



Partners Through Generations

Investor Presentation 1Q 2021

Disclaimer

ANY INVESTMENT DECISION TO PURCHASE SECURITIES IN THE CONTEXT OF A PROPOSED OFFERING, IF ANY, SHOULD BE MADE ON THE BASIS OF THE FINAL TERMS AND CONDITIONS OF THE SECURITIES AND THE INFORMATION CONTAINED IN THE OFFERING CIRCULAR PUBLISHED IN RELATION TO SUCH AN OFFERING AND NOT ON THE BASIS OF THIS DOCUMENT WHICH DOES NOT CONSTITUTE OR FORM PART OF AN OFFER OR SOLICITATION OF AN OFFER TO PURCHASE OR SUBSCRIBE FOR ANY SECURITIES.

The information contained in this document has not been independently verified and no representation or warranty, expressed or implied, is made as to, and no reliance should be placed on, the information or opinions contained herein. The information set out herein does not purport to be complete, may be subject to revision and may change materially. RCBC is under no obligation to keep current the information contained in this document and any opinions expressed in it are subject to change without notice. None of RCBC or any of its affiliates, advisers or representatives shall have any liability whatsoever for any loss whatsoever arising from any use of this document or its contents or otherwise arising in connection with this document (whether direct, indirect, consequential or other). The information in this document should not be considered as a recommendation or advice to holding or purchasing securities or any other financial product, and does not take into account your particular investment objectives, needs or financial situation.

This document is highly confidential and is being given solely for your information and for your use and may not be shared, copied, reproduced or redistributed to any other person in any manner.

This document contains “forward-looking statements”, which include all statements other than statements of historical facts, including, without limitation, any statements preceded by, followed by or that include the words “will”, “would”, “aim”, “aimed”, “will likely result”, “is likely”, “are likely”, “believe”, “expect”, “expected to”, “will continue”, “will achieve”, “anticipate”, “estimate”, “estimating”, “intend”, “plan”, “contemplate”, “seek to”, “seeking to”, “trying to”, “target”, “propose to”, “future”, “objective”, “goal”, “project”, “should”, “can”, “could”, “may”, “will pursue” or similar expressions or the negative thereof. Such forward-looking statements involve known and unknown risks, uncertainties and other important factors beyond RCBC’s control, that may change at any time, and could cause the actual results, performance or achievements of RCBC to be materially different from future results, performance or achievements expressed or implied by such forward-looking statements. Recipients are cautioned not to place substantial or undue reliance on these forward-looking statements. All forward-looking statements included in this presentation are made only as of the date of this presentation and neither RCBC, the Dealers, nor any of their respective affiliates, agents, advisors or representatives (including directors, officers and employees) intend or has any duty or obligation to supplement, amend, update or revise any of the forward-looking statements contained in this document as a result of new information, future events or any other factors.

Recipients of this presentation are required to make their own independent investigation and appraisal of the business and financial condition of RCBC, and any tax, legal, accounting and economic considerations relevant to the situation. The Dealers may act as market makers or trade on a principal basis, or have undertaken or may undertake to trade for their own accounts, transactions in the Securities or related instruments of RCBC and may act as underwriter, placement agent, advisor or lender to RCBC. The Dealers and/or their respective employees may hold a position in any Securities mentioned herein. This document contains data sourced from and the views of independent third parties. In replicating such data in this document, neither RCBC nor the Dealers make any representation, whether express or implied, as to the accuracy of such data. The replication of any views in this document should not be treated as an indication that RCBC or the Dealers agree with or concurs with such views.

Contents



Economic Overview

Signs of economic recovery



RCBC 1Q 2021 Review

Sustained core business growth



General Information

Investment Information and Ownership



Appendix

Historical Financials



Economic Overview

Philippines seen to recover in 2021-22

1Q 2021 recession resulted in -4.5% GDP contraction

Philippine economy to go back to pre-COVID levels by 2022 (presidential election year); however, further lockdowns could delay this to 2023

But other industries may take more time to recover (e.g., tourism, property, and vehicle production)

Major pillars of economic recovery:

- Measures to further re-open the economy
- Increased arrivals and rollouts of COVID-19 vaccines and reduction in new cases
- Increased infrastructure and government spending in preparation for the 2022 elections
- Accommodative monetary policy stance to help support economic recovery prospects amid limited government funds for additional stimulus measures.

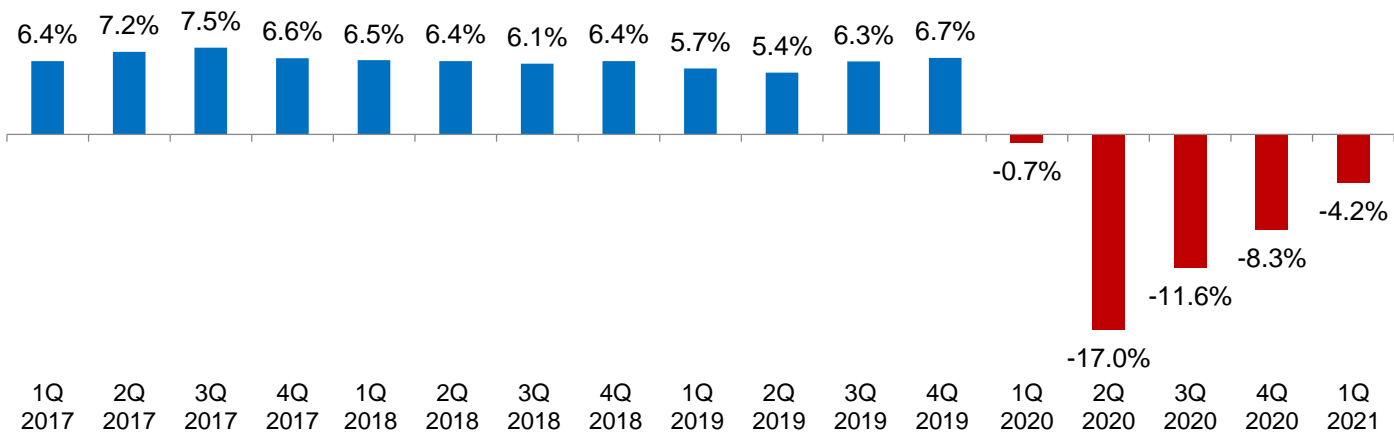
**2021 FORECAST
GDP growth rate**

+5% to +6%

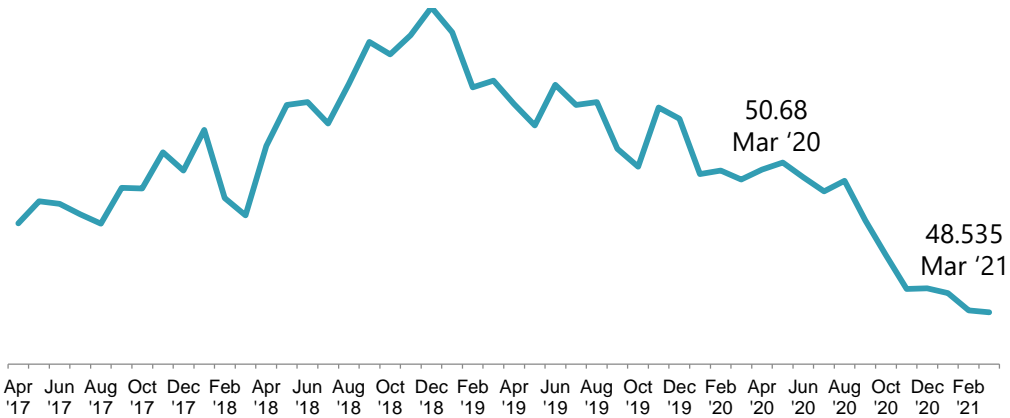


Data shows recovery from severe GDP numbers

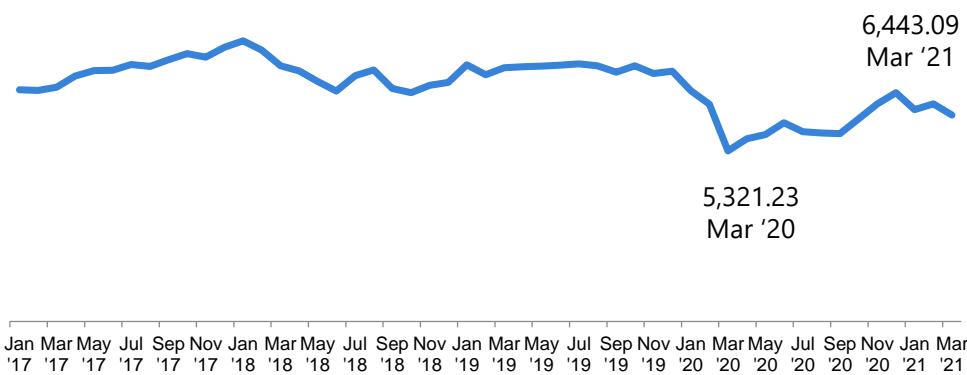
Philippine GDP growth continue to improve from worst levels



USD/PhP exchange rate remains to be strong



PSEi still relatively better compared to the lows recorded in March 2020



The Bank expects recovery in 2021

Economic Indicators	2022 Forecast	2021 Forecast	2020 Actual
GDP Growth	6.5%-7.0%	5.0%-6.0%	(9.5%)
USD/PhP (Year-End)	49.00-50.00	48.50-49.50	48.02
USD/PhP (Average)	49.25-50.25	48.00-49.00	49.62
Inflation (Average)	2.8%-3.3%	3.8%-4.3%	2.6%
BSP Policy Rate	2.25%-2.50%	2.00%-2.25%	2.00%
PSEi	7,600-8,100	7,000-7,500	7,139.71



RCBC 1Q 2021 Review

The Bank sustained core business growth

8.3B
Revenues

(17%)

1.6B
Net Income

(32%)

474B
Loans¹

+6%

563B
Deposits

+15%

102B
Capital

+21%

15.3%
CAR

Profitability

Core income expanded driven by higher business volume and better funding costs

Subdued increase in costs due to savings from digital efforts and channel rationalization

Growth

6th largest private universal bank in terms of assets, loans, deposits and trust assets (from 7th in 2019)

Continued loans and investment securities build-up supported by increase in low-cost CASA deposits

Resilience

Raised PhP 17.9B, more than 5.9x oversubscribed, from the issuance of Fixed Rate ASEAN Sustainability Peso Bond offering

Main Business Lines

Corporate Banking

Retail Banking

Bancassurance

Trust and Investments

SME Banking

Consumer Loans
(Auto, Housing, Salary)

Credit Cards

Foreign Exchange

Microfinance

Investment Banking

Leasing

Securities Brokerage



436 Branches



2,797 ATM % ATM Go



6,092 Employees

*Amounts in PhP Millions, except ratios

[1] Loans and Receivables net of Allowances and Interbank Loans

RCBC's banking innovation gained more recognition



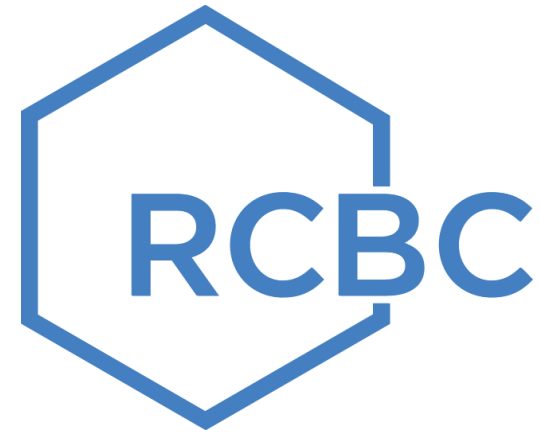
BEST DIGITAL BANK
International Business Magazine



BEST RETAIL BANK
Global Banking and Finance Review



BEST CASH MANAGEMENT BANK
Global Banking and Finance Review



RCBC Mobile App made even more powerful



57%

Increase in digital banking enrollment



619%

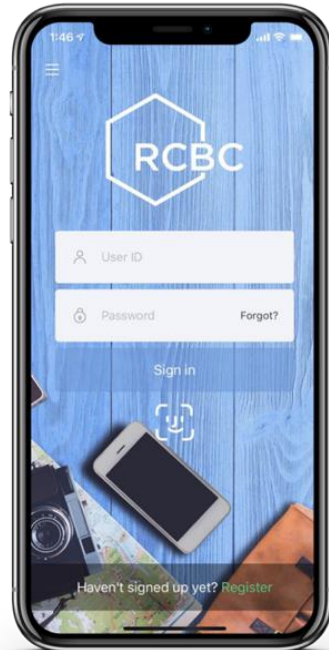
Growth in InstaPay transaction volume



478%

Growth in PESONet transaction volume

RCBC continued to introduce industry-leading digital solutions with the addition of features such as online UITF portfolio management.



QR Payments



Wide selection of Billers



Check deposit



Remittances



Forex trading



Cardless withdrawal



UITF Investments



Credit card installment



Time Deposit



Request Payment

*Growth versus same period last year

Promoted inclusive digital finance



14.9B

Total amount disbursed via
ATM Go during the
pandemic



86%

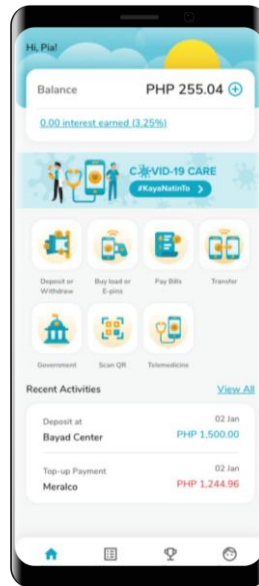
Provinces covered (70/81)
by ATM Go



4.1M

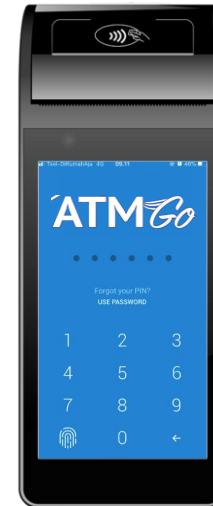
Diskartech downloads

Through Diskartech and ATM Go, the Bank offers vital financial and banking services needed by unbanked and underserved communities.



Financial Inclusion
Super App

First finance app in
Taglish and other
local languages



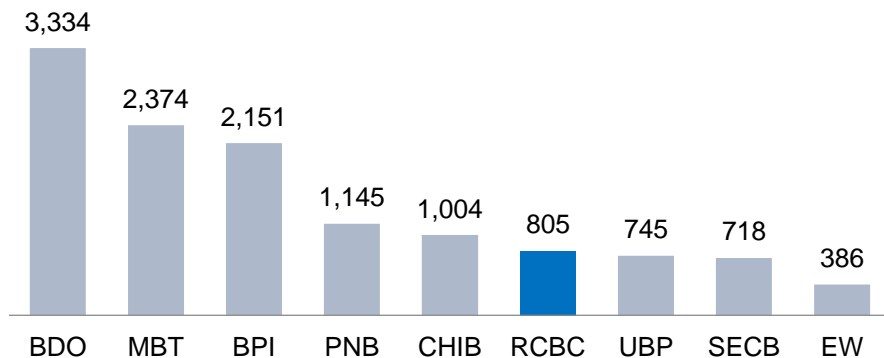
ATM Go

First “kapitbahay”
(neighborhood)
mobile ATM

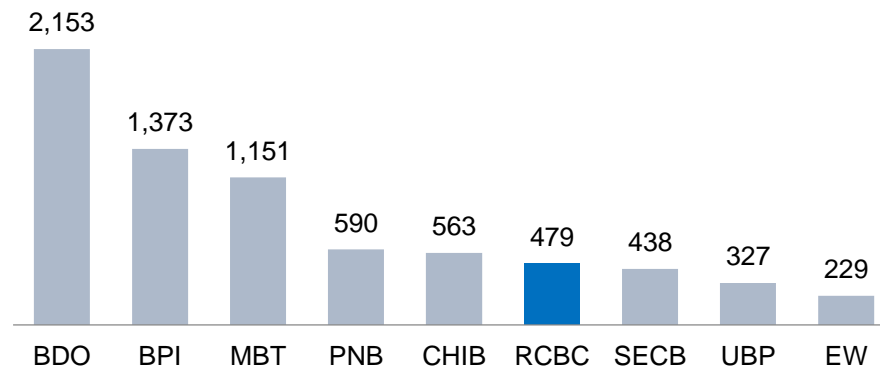
Used extensively for
gov’t aid distribution

RCBC is the 6th largest private bank in PH

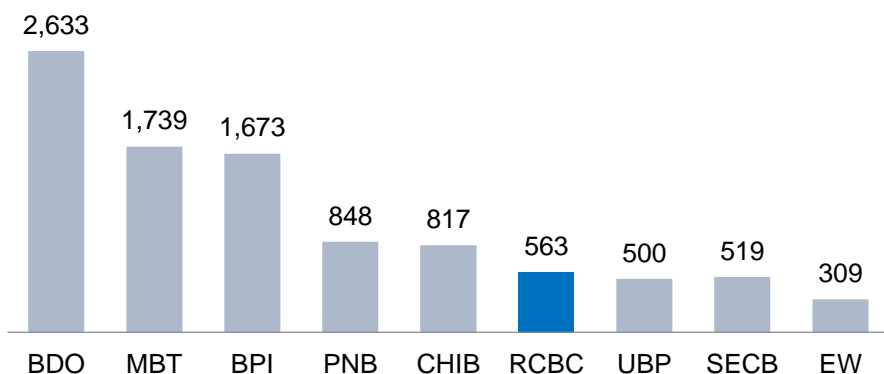
Assets



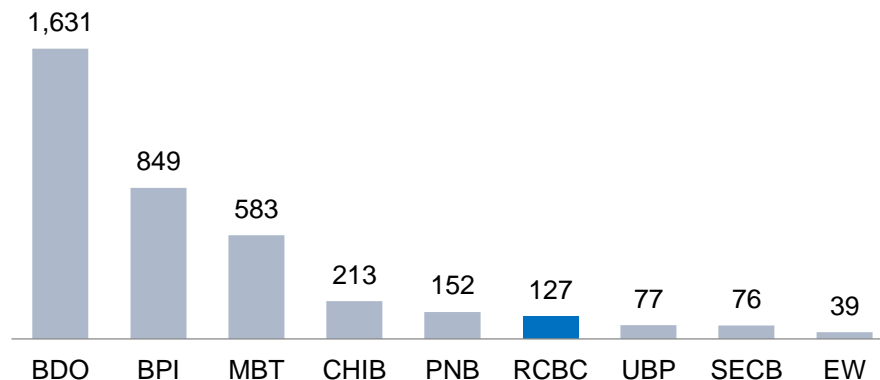
Loans & Receivables



Deposits



Trust Assets



*Amounts in PhP Billions

Source: Published Statements of Condition (SOC) as of 31 Mar 2021

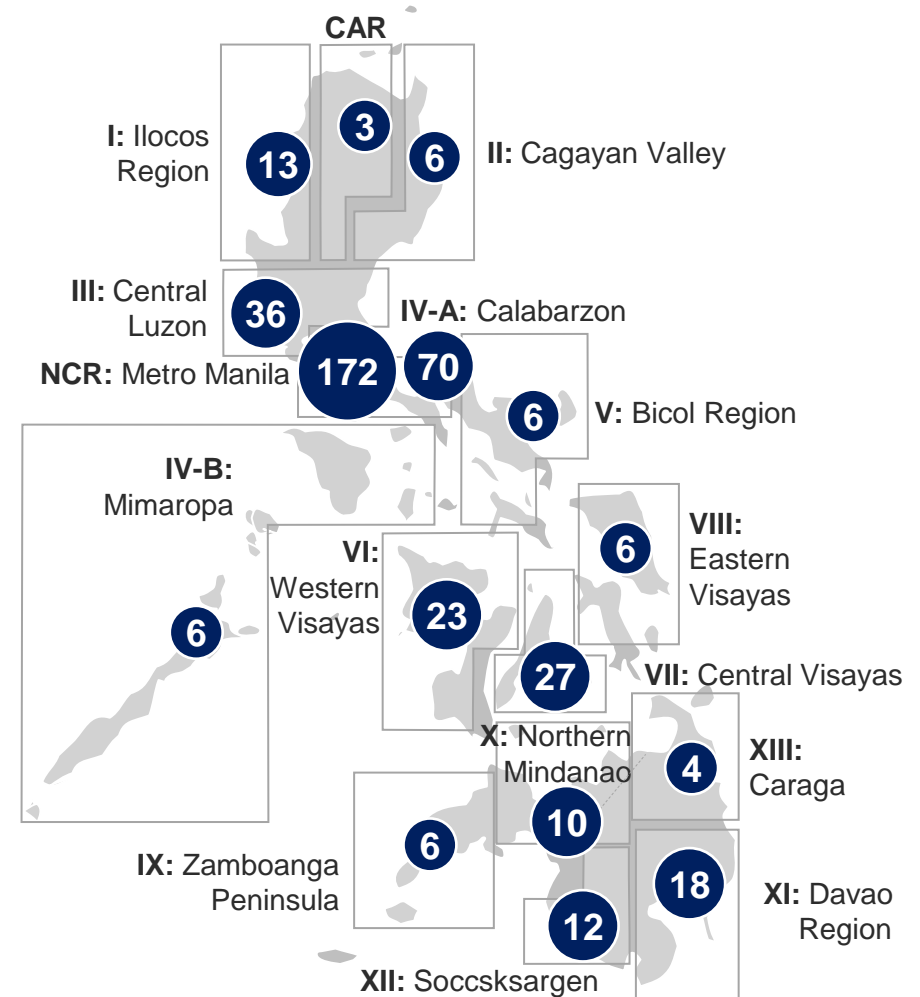
Wide distribution network across the Philippines



Branches and Extension Offices¹	436
ATM and ATM Go Terminals²	2,797
ATM-to-Branch Ratio	6.4

RCBC's Branch Distribution by Region

March 2021



[1] Branch total includes the 16 branches and 2 extension offices of Rizal Microbank, RCBC's Microfinance Thrift Bank subsidiary

RCBC posted 2021 1Q Net Income of PhP 1.6B

	2021 1Q	2020 1Q	Change	% Change
INCOME STATEMENT				
Net Interest Income	6,465	6,319	146	2.3%
Non-Interest Income	1,848	3,674	(1,826)	(49.7%)
Operating Expenses	5,692	5,556	136	2.4%
Impairment Losses	936	1,601	(666)	(41.6%)
Net Income	1,580	2,308	(728)	(31.6%)
SELECT BALANCE SHEET DATA				
Assets	800,796	715,322	85,474	11.9%
Loans¹	474,066	448,421	25,645	5.7%
Deposits	562,859	488,335	74,524	15.3%
Capital	102,474	84,708	17,766	21.0%

*Amounts in PhP Millions, except % and ratios

[1] Loans and Receivables net of Allowances and Interbank Loans

2021 1Q Net Income up from previous quarter

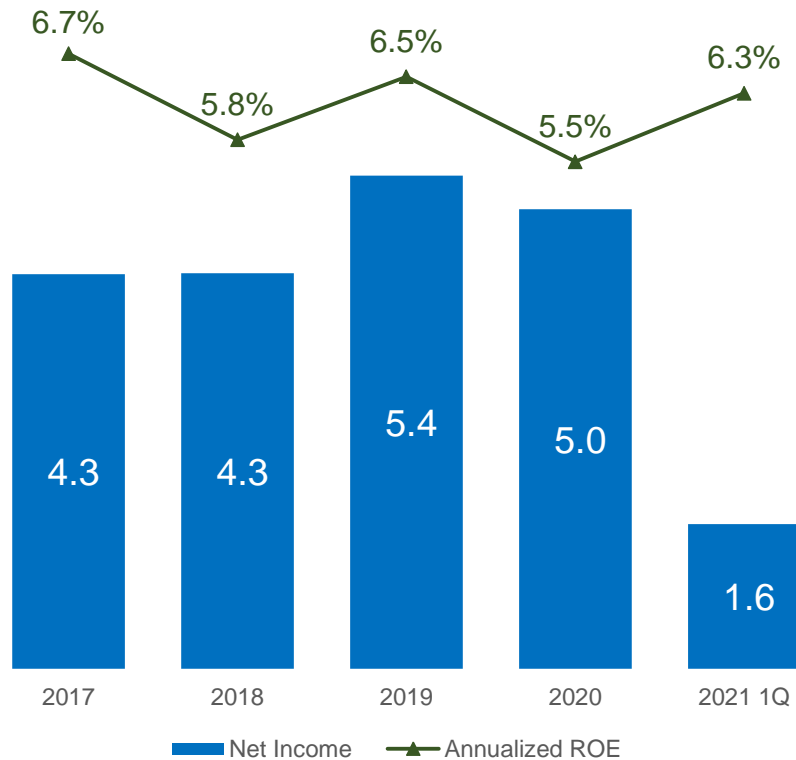
	2021 1Q	2020 4Q	Change	% Change
INCOME STATEMENT				
Net Interest Income	6,465	6,622	(157)	(2.4%)
Non-Interest Income	1,848	1,937	(89)	(4.6%)
Operating Expenses	5,692	5,674	18	0.3%
Impairment Losses	936	2,153	(1,217)	(56.5%)
Net Income	1,580	1,018	562	55.2%
SELECT BALANCE SHEET DATA				
Assets	800,796	772,106	28,690	3.7%
Loans¹	474,066	448,637	25,428	5.7%
Deposits	562,859	535,788	27,072	5.1%
Capital	102,474	101,378	1,096	1.1%

*Amounts in PhP Millions, except % and ratios

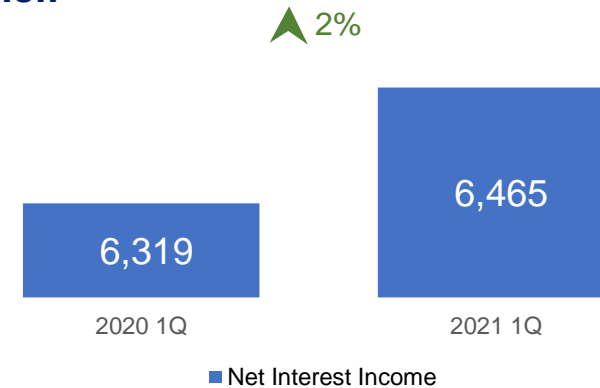
[1] Loans and Receivables net of Allowances and Interbank Loans

Healthy core business growth drove profitability

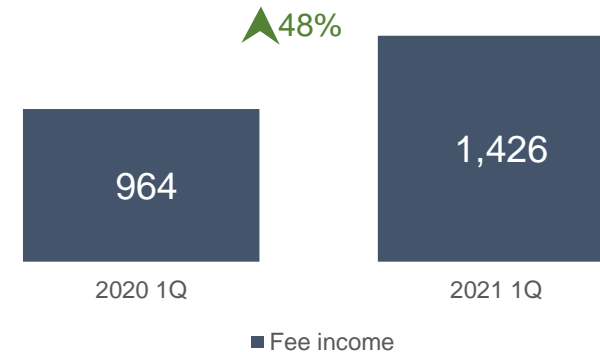
Return on equity remained stable as core income expanded, tempered by lower trading and FX gains



Continued asset build-up and lower funding costs led to NII expansion



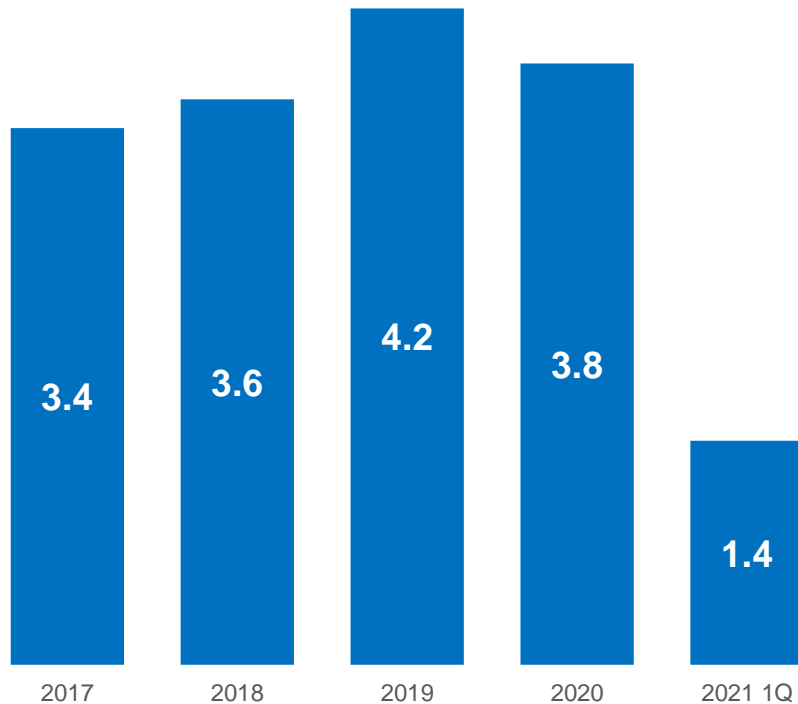
Fee income surged coming from higher fees from investments and retail transactions



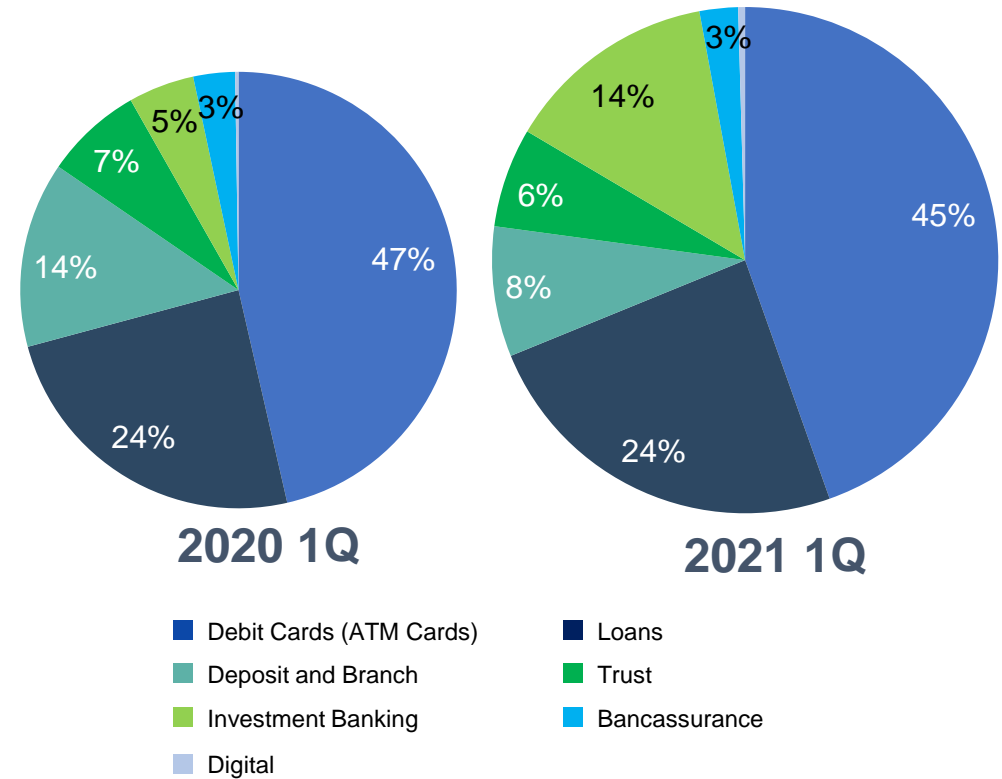
*Amounts in PHP Millions, except % and ratios

Diverse and stable fee-based revenue

Fee income started to pick up in the first quarter

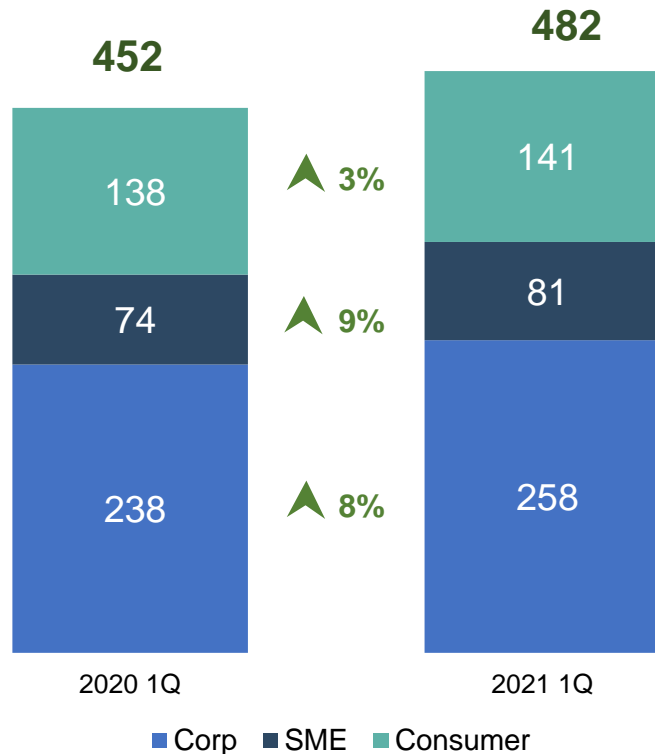


Diversified sources of fees

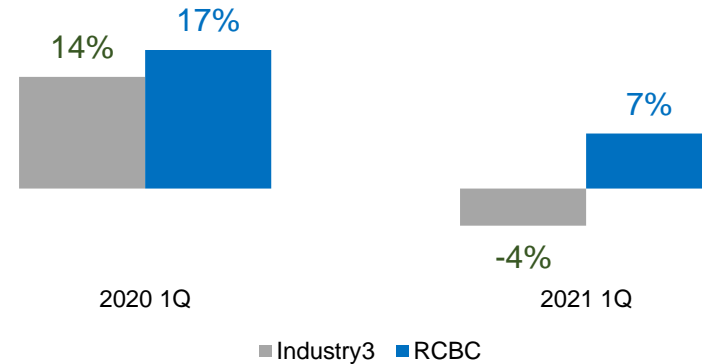


Solid loan growth outpaced industry average

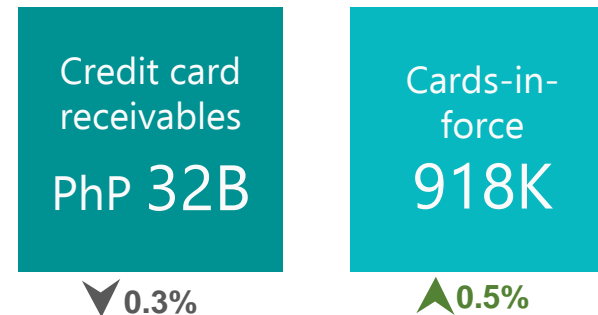
Sustained loan portfolio¹ expansion driven by proactive client engagement and streamlined processes



Loan growth continued to outperform industry and peers



Credit card business slightly contracted, but still better than the industry average

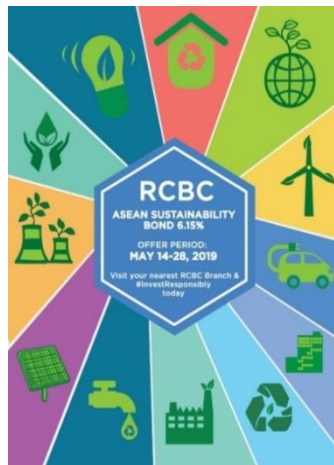


*Amounts in PhP Millions, except %, ratios, and cards-in-force
[1] Loans and Receivables net of Allowances and Interbank Loans

[2] Consumer refers to Auto, Mortgage, and Personal/Salary Loans
[3] Industry average for loan growth refers to UKBs

Championed Sustainable Finance

RCBC is the first Philippine universal bank to issue **green and sustainable** financing instruments under global standards



RCBC Sustainability Bond
PhP 8B (USD 160M)

RCBC Sustainability Bond
USD 300M

RCBC Sustainability Bond¹
PhP 17.9B



RCBC Green Bond²
PhP15B (\$285M)

MSCI



ESG rating

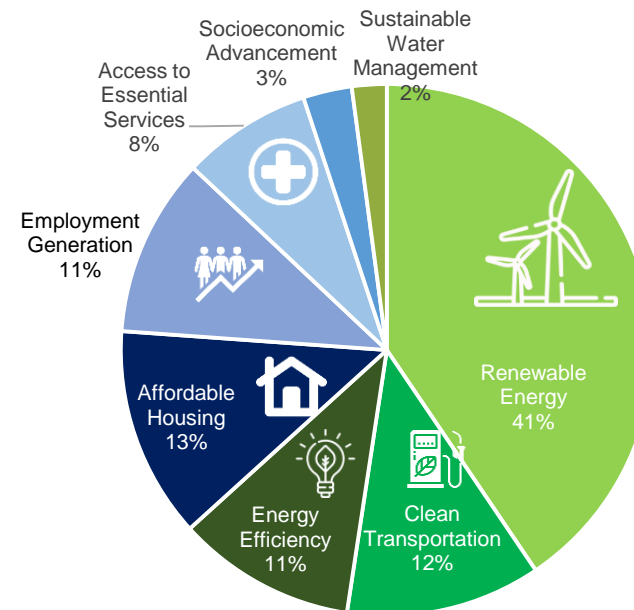
AA

SUSTAINALYTICS



RCBC Sustainable Loan Portfolio

March 2021



PhP 35B
Green

PhP
18B

About 11% (PhP 54B) of the Bank's loan portfolio is eligible under Green and Sustainable financing

[1] On March 19, 2021, the Bank closed its 2.5-year and 5.25-year Fixed-Rate ASEAN Sustainability Peso Bond

[2] The PhP 15B RCBC Green Bond matured on Aug. 1, 2020



General Information

Investment Information

Equity Profile

Particulars	1Q 2021
Ticker	RCB
Issued shares	1,935.63M
Stock Price	16.82
Market Cap	PhP 32.56B (USD 0.76B)
BV per share	PhP 45.46
Price-to-Book	0.37

Dividend History

Year	Dividends per share	Pay-out ratio
2020	0.56	20.00%
2019	0.45	17.02%
2018	0.62	20.02%
2017	0.55	16.53%
2016	0.72	20.00%
2015	0.60	19.29%

Credit Rating¹

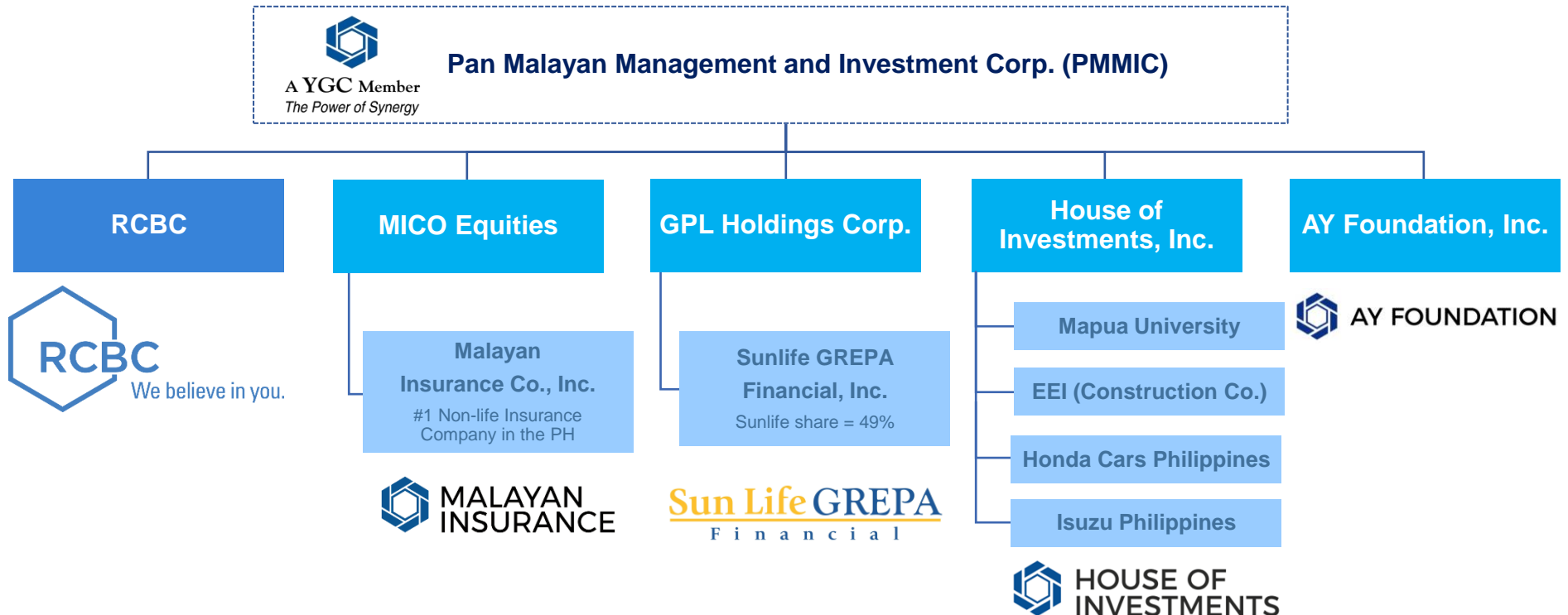
MOODY'S

Long Term Deposit	Baa2
Senior Unsecured	Baa2
Bank Financial Strength	Baa3
Outlook	Stable

[1] Investment Grade rating by Moody's on December 2019

Yuchengco Group of Companies

RCBC is a member of the Yuchengco Group of Companies (YGC), one of the premier business conglomerates in the Philippines. The Group is engaged in a wide range of financial and non-financial services. The synergies among these companies allow customers to access a wide range of financial products and services.



Ownership Structure



國泰人壽

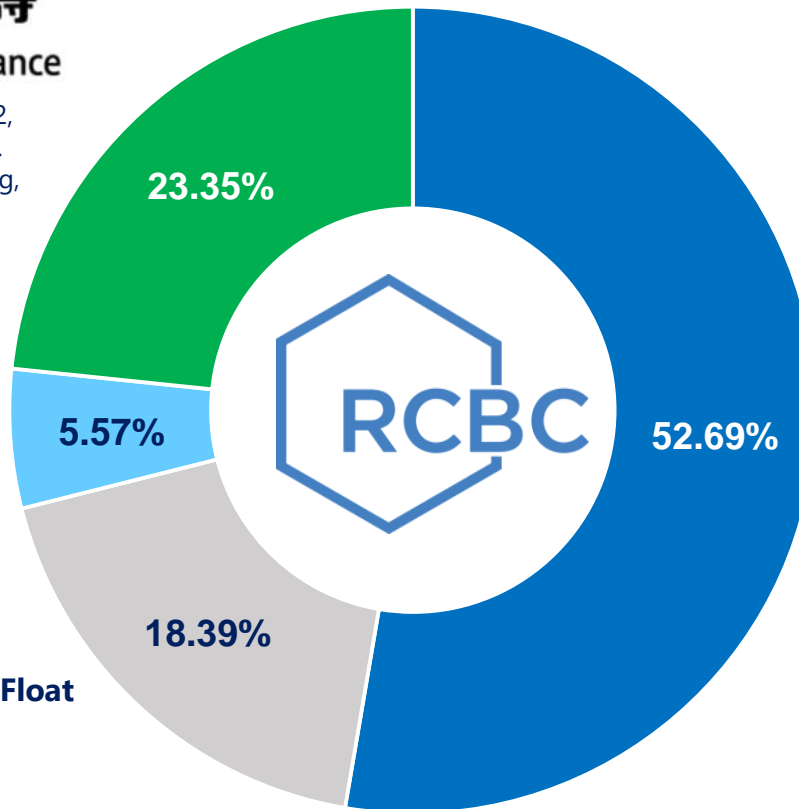
Cathay Life Insurance

Cathay Life Insurance, founded in 1962, is Taiwan's largest insurance company. It is owned by Cathay Financial Holding, one of the largest financial holding companies in Taiwan.



International
Finance Corporation
WORLD BANK GROUP

IFC is the largest global development institution focused on the private sector in developing countries.

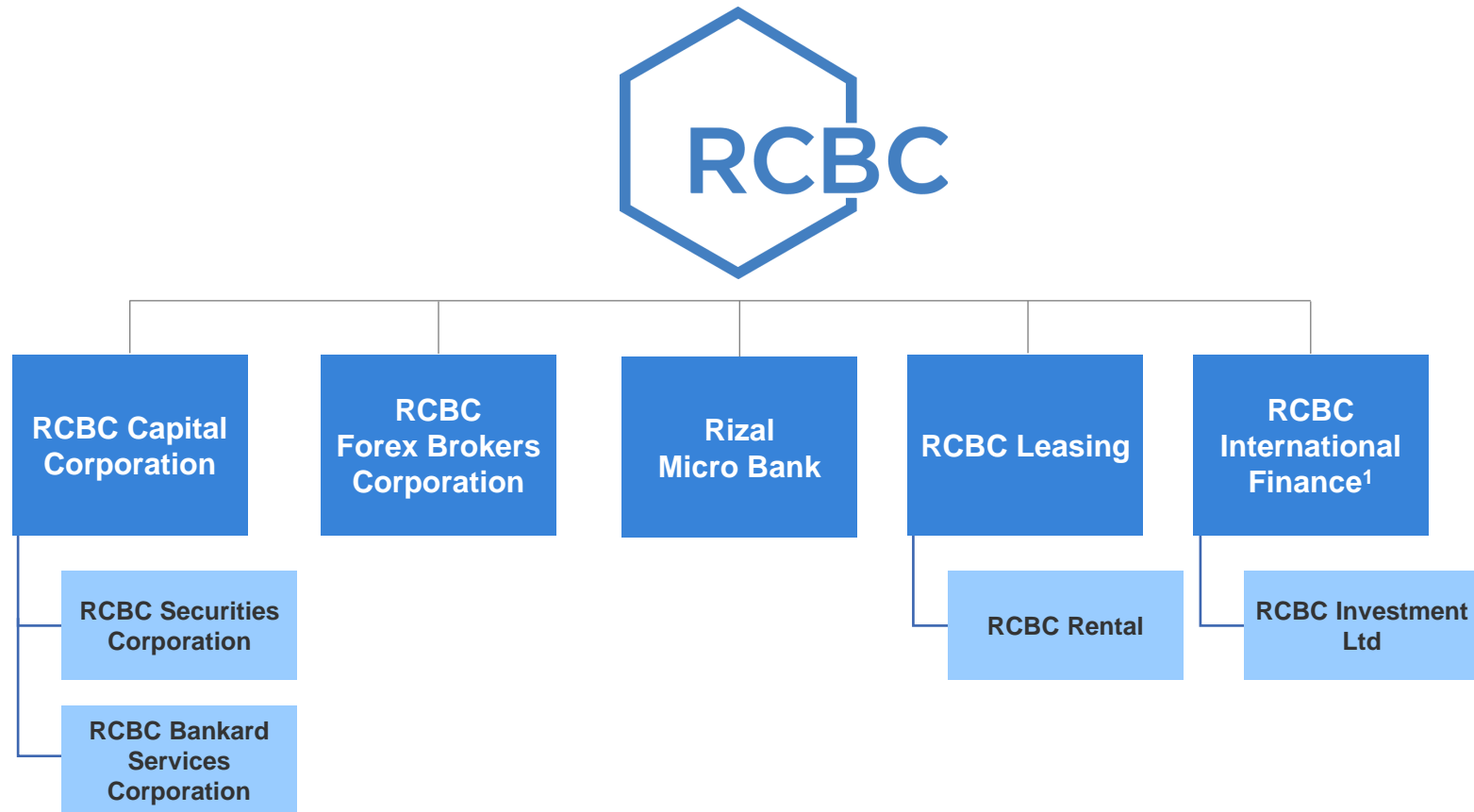


YUCHENGCO GROUP OF COMPANIES

The Power of Synergy

**Pan Malayan Management and
Investment Corp. (PMMIC) &
Affiliates of the Yuchengco Group of
Companies (YGC)**

Comprehensive and Diversified Business Platform



[1] RCBC International Finance is the Bank's financing and remittance arm based in Hong Kong



Appendix

Consolidated Income Statement

	2021 1Q	2020 1Q	Change	% Change
Interest Income	8,432	9,531	(1,098)	(11.5%)
Interest Expense	1,967	3,212	(1,245)	(38.7%)
Net Interest Income	6,465	6,319	146	2.3%
Other Income	1,848	3,674	(1,826)	(49.7%)
Trading Gains and Forex	11	2,432	(2,421)	(99.5%)
Trust Fees	91	70	21	30.1%
Service Fees & Commissions	1,335	894	441	49.4%
Miscellaneous	411	279	133	47.7%
Operating Expenses	5,692	5,556	136	2.4%
Impairment Losses	936	1,601	(666)	(41.6%)
Provision for Income Tax	106	527	(422)	(80.0%)
Net Income	1,580	2,308	(728)	(31.6%)

*Amounts in PhP Millions, except % and ratios

Consolidated Balance Sheet

	2021 1Q	2020 1Q	Change	% Change
Cash/Due from BSP & Other Banks	149,614	88,790	60,824	68.5%
Investment Securities	116,399	97,570	18,830	19.3%
Loans (net of Interbank)	474,066	448,421	25,645	5.7%
Other Assets	60,717	80,541	(19,824)	(24.6%)
TOTAL ASSETS	800,796	715,322	85,474	11.9%
Deposit Liabilities	562,859	488,335	74,524	15.3%
Demand	110,471	79,709	30,762	38.6%
Savings	207,781	182,249	25,532	14.0%
Time	244,607	226,376	18,231	8.1%
Other Liabilities	42,126	57,707	(15,581)	(27.0%)
Senior Debt	93,336	84,572	8,764	10.4%
Total Liabilities	698,322	630,614	67,708	10.7%
Capital Funds	102,474	84,708	17,766	21.0%
TOTAL LIABILITIES & CAPITAL	800,796	715,322	85,474	11.9%

*Amounts in PhP Millions, except % and ratios

[1] Loans and Receivables net of Allowances and Interbank Loans

Consolidated Key Financial Indicators

	2021 1Q	2020 1Q	Change
PROFITABILITY			
Return on Equity	6.2%	11.1%	(4.9%)
Return on Assets	0.8%	1.3%	(0.5%)
Net Interest Margin	4.0%	4.2%	(0.2%)
COST EFFICIENCY			
Cost-to-Income Ratio	68.5%	55.6%	12.9%
ASSET QUALITY			
Net NPL Ratio	3.2%	2.2%	1.0%
NPL Coverage Ratio	70.1%	76.2%	(6.1%)
CAPITAL			
Capital Adequacy Ratio	15.3%	13.8%	1.5%
CET1	12.0%	12.9%	(1.0%)



Partners Through Generations

Thank you!
Investor Presentation
1Q 2021