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7 August 2018

The Philippine Stock Exchange, Inc.
3rd Floor, Philippine Stock Exchange Plaza
Ayala Triangle, Ayala Avenue
Makati City

Attention: **MR. JOSE VALERIANO B. ZUNO III**
Head, Disclosure Department

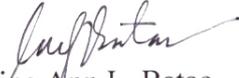
Dear Mr. Zuno

In compliance with your requirement, please find attached Union Bank of the Philippines Published Balance Sheets (Parent and Bank with Financial Subsidiaries) as of June 30, 2018.

We request your acknowledgement.

Thank you.

Very truly yours,


Lalajne Ann L. Batac
Assistant Vice President

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BALANCE SHEET
(Head Office and Branches)
As of June 30, 2018

ASSETS	As of June 30, 2018	As of March 31, 2018
Cash and Cash Items	P 5,421,464,914.18	P 5,461,241,649.67
Due from Bangko Sentral ng Pilipinas	57,240,950,901.38	60,185,133,121.01
Due from Other Banks	12,486,584,925.29	23,757,543,376.87
Financial Assets at Fair Value through Profit or Loss	4,089,882,290.51	2,815,758,265.20
Available-for-Sale Financial Assets-Net	4,334,472,045.76	4,385,686,335.91
Held-to-Maturity (HTM) Financial Assets-Net	167,434,895,034.33	157,910,663,949.82
Unquoted Debt Securities Classified as Loans-Net	0.00	0.00
Investments in Non-Marketable Equity Security-Net	0.00	0.00
Loans and Receivables - Net	252,195,419,816.21	237,092,688,450.31
Loans to Bangko Sentral ng Pilipinas	0.00	0.00
Interbank Loans Receivable	8,799,201,096.00	16,081,293,120.00
Loans and Receivables - Others	240,488,110,637.67	221,883,005,114.18
Loans and Receivables Arising from RA/CA/PR/SLB	5,250,000,000.00	1,438,498,302.00
General Loan Loss Provision	2,341,891,917.46	2,310,108,085.87
Other Financial Assets	4,633,855,132.73	4,392,517,691.60
Equity Investment in Subsidiaries, Associates and Joint Ventures-Net	18,559,421,427.77	18,163,527,125.74
Bank Premises, Furniture, Fixture and Equipment-Net	5,281,139,851.34	5,144,214,914.34
Real and Other Properties Acquired-Net	4,971,568,195.26	4,784,600,493.14
Non-Current Assets Held for Sale	0.00	0.00
Other Assets-Net	22,851,223,366.69	23,263,672,002.69
Net Due from Head Office/Branches/Agencies, if any (Philippine branch of a foreign bank)	0.00	0.00
TOTAL ASSETS	P 559,500,877,901.45	P 547,357,247,376.30
LIABILITIES		
Financial Liabilities at Fair Value through Profit or Loss	P 222,880,307.72	P 72,958,751.41
Deposit Liabilities	407,583,946,488.54	397,024,274,976.92
Due to Other Banks	0.00	0.00
Bills Payable	42,756,274,361.31	47,271,688,122.95
a. BSP (Rediscounting and Other Advances)	0.00	19,045,667.75
b. Interbank Loans Payable	5,067,300,000.00	6,613,888,000.00
c. Other Deposit Substitute	10,992,081,475.79	14,530,525,395.15
d. Others	26,696,892,885.52	26,108,229,060.05
Bonds Payable-Net	0.00	0.00
Unsecured Subordinated Debt-Net	7,200,000,000.00	7,200,000,000.00
Redeemable Preferred Shares	0.00	0.00
Special Time Deposit	0.00	0.00
Due to Bangko Sentral ng Pilipinas	0.00	45,098,273.45
Other Financial Liabilities	9,272,173,358.69	10,238,882,130.72
Other Liabilities	20,221,060,579.96	16,757,685,329.11
Net Due to Head Office/Branches/Agencies (Philippine branch of a foreign bank)	0.00	0.00
TOTAL LIABILITIES	P 487,256,335,096.22	P 478,610,587,584.56
STOCKHOLDERS' EQUITY		
Capital Stock	P 16,403,300,734.83	P 16,403,300,734.83
Other Capital Accounts	3,328,448,944.82	1,654,753,760.20
Retained Earnings	52,512,793,125.58	50,688,605,296.71
Assigned Capital	0.00	0.00
TOTAL STOCKHOLDERS' EQUITY	P 72,244,542,805.23	P 68,746,659,791.74
TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY	P 559,500,877,901.45	P 547,357,247,376.30
CONTINGENT ACCOUNTS		
Guarantees Issued	P 533,570,453.54	P 521,586,506.38
Financial Standby Letters of Credit	668,834,111.15	672,330,611.84
Performance Standby Letters of Credit	1,926,385,199.53	2,392,781,494.71
Commercial Letters of Credit	1,068,621,596.72	2,753,714,909.57
Trade Related Guarantees	29,450,121.34	7,608,057.60
Commitments	25,433,205,441.93	28,989,838,422.33
Spot Foreign Exchange Contracts	4,535,685,786.82	10,654,327,222.94
Securities Held Under Custodianship by Bank Proper	0.00	0.00
Trust Department Accounts	41,924,694,250.38	41,832,703,022.89
a. Trust and Other Fiduciary Accounts	27,844,377,882.65	28,154,462,809.17
b. Agency Accounts	14,080,316,367.73	13,678,240,213.72
c. Advisory/Consultancy	0.00	0.00
Derivatives	40,123,819,929.56	47,392,094,878.10
Others	23,264,440,159.39	19,512,868,802.44
TOTAL CONTINGENT ACCOUNTS	P 139,508,707,050.35	P 154,729,853,928.80
Additional Information		
Gross total loan portfolio (TLP)	258,082,173,822.81	245,961,938,465.86
Specific allowance for credit losses on the TLP	3,544,862,089.14	6,559,141,929.68
Non-Performing Loans (NPLs)		
a. Gross NPLs	7,764,720,733.14	7,464,200,947.49
b. Ratio of gross NPLs to gross TLP (%)	3.01	3.03
c. Net NPLs	5,077,816,641.89	2,752,814,627.47
d. Ratio of Net NPLs to gross TLP (%)	1.97	1.12
e. Ratio of total allowance for credit losses to gross NPLs (%)	75.81	118.82
f. Ratio of specific allowance for credit losses on the gross TLP to gross NPLs (%)	45.65	87.87
Classified Loans & Other Risk Assets, gross of allowance for credit losses	17,337,910,123.62	14,408,103,596.15
DOSRI Loans and receivables, gross allowance of credit losses	481,680,551.20	481,068,689.91
Ratio of DOSRI loans and receivables, gross of allowance for credit losses, to gross TLP (%)	0.19	0.20
Gross non-performing DOSRI loans and receivables	0.00	0.00
Ratio of gross non-performing DOSRI loans and receivables to TLP (%)	0.00	0.00
Percent Compliance with Magna Carta (%)		
a. 8% for Micro and Small Enterprises	2.31	2.93
b. 2% for Medium Enterprises	3.99	3.61
Return on Equity (ROE) (%)	12.64	15.53
Capital Adequacy Ratio (CAR) on Solo Basis, as prescribed under existing regulations		
a. Total CAR (%)	13.81	13.56
b. Tier 1 Ratio (%)	11.23	10.85
c. Common Tier 1 Ratio (%) ^{1/}	11.23	10.85
Deferred Charges not yet Written Down	0.00	0.00
Unbooked Allowance for Credit Losses on Financial Instruments Received	0.00	0.00

We hereby certify that all matters set forth in this Published Balance Sheet are true and correct, to the best of our knowledge and belief.

CONSOLIDATED BALANCE SHEET
(Banks and Financial Subsidiaries)
As of June 30, 2018

ASSETS	As of June 30, 2018	As of March 31, 2018
Cash and Cash Items	P 5,920,923,809.23	P 5,816,395,571.69
Due from Bangko Sentral ng Pilipinas	61,100,612,011.66	63,939,927,101.72
Due from Other Banks	14,529,205,447.34	27,293,872,505.12
Financial Assets at Fair Value through Profit or Loss	4,090,684,933.17	2,816,721,018.78
Available-for-Sale Financial Assets-Net	4,335,339,533.13	4,385,686,335.91
Held-to-Maturity (HTM) Financial Assets-Net	167,434,895,034.33	157,910,663,949.82
Unquoted Debt Securities Classified as Loans-Net	384,017,768.35	397,519,545.68
Investments in Non-Marketable Equity Security-Net	0.00	0.00
Loans and Receivables - Net	312,748,599,076.97	294,775,621,534.47
Loans to Bangko Sentral ng Pilipinas	0.00	0.00
Interbank Loans Receivable	8,799,201,096.00	16,081,293,120.00
Loans and Receivables - Others	298,703,051,318.06	275,855,974,140.38
Loans and Receivables Arising from Repo, CA/Participation with Recourse, and SLB Transactions	7,890,000,000.00	5,379,983,649.00
General Loan Loss Provision	2,643,653,337.09	2,541,629,374.91
Other Financial Assets	5,499,634,654.76	4,997,766,405.86
Equity Investment in Subsidiaries, Associates and Joint Ventures-Net	642,099,917.39	708,603,557.59
Bank Premises, Furniture, Fixture and Equipment-Net	6,139,497,670.99	5,390,307,144.26
Real and Other Properties Acquired-Net	5,388,751,969.84	4,867,653,150.07
Non-Current Assets Held for Sale	0.00	0.00
Other Assets-Net	33,858,979,893.65	35,190,985,022.37
Net Due from Head Office/Branches/Agencies, if any (Philippine branch of a foreign bank)	0.00	0.00
TOTAL ASSETS	P 622,073,241,720.81	P 608,491,722,843.34
LIABILITIES		
Financial Liabilities at Fair Value through Profit or Loss	P 222,880,307.72	P 72,958,751.41
Deposit Liabilities	453,476,088,360.10	439,863,505,764.39
Due to Other Banks	0.00	0.00
Bills Payable	57,917,215,143.83	61,336,993,706.95
a. BSP (Rediscounting and Other Advances)	0.00	19,045,667.75
b. Interbank Loans Payable	16,255,655,776.72	16,702,916,293.43
c. Other Deposit Substitute	10,992,081,475.79	14,530,525,395.15
d. Others	30,669,477,891.32	30,084,506,350.62
Bonds Payable-Net	0.00	0.00
Unsecured Subordinated Debt-Net	7,200,000,000.00	7,200,000,000.00
Redeemable Preferred Shares	0.00	0.00
Special Time Deposit	0.00	0.00
Due to Bangko Sentral ng Pilipinas	0.00	45,098,273.45
Other Financial Liabilities	9,826,569,140.70	10,874,376,544.89
Other Liabilities	21,822,958,290.92	20,152,612,557.22
Net Due to Head Office/Branches/Agencies (Philippine branch of a foreign bank)	0.00	0.00
TOTAL LIABILITIES	P 550,465,711,243.27	P 539,545,545,598.31
STOCKHOLDERS' EQUITY		
Capital Stock	P 16,403,300,734.83	P 16,403,300,734.83
Other Capital Accounts	3,560,812,793.84	1,810,695,518.09
Retained Earnings	51,600,383,557.36	50,688,605,296.71
Assigned Capital	0.00	0.00
Minority Interest in Subsidiaries	43,033,391.51	43,575,695.40
TOTAL STOCKHOLDERS' EQUITY	P 71,607,530,477.54	P 68,946,177,245.03
TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY	P 622,073,241,720.81	P 608,491,722,843.34
CONTINGENT ACCOUNTS		
Guarantees Issued	P 533,570,453.54	P 521,586,506.38
Financial Standby Letters of Credit	668,834,111.15	672,330,611.84
Performance Standby Letters of Credit	1,926,385,199.53	2,392,781,494.71
Commercial Letters of Credit	1,068,621,596.72	2,753,714,909.57
Trade Related Guarantees	29,450,121.34	7,608,057.60
Commitments	25,433,205,441.93	28,989,838,422.33
Spot Foreign Exchange Contracts	4,535,685,786.82	10,654,327,222.94
Securities Held Under Custodianship by Bank Proper	0.00	0.00
Trust Department Accounts	41,924,694,250.38	41,832,703,022.89
a. Trust and Other Fiduciary Accounts	27,844,377,882.65	28,154,462,809.17
b. Agency Accounts	14,080,316,367.73	13,678,240,213.72
c. Advisory/Consultancy	0.00	0.00
Derivatives	40,123,819,929.56	47,392,094,878.10
Others	23,308,435,057.30	19,558,191,604.73
TOTAL CONTINGENT ACCOUNTS	P 139,552,701,965.26	P 154,775,176,750.09
Additional Information		
1. List of Financial Allied Subsidiaries (excluding Subsidiary Insurance Companies)		
1. UnionBank Currency Brokers Corporation		
2. UBP Securities, Inc.		
3. Interventure Capital Corporation		
4. City Savings Bank		
5. First Agro-Industrial Rural Bank, Inc.		
2. List of Subsidiary Insurance Companies		
3. Capital Adequacy Ratio (CAR) on Consolidated Basis, as prescribed under existing regulations		
a. Total CAR (%)	13.43	14.24
b. Tier 1 Ratio (%)	11.24	11.99
c. Common Equity Tier 1 Ratio (%) ^{1/}	11.24	11.99

We hereby certify that all matters set forth in this Consolidated Balance Sheet are true and correct, to the best of our knowledge and belief.

BOARD OF DIRECTORS
As of June 30, 2018

DR. JUSTO A. ORTIZ
Chairman

ERRAMON I. ABOITIZ
Vice Chairman

EDWIN R. BAUTISTA
President & CEO

JON RAMON M. ABOITIZ
LUIS MIGUEL O. ABOITIZ

SABIN M. ABOITIZ
NINA D. AGUAS

ATTY. EMMANUEL F. DOOC
MANUEL R. LOZANO
MICHAEL G. REGINO

Directors

ERWIN M. ELECHICON
ROBERTO G. MANABAT

CHIEF JUSTICE
REYNATO S. PUNO (RET.)

CARLOS B. RAYMOND, JR.
DR. FRANCISCO S.A. SANDEJAS

Independent Directors

PRINCIPAL OFFICERS
As of June 30, 2018

EDWIN R. BAUTISTA
President & CEO

EUGENE S. ACEVEDO
HENRY RHOEL R. AGUDA

JOSE EMMANUEL U. HILADO
Senior Executive Vice Presidents

FREDERICK E. CLAUDIO
MARY JOYCE S. GONZALEZ

ANGELO DENNIS L. MATUTINA
MANUEL G. SANTIAGO, JR.

Executive Vice Presidents

FRANCIS B. ALBALATE
SVP, Controller

JOSE EMMANUEL U. HILADO
SEVP, Treasurer & CFO

FRANCIS B. ALBALATE
SVP, Controller

JOSE EMMANUEL U. HILADO
SEVP, Treasurer & CFO