

BDO Leasing posts ₱178 million Profit in 1H 2018

BDO Leasing and Finance, Inc. (BDO Leasing) posted a net income of ₱178 million in the first six months of 2018, compared to ₱282 million a year-ago, due to higher funding and operating costs.

Gross revenues went up by four (4) per cent year-on-year on steady interest income from its lease and finance portfolio of ₱34 billion, augmented by service fees and other income. However, this was negated by higher financing charges and lower interest margins as well as increased documentary stamp tax (DST) on its commercial paper issue following the implementation of the TRAIN law early this year.

Amid a challenging operating environment, the company will continue to strengthen its marketing efforts in emerging provincial areas while leveraging on its Parent Company's broad market reach to extend leasing and financing services to the growth sectors of the economy. Additionally, the company intends to expand and optimize its funding sources to match its asset growth and manage its funding costs.

About BDO Leasing

BDO Leasing and Finance Inc. is the leasing and financing entity of BDO Unibank, Inc. (BDO) which provides its customers direct leases, real estate leases, sale and leaseback arrangements as well as receivables factoring. It likewise provides operating leases through its wholly owned subsidiary BDO Rental Incorporated. BDO Leasing and Finance is among the industry's dominant players in terms of total assets, capitalization and profitability.