

S T A M P S

SECURITIES AND EXCHANGE COMMISSION

SEC FORM 17-C

**CURRENT REPORT UNDER SECTION 17 OF THE
SECURITIES REGULATION CODE AND SRC RULE 17.2(c) THEREUNDER**

1. Date of reporting **August 14, 2025**
2. Commission identification number **24221**
3. BIR Tax Identification No **000 440 440**
4. Exact name of issuer as specified in its charter **BANK OF COMMERCE**
5. Province, country or other jurisdiction of incorporation or organization **PHILIPPINES**
6. Industry Classification Code: (SEC Use Only)
SAN MIGUEL PROPERTIES CENTRE, NO. 7 ST FRANCIS STREET, MANDALUYONG CITY 1550, PH
7. Address of issuer's principal office Postal Code
8. Issuer's telephone number, including area code **+63-2-8982 6000**
9. Former name, former address and former fiscal year, if changed since last report **N/A**
10. Securities registered pursuant to Sections 8 and 12 of the Code, or Sections 4 and 8 of the RSA

Title of Each Class	Number of Shares of Common Stock Outstanding and Amount of Debt Outstanding
Common Stocks	1,403,013,920

11. Indicate the item numbers reported herein:

Item No. 9. Other Events

San Miguel Corporation (SMC) affiliate Bank of Commerce (BankCom) posted an unaudited net income of P1.86 billion as of 30 June 2025, up 31% year-on-year primarily due to strong revenue growth. This translated to a return on equity (ROE) and return on asset (ROA) of 11% and 1.39%, respectively.

The robust performance was underpinned by sustained growth across core revenue streams, driven by net interest income, gains from trading securities, and foreign exchange transactions.

SIGNATURES

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

Bank of Commerce



By: **EVP ANTONIO S. LAQUINDANUM**
Chief Financial Officer

Date: August 14, 2025

August 14, 2025

PHILIPPINE STOCK EXCHANGE

5th Avenue corner 28th Street
Bonifacio Global City, Taguig

Attention: **Atty. Johanne Daniel M. Negre**
Officer-in-Charge, Disclosure Department

PHILIPPINE DEALING & EXCHANGE CORP.

29th Floor, BDO Equitable Tower
8751 Paseo de Roxas, Makati City 1226

Attention: **Atty. Suzy Claire R. Selleza**
Head, Issuer and Disclosure Department

Dear Ma'am/Sir:

Please be informed that Bank of Commerce (BNCOM – PSE ticker) will be releasing to the press the attached statement entitled "BankCom Surges Ahead with 31% Profit Growth in 1H 2025".

Thank you.

Very truly yours,



ANTONIO S. LAQUINDANUM

Executive Vice President and Chief Financial Officer
Corporate Information Officer

No. 7 San Miguel Properties Center Building
St. Francis St., Mandaluyong City, Philippines
Tel. No. (632) 982-6000
<https://www.bankcom.com.ph>



August 14, 2025

BankCom Surges Ahead with 31% Profit Growth in 1H 2025

San Miguel Corporation (SMC) affiliate Bank of Commerce (BankCom) posted an unaudited net income of ₱1.86 billion as of 30 June 2025, up 31% year-on-year primarily due to strong revenue growth. This translated to a return on equity (ROE) and return on asset (ROA) of 11% and 1.39%, respectively.

The robust performance was underpinned by sustained growth across core revenue streams, driven by net interest income, gains from trading securities, and foreign exchange transactions.

The bank's strategy of improving its revenue streams and prudent spending resulted in a lower cost-to-income ratio of 59%.

1H 2025 FINANCIAL HIGHLIGHTS (YoY):

- Net income up 31% to ₱1.86 billion vs ₱1.42 billion in 1H 2024, mainly due to core business growth
- Net interest income reached ₱5.15 billion, 14% higher than ₱4.53 billion in same period last year
- Non-interest income at ₱912.52 million, ₱214.15 million higher than ₱698.37 million prior year
- Gross revenue rose to ₱6.06 billion, up 16% compared to the ₱5.23 billion in 2024.
- ROE stood at 11%.
- NIM of 4.27%.
- Cost to income ratio of 59%.
- Total Loans and Receivables grew by 5% to ₱143.58 billion
- Gross non-performing loans (NPL) ratio at 1.34%
- Net non-performing loan (NPL) ratio of 0.53%.
- Capital levels remained strong with a Total CAR of 17.30%.

2Q 2025 FINANCIAL HIGHLIGHT (QoQ):

- Net income as of 2Q 2025 was ₱993.91 million, up 53% from the ₱649.30 million in the same quarter last year and 15% higher from the 1Q2025's ₱866.79 million.
- Net interest income grew by 16% to ₱2.66 billion from the ₱2.28 billion in previous year and 7% higher versus March 2025.
- Non-interest income surged to ₱409.43 million, 36% higher than the ₱300.03 million in the same quarter last year.
- Gross revenue of ₱3.07 billion was 2% higher than the last quarter's ₱2.99 billion on account of higher interest income and foreign exchange gains.
- Operating expenses excluding provisions as of 2Q 2025 posted ₱1.81 billion, 10% higher than the ₱1.65 billion in the same period in 2024 and 1% up from 1Q 2025.

KEY EVENT/S:

- April 4, 2025 – hailed as one of the Top 5 Corporate Issue Managers/Arrangers in the banking category by the Philippine Dealing System Holdings Corp. and Subsidiaries (PDS Group)
- April 24, 2025 – awarded the grand winner of the Accelerate Your Savings Part 1 Promo



- May 15, 2025 – Credit Management Association of the Philippines (CMAP)'s Most Outstanding Member for 2025
- May 27, 2025 – held the Annual Stockholders' Meeting and declared a 79% increase in cash dividends

Revenues

BankCom's notable performance in the first semester of 2025, was fueled by strong revenue growth across key business segments, mainly higher net interest income and trading and foreign exchange gains.

Net interest income rose to ₱5.15 billion, marking a 14% increase from ₱4.53 billion recorded in 2024. The upward trajectory was due to the expansion in earning assets, primarily from loans, financial assets at fair value, and other investment securities. The higher growth in revenues from earning assets than interest bearing liabilities translated to an improvement in net interest margin (NIM) at 4.27%.

Other income was significantly up by 31% to ₱912.52 million, on account of the significant surge in trading and foreign exchange gains as well as higher ROPA related revenues

Operating expenses, excluding provision for credit and impairment losses, amounted to ₱3.60 billion, up by 11% from ₱3.25 billion in 2024. The expansion in operating expenses was driven mainly by the bank's continued investment in human capital and technology as well as a higher volume of transactions.

Compensation expenses grew by 17% to ₱1.48 billion, driven by an expanded workforce and enhanced retention initiatives. Depreciation and amortization amounted to ₱321.34 million, 9% higher compared to ₱295.30 million in 2024 due to higher depreciation of leasehold rights and improvements. Amortization of software costs increased to ₱65.71 million, almost 2x the ₱33.84 million last year due to various software services availed. Service fees and commissions rose by 10% to ₱193.39 million, while taxes and licenses increased by 7% to ₱593.45 million—both reflecting higher business activity.

BankCom's strong financial results underscore its strategic focus on growth, operational efficiency, and prudent risk management.

Balance Sheet

As of 30 June 2025, total assets stood at ₱271.53 billion, translating to return on assets (ROA) of 1.39%.

Total loans and receivables, which comprise almost 53% of total assets, expanded by 5% to ₱143.58 billion from ₱136.51 billion in 2024. The growth was broad-based across all lending segments, resulting in a healthy loan-to-deposit ratio of 71%. Asset quality remained sound, with gross non-performing loans (NPL) at 1.34% and net NPL at 0.53%, slightly up from 1.25% and 0.49%, respectively, at the end of 2024.

Total deposits were moderately lower by 4% to ₱203.82 billion from the ₱212.01 billion in 2024 due to seasonality in the use of larger business accounts. The deposit mix includes ₱185.39 billion in current account and savings account (CASA) deposits, ₱13.40 billion in time deposits, and ₱5.03 billion in long-term negotiable certificates of deposit (LTNCD).

Bonds payable surged to ₱24.41 billion, nearly 4x the previous year's level of ₱6.53 billion, following the successful issuance of the dual-tranche fixed rate bond on February 19, 2025. ₱6.57 billion of these bonds will mature in November 2025.

BankCom's capital funds continued to grow reaching ₱34.46 billion, reflecting a 4% increase from the ₱33.23



Bank of Commerce

An affiliate of San Miguel Corporation



billion in 2024.

The bank's capital adequacy ratio (CAR) remained strong at 17.30%, well above the regulatory minimum of 10.0%.

About BankCom

An affiliate of San Miguel Corporation (SMC) since 2008, Bank of Commerce is a publicly-listed universal bank focused on helping its clients, communities and conglomerate partners by delivering the best choice of financial services harnessing the strengths of the SMC Group. Bank of Commerce is identified by its logo bearing the SMC symbols of escudo and cloverleaf, and by the trademark license short name "BankCom" granted by the Intellectual Property Office (IPO) in 2020. BankCom traces its origins to the Overseas Bank of Manila which opened in Binondo, Manila in 1963.

BankCom posted a net income of ₱3.02 billion as of 31 December 2024, up by 8% from ₱2.80 billion in 2023, marking its highest profit level since becoming an SMC affiliate in 2008. The upward trend continued into the first quarter of 2025, reflecting sustained profit growth through March. As of 30 June 2025, BankCom maintains a network of 140 branches and 272 automated teller machines (ATMs) including Cash Kiosks strategically located nationwide.