

**BANGKO SENTRAL NG PILIPINAS**  
**INCOME STATEMENT**  
**For the Year Ended December 31, 2014**  
(With corresponding figures for 2013)  
(In pesos)

	Note	2014	2013 (as restated)
<b>Operating Income</b>			
<b>Income from foreign currency financial assets</b>			
Interest income	28	28,600,518,062	26,425,057,257
Trading gain-foreign		9,449,420,799	15,485,625,889
Fees - Foreign		477,543,654	1,169,766,118
Miscellaneous income		41,227,627	216,182,700
		<u>38,568,710,142</u>	<u>43,296,631,964</u>
<b>Expenses on foreign currency financial liabilities</b>			
Interest expense	28	(1,966,082,503)	(1,928,127,204)
Other foreign currency expenses		(869,210,167)	(840,747,035)
		<u>(2,835,292,670)</u>	<u>(2,768,874,239)</u>
<b>Foreign currency income</b>		<u>35,733,417,472</u>	<u>40,527,757,725</u>
<b>Income from local currency financial assets</b>			
Interest income	28	4,401,638,258	6,004,089,533
Trading gain- domestic		650,648	298,287
		<u>4,402,288,906</u>	<u>6,004,387,820</u>
<b>Expenses on local currency financial liabilities</b>			
Interest expenses	28	(44,190,476,711)	(57,601,797,889)
Impairment losses on loans and advances		(344,017,432)	(262,344,202)
Final tax paid on interest income/discounts		(489,068,919)	(377,489,313)
		<u>(45,023,563,062)</u>	<u>(58,241,631,404)</u>
<b>Local currency loss</b>		<u>(40,621,274,156)</u>	<u>(52,237,243,584)</u>
<b>Loss from net financial accounts</b>		<u>(4,887,856,684)</u>	<u>(11,709,485,859)</u>
Other operating income	29	6,742,383,534	7,328,383,901
Currency printing and minting cost	30	(6,763,532,120)	(5,766,209,730)
Operating expenses	31	(14,183,454,767)	(12,847,791,269)
<b>Net loss before FX rates fluctuation</b>		<u>(19,092,460,037)</u>	<u>(22,995,102,957)</u>
<b>Net gain on FX rates fluctuation</b>		<u>8,935,935,223</u>	<u>5,598,245,582</u>
<b>Loss before income tax</b>		<u>(10,156,524,814)</u>	<u>(17,396,857,375)</u>
<b>Income tax (expense)/benefit</b>	36		
Current tax expense		0	0
Deferred tax (expense)/benefit		41,988,323	(107,994,488)
		<u>41,988,323</u>	<u>(107,994,488)</u>
<b>Loss for the year</b>	32	<u>(10,114,536,491)</u>	<u>(17,504,851,863)</u>

The Notes on pages 12 to 71 form part of these financial statements.