9 billion.

Please see attached for the full version of the Press Release.

SIGNATURES

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

SECURITY BANK CORPORATION

Registrant



ROPI F. DANGAZO
Investor Relations Head

Date August 14, 2024



FOR INQUIRIES, PLEASE CONTACT:

ROPI F. DANGAZO, Investor Relations Head
+63 2 8888 7175; RDangazo@securitybank.com.ph

TANYA ANSALDO-DEAKIN, Corporate Communications Division Head
+63 920 901 7900; TDeakin@securitybank.com.ph

Security Bank H1-2024 total revenues grew 24% year-on-year to PHP25.7 billion and net profit up 11% to PHP5.4 billion

14 August 2024, Makati City, Philippines – Security Bank Corporation (PSE: SECB) posted net profit of PHP5.4 billion in H1-2024, up 11% year-on-year, driven by accelerated growth in business drivers.

H1-2024 total revenues grew 24% year-on-year to PHP25.7 billion. Net interest income increased 38% to PHP21.7 billion. Net interest margin in H1-2024 was 5.20%, up 96 basis points year-on-year. Service charges, fees and commissions grew 74% to PHP4.9 billion.

H1-2024 operating expense was 20% higher, driven by investments in manpower and technology to accelerate transformation. Strong performance led to a cost-to-income ratio of 58.4%, lower than the 60.4% a year ago.

H1-2024 pre-provision operating profit was up 30% year-on-year to PHP10.7 billion. The Bank set aside PHP3.3 billion as provisions for credit losses in H1-2024, an increase versus year-ago level of PHP1.6 billion. Gross non-performing loan ratio was 3.31% and NPL reserve cover was 81%.

Return on shareholders' equity was 7.94%. Return on assets was 1.20%.

Quarterly Results: For the period April 1 to June 30, 2024 (Q2-2024), net profit was PHP2.8 billion, up 10% year-on-year and up 7% quarter-on-quarter. Q2-2024 total revenues increased to PHP13.2 billion, up 22% year-on-year and up 6% quarter-on-quarter.

Q2-2024 net interest income increased to PHP10.9 billion, up 32% year-on-year and up 2% quarter-on-quarter. Net interest margin in Q2-2024 was 5.18%, up 59 basis points year-on-year. Total non-interest income was PHP2.2 billion, up 28% quarter-on-quarter. Service charges, fees and commissions was PHP1.8 billion, up 19% year-on-year. In Q2-2024, the Bank set aside PHP1.8 billion as provisions for credit losses.

Q2-2024 pre-provision operating profit was PHP5.8 billion, 18% higher than quarter-ago level due to higher revenue growth of 6% quarter-on-quarter compared to operating expense which decreased by 2% quarter-on-quarter.

Balance sheet remains strong

Total deposits increased to PHP676 billion, up 29% year-on-year. CASA deposits increased 9% year-on-year. CASA as percent of total deposits was at 54%.

Net loans accelerated to 19% growth rate year-on-year from the 12% posted in Q1-2024. Quarter-on-quarter, net loans increased 6%, amounting to PHP577 billion as of June 30, 2024. Retail and MSME loans sustained its growth, up 37% year-on-year compared to the 32% posted in Q1-2024. Wholesale

loans accelerated to 14% growth rate year-on-year from the 4% posted in Q1-2024. The growth in retail and MSME loans was driven by home loans which grew 21%, credit cards which rose 60%, auto loans which grew 50%, and MSME loans which increased 68%. On a sequential quarter-on-quarter basis, retail and MSME loans increased 8%. Retail and MSME loans as percent of total loans increased to 32%, up from 31% a quarter ago and 28% a year ago. Total investment securities grew 22% year-on-year to PHP268 billion.

The Bank maintains healthy liquidity, with Liquidity Coverage Ratio (LCR) at 180% and Net Stable Funding Ratio (NSFR) at 133% as of June 30, 2024.

Security Bank's capital ratios remain strong. Common Equity Tier 1 Ratio was 13.9% and Total Capital Adequacy Ratio (CAR) was 14.8%. Total assets increased to PHP948 billion, up 19% year-on-year. Shareholders' capital likewise increased to PHP138 billion, up 6% year-on-year.

"Our second quarter results reflect accelerating velocity for our Retail, MSME & Wholesale client teams. We allocated substantial resources to support our clients' aspirations as indicated in the growth of loans and deposits. Likewise, we continue to invest in technology to improve customer experience, security & agility. This led to healthy growth in net income year-on-year and quarter-on-quarter. Operating jaws turned positive 4%." -- Security Bank President & CEO, Sanjiv Vohra.

About Security Bank

Security Bank is a private domestic universal bank in the Philippines with total assets of PHP948 billion as of June 30, 2024. The Bank has been operating for 73 years since it was established in 1951. Security Bank has a total of 328 branches and 662 ATMs, Cash Recycler Machines (CRMs) and Cash Acceptance Machines (CAMs) to-date.

In 2024, Security Bank was awarded **Best for High-Net-Worth in the Philippines** by *Euromoney/Asiamoney* for four consecutive years; **The Philippines' Best Bank for Corporates** by *Euromoney/Asiamoney* for two consecutive years; **Best Branch Digitisation Implementation** for the Mosaic Voyager (MV) Teller and Lobby Management System by *The Asian Banker*; three awards **Credit Card Initiative of the Year**, **Sustainability Initiative of the Year**, and **ESG Program of the Year (Bronze)** for **Security Bank Wave Mastercard** by *Asian Banking and Finance*; and **Best Investor Relations Company (Philippines)**, **Sustainable Asia Award**, **Asia's Best CEO (Investor Relations)**, **Asia's Best CFO (Investor Relations)** and **Best Investor Relations Professional (Philippines)** by *Corporate Governance Asia* for four consecutive years.

In 2023, Security Bank was awarded **Best for Mass Affluence/HNW in the Philippines** by *Asiamoney*; **Best Credit Card Product in the Philippines** (for Security Bank's Complete Cashback Platinum Mastercard) by *The Asian Banker* during the *2022 Asian Banker Excellence Awards*; **Best Retail Bank in the Philippines** by *Alpha Southeast Asia*; **Market Leader in Corporate Social Responsibility (CSR)** by *Euromoney*; **Market Leader in Diversity & Inclusion** by *Euromoney*; **Best Bank for Diversity and Inclusion** by *Asiamoney*. The Bank's major citations in 2021 are: **Philippines' Best Bank** by *Euromoney*; **Best for HNWs (High Net Worth Clients) in the Philippines** by *Asiamoney*; **Best Retail Bank in the Philippines** by *Alpha Southeast Asia*; and **Best Culture of Learning and Diversity Champion** by *LinkedIn Talent Awards*.

More information is available on www.securitybank.com.