

BANGKO SENTRAL NG PILIPINAS

INCOME STATEMENT

Year ended 31 December	Note	2007 PHP000	2006 PHP000
Operating income:			
Income from foreign currency financial assets			
Interest income	27	49,347,964	40,134,294
Trading gain/(loss)-foreign	2.6	26,828,457	17,637,595
Fees - foreign		<u>634,932</u>	<u>1,709,627</u>
Total income from foreign currency financial assets		<u>76,811,353</u>	<u>59,481,516</u>
Expenses on foreign currency financial liabilities			
Interest expense	27	(5,069,904)	(13,345,600)
Other foreign currency expenses		<u>(330,469)</u>	<u>(366,357)</u>
Total expenses on foreign currency financial liabilities		<u>(5,400,373)</u>	<u>(13,711,957)</u>
Foreign currency income		<u>71,410,980</u>	<u>45,769,559</u>
Income from local currency financial assets			
Interest income	27	14,070,796	10,566,416
Trading gain/(loss) - domestic		<u>41,042</u>	<u>1,298,294</u>
Total income from local currency financial assets		<u>14,111,838</u>	<u>11,864,710</u>
Expenses on local currency financial liabilities			
Interest expense	27	(48,378,133)	(27,508,642)
Impairment losses on loans and advances	2.9.2	(561,707)	(665,968)
Final tax paid on interest income/discounts		<u>(702,833)</u>	<u>(945,874)</u>
Total expenses on local currency financial liabilities		<u>(49,642,673)</u>	<u>(29,120,484)</u>
Local currency income/(loss)		<u>(35,530,835)</u>	<u>(17,255,774)</u>
Income from net financial assets			
Other operating Income	28	2,888,166	3,381,495
Currency printing and minting cost	29	(3,130,933)	(1,387,717)
Operating expenses	30	<u>(8,871,114)</u>	<u>(7,775,321)</u>
Net operating income/(loss) before FX rates fluctuation		26,766,264	22,732,242
Net loss on FX rates fluctuation	25	<u>(113,709,554)</u>	<u>(18,935,889)</u>
Profit/(Loss) before income tax		(86,943,290)	3,796,353
Income tax paid		<u>0</u>	<u>(11,765)</u>
Profit/(Loss) for the year		<u>(86,943,290)</u>	<u>3,784,588</u>
Attributable to:			
National Government (75%)			2,763,441
BSP (25%)			<u>921,147</u>
Profit for distribution	33	<u>0</u>	<u>3,684,588</u>

The Statements are to be read in conjunction with the Notes on the succeeding pages.