



# SECURITIES AND EXCHANGE COMMISSION

THE SEC HEADQUARTERS 7907 Makati Avenue, Salcedo Village, Bel-Air, Makati City  
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## Company Information

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**SEC Registration No.:** 2023050098487-00

**Company Name:** SEEDBOX SECURITIES INC.

**Industry Classification:** None

**Company Type:** Stock Corporation

## Document Information

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**Document ID:** OST10515202583337122

**Document Type:** Annual Audited Financial Report

**Document Code:** SEC\_Form\_52-AR

**Period Covered:** December 31, 2024

**Submission Type:** Annual

**Remarks:** None

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Acceptance of this document is subject to review of forms and contents

# COVER SHEET

for  
**AUDITED FINANCIAL STATEMENTS**

SEC Registration Number

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**COMPANY NAME**

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(A	W	H	O	L	L	Y	O	W	N	E	D	S	U	B	S	I	D	I	A	R	Y	O	F		
S	E	E	D	B	O	X	T	E	C	H	N	O	L	O	G	I	E	S	,	I	N	C	.	)	

**PRINCIPAL OFFICE**( No. / Street / Barangay / City / Town / Province )

4	F		T	W	I	N		C	I	T	I	E	S		C	O	N	D	O	M	I	N	I	U	M		1	1	0
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Form Type

A	A	F	S
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Department requiring the report

S	E	C
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Secondary License Type, If Applicable

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**COMPANY INFORMATION**

Company's Email Address

**ssi.governance@sbx.ph**

Company's Telephone Number

**(02) 8426-7952**

Mobile Number

**None**

No. of Stockholders

**1**

Annual Meeting (Month / Day)

**7/21**

Fiscal Year (Month / Day)

**12/31**

**CONTACT PERSON INFORMATION**

The designated contact person **MUST** be an Officer of the Corporation

Name of Contact Person

**Ms. Genevi Dianah C. Lao**

Email Address

**gen.lao@seedbox.ph**

Telephone Number/s

**(02) 8426-7952**

Mobile Number

**09175230967**

**CONTACT PERSON'S ADDRESS**

**4<sup>th</sup> Floor, Twin Cities Condominium, 110 Legazpi Street, Legazpi Village, Makati City, Metro Manila**

**NOTE 1 :** In case of death, resignation or cessation of office of the officer designated as contact person, such incident shall be reported to the Commission within thirty (30) calendar days from the occurrence thereof with information and complete contact details of the new contact person designated.

**2 :** All Boxes must be properly and completely filled-up. Failure to do so shall cause the delay in updating the corporation's records with the Commission and/or non-receipt of Notice of Deficiencies. Further, non-receipt of Notice of Deficiencies shall not excuse the corporation from liability for its deficiencies.



**SEEDBOX SECURITIES, INC.**  
**ANNUAL AUDITED FINANCIAL REPORT**  
**TABLE OF CONTENTS**  
**DECEMBER 31, 2024**

	<u>Page</u>
Cover Page	1
Statement of Management’s Responsibility for Financial Statements	2
Independent Auditor’s Report	3-5
Statements of Financial Position	6-7
Statements of Comprehensive Income	8
Statements of Changes in Equity	9
Statements of Cash Flows	10
Notes to Financial Statements	11-31
Independents Auditor’s Report on Total Number of Stockholders Owning One Hundred (100) or More Shares	32
Independent Auditor’s Report on Supplementary Schedules	33
Index to the Supplementary Schedules	34
Statement of Changes in Liabilities Subordinated to Claims of General Creditors (Schedule I)	35
Risk-Based Capital Adequacy Worksheet Pursuant to Securities and Exchange Commission Memorandum Circular No. 16 (Schedule II)	36
Information Relating to the Possession or Control Requirements under Securities Regulation Code (SRC) Rule 49.2 (Schedule III)	37
Computation for Determination of Reserve Requirements under SRC Rule 49.2 (Schedule IV)	38
A Report Describing any Material Inadequacies Found to Exist or Found to Have Existed Since the Date of the Previous Audit (Schedule V)	39
Results of Monthly Securities Count Conducted Pursuant to SRC Rule 52.1-10, as amended (Schedule VI)	40-44
Independent Auditor’s Report on Components of financial Soundness Indicators	45
Schedule Showing Financial Soundness Indicators (ANNEX 68 - E)	46
Supplementary Schedule of External Auditor Fee Related Information (ANNEX)	47

**REPUBLIC OF THE PHILIPPINES  
SECURITIES AND EXCHANGE COMMISSION  
Metro Manila, Philippines**

**COVER PAGE**

Information Required of Brokers and Dealers Pursuant to Rule 52.1-5 of the Securities Regulation Code (SRC).

Report for the Year Beginning January 1, 2024 and Ended December 31, 2024.

<b>IDENTIFICATION OF BROKER OR DEALER</b>	
Name of Broker/Dealer:	Seedbox Securities, Inc.
Address of Principal Place of Business:	4th Floor, Twin Cities Condominium, 110 Legazpi Street, Legazpi Village, Makati City, Metro Manila
Name and Phone Number of Person to Contact with Regard to this Report:	
Name: Genevi Dianah C. Lao	Tel. No.: (02) 8426-7952 Fax No.: (02)

<b>IDENTIFICATION OF ACCOUNTANT</b>	
Name of Independent Auditors whose opinion is contained in this report:	
Name: SyCip Gorres Velayo & Co.	Tel. No.: (02) 8891-0307
BOA/PRC Reg. No. 0001	Fax No.: (02) 8819-0872
SEC Accreditation No.: 0012-FR-5 (Group A)	
Address: 6760 Ayala Avenue, 1226 Makati City	
Janeth T. Nuñez-Javier Partner CPA Certificate No. 111092 Tax Identification No. 900-322-673 BOA/PRC Reg. No. 0001, April 16, 2024, valid until August 23, 2026 BIR Accreditation No. 08-001998-069-2023, October 23, 2023, valid until October 22, 2026 PTR No. 10465353, January 2, 2025, Makati City	

**STATEMENT OF MANAGEMENT'S RESPONSIBILITY  
FOR FINANCIAL STATEMENTS**


The management of Seedbox Securities, Inc. (the Company) is responsible for the preparation and fair presentation of the financial statements including the schedules attached therein, for the period December 31, 2024, in accordance with the prescribed financial reporting framework indicated therein, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

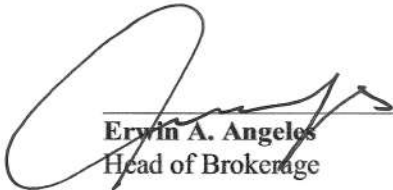
The Board of Directors is responsible for overseeing the Company's financial reporting process.

The Board of Directors reviews and approves the financial statements including the schedules attached therein, and submits the same to the stockholders.

SyCip Gorres Velayo & Co., the independent auditor appointed by the stockholders has audited the financial statements of the Company in accordance with Philippine Standards on Auditing, and in its report to the stockholders, has expressed its opinion on the fairness of presentation upon completion of such audit.



**Shunichi Keida**  
President/Chairman of the Board



**Erwin A. Angeles**  
Head of Brokerage



**Genevi Dianah Lao**  
Finance Head

Signed this 30th day of April 2025.



## **INDEPENDENT AUDITOR'S REPORT**

The Stockholders and the Board of Directors  
Seedbox Securities, Inc.  
4<sup>th</sup> Floor, Twin Cities Condominium, 110 Legazpi Street,  
Legazpi Village, Makati City, Metro Manila

### **Report on the Audit of the Financial Statements**

#### **Opinion**

We have audited the financial statements of Seedbox Securities, Inc. (the Company), which comprise the statements of financial position as at December 31, 2024 and 2023 and the statements of comprehensive income, statements of changes in equity and statements of cash flows for the years then ended, and notes to the financial statements, including material accounting policy information.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Company as at December 31, 2024 and 2023, and its financial performance and its cash flows for the years then ended in accordance with Philippine Financial Reporting Standards (PFRS) Accounting Standards.

#### **Basis for Opinion**

We conducted our audits in accordance with Philippine Standards on Auditing (PSAs). Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Company in accordance with the Code of Ethics for Professional Accountants in the Philippines (Code of Ethics) together with the ethical requirements that are relevant to our audit of the financial statements in the Philippines, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### **Responsibilities of Management and Those Charged with Governance for the Financial Statements**

Management is responsible for the preparation and fair presentation of the financial statements in accordance with PFRS Accounting Standards, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.



Those charged with governance are responsible for overseeing the Company's financial reporting process.

### **Auditor's Responsibilities for the Audit of the Financial Statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with PSAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with PSAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.



**Report on the Supplementary Information Required Under Revenue Regulations 15-2010**

Our audits were conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information required under Revenue Regulations 15-2010 in Note 21 to the financial statements is presented for purposes of filing with the Bureau of Internal Revenue and is not a required part of the basic financial statements. Such information is the responsibility of the management of Seedbox Securities, Inc. The information has been subjected to the auditing procedures applied in our audit of the basic financial statements. In our opinion, the information is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

SYCIP GORRES VELAYO & CO.

*Janeth T. Nuñez-Javier*

Janeth T. Nuñez-Javier

Partner

CPA Certificate No. 111092

Tax Identification No. 900-322-673

BOA/PRC Reg. No. 0001, April 16, 2024, valid until August 23, 2026

BIR Accreditation No. 08-001998-069-2023, October 23, 2023, valid until October 22, 2026

PTR No. 10465353, January 2, 2025, Makati City

April 30, 2025





**SEEDBOX SECURITIES, INC.**  
**(A Wholly Owned Subsidiary of Seedbox Technologies, Inc.)**  
**STATEMENTS OF FINANCIAL POSITION**

	December 31, 2024			December 31, 2023		
	Money	Security Valuation		Money	Security Valuation	
	Balance	Long	Short	Balance	Long	Short
<b>ASSETS</b>						
<b>Current Assets</b>						
Cash and cash equivalents (Note 5)	₱94,465,762	₱—	₱—	₱72,993,960	₱—	₱—
Receivable from customer (Note 6)	9,632,557	21,415,234		—		
Receivable from Other Broker (Note 6)	27,281			—		
Receivable from clearing house (Note 7)	248,151			—		
Other receivables (Note 8)	285,857			246,835		
Other current assets (Note 9)	300,412			282,597		
	<b>104,960,020</b>			<b>73,523,392</b>		
<b>Noncurrent Assets</b>						
Trading Rights (Note 10)	8,000,000			8,000,000		
Property, Plant, and Equipment (Note 11)	80,295			—		
Software costs (Note 12)	23,356,392			22,733,627		
Other noncurrent assets (Note 13)	2,050,874			141,364		
	<b>33,487,561</b>			<b>30,874,991</b>		
<b>TOTAL ASSETS</b>	<b>₱138,447,581</b>			<b>₱104,398,383</b>		

(Forward)



	December 31, 2024			December 31, 2023		
	Money	Security Valuation		Money	Security Valuation	
	Balance	Long	Short	Balance	Long	Short
Securities in Box, Transfer Offices and Philippine Depository and Trust Corp.		-	679,024,331	-	-	-
<b>LIABILITIES AND EQUITY</b>						
<b>LIABILITIES</b>						
<b>Current Liabilities</b>						
Payable to customers (Note 6)	₱1,330,843	657,609,097		-		
Payable to clearing house (Note 7)	9,864,316			-		
Other Current Liabilities (Note 14)	1,659,483			338,356		
Due to related parties (Note 18)	1,452,277			1,742,036		
	14,306,918			2,080,392		
<b>EQUITY</b>						
Capital Stock (Note 15)	140,000,000			105,000,000		
Share premium	1,100,000			1,450,000		
Deficit	(16,959,337)			(4,132,009)		
	124,140,663			102,317,991		
<b>TOTAL LIABILITIES AND EQUITY</b>	<b>₱138,447,581</b>	<b>₱679,024,331</b>	<b>₱679,024,331</b>	<b>₱104,398,383</b>	<b>₱-</b>	<b>₱-</b>

See accompanying Notes to Financial Statements See accompanying Notes to Financial Statements



**SEEDBOX SECURITIES, INC.**  
**(A Wholly Owned Subsidiary of Seedbox Technologies, Inc.)**  
**STATEMENTS OF COMPREHENSIVE INCOME**

	<b>Years Ended December 31</b>	
	<b>2024</b>	<b>2023</b>
<b>INCOME</b>		
Interest (Note 5)	<b>₱4,191,019</b>	<b>₱1,494,683</b>
Commissions (Note 18)	<b>755,824</b>	<b>—</b>
	<b>4,946,843</b>	<b>1,494,683</b>
<b>COST OF SERVICES</b>		
Personnel costs (Notes 16 and 18)	<b>5,841,480</b>	<b>1,624,200</b>
Stock exchange dues and fees	<b>548,476</b>	<b>258,000</b>
Commission expense	<b>169,009</b>	<b>—</b>
Central depository fees	<b>5,972</b>	<b>—</b>
Others:		
Communications	<b>863,710</b>	<b>5,000</b>
	<b>7,428,647</b>	<b>1,887,199</b>
<b>GROSS PROFIT (LOSS)</b>	<b>2,481,804</b>	<b>(392,516)</b>
<b>OPERATING EXPENSES</b>		
Repairs and maintenance	<b>2,770,769</b>	<b>—</b>
Depreciation and amortization (Notes 11 and 12)	<b>1,831,894</b>	<b>—</b>
Subscription and dues	<b>1,416,219</b>	<b>46,871</b>
Professional fees and other outside services	<b>1,412,839</b>	<b>3,013,995</b>
Advertising and promotions	<b>597,217</b>	<b>—</b>
Taxes and licenses	<b>362,229</b>	<b>235,969</b>
Personnel costs	<b>88,012</b>	<b>110,420</b>
Other operating expenses	<b>1,229,145</b>	<b>39,645</b>
	<b>9,708,324</b>	<b>3,446,900</b>
<b>LOSS BEFORE INCOME TAX</b>	<b>(12,190,128)</b>	<b>(3,839,416)</b>
<b>PROVISION FOR INCOME TAX (Note 17)</b>	<b>637,200</b>	<b>292,593</b>
<b>NET LOSS/COMPREHENSIVE LOSS **</b>	<b>(₱12,827,328)</b>	<b>(₱4,132,009)</b>

*See accompanying Notes to Financial Statements*

\*\* The Company has no other comprehensive income (loss).



**SEEDBOX SECURITIES, INC.**  
**(A Wholly Owned Subsidiary of Seedbox Technologies, Inc.)**  
**STATEMENTS OF CHANGES IN EQUITY**

	Capital Stock (Note 15)	Share Premium	Deficit	Total
<b>As at January 1, 2024</b>	<b>₱105,000,000</b>	<b>₱1,450,000</b>	<b>(₱4,132,009)</b>	<b>₱102,317,991</b>
Issuance of Shares	35,000,000			35,000,000
Transaction cost on the issuance of shares		(350,000)		(350,000)
Total comprehensive loss	—	—	(12,827,328)	(12,827,328)
<b>As at December 31, 2024</b>	<b>₱140,000,000</b>	<b>₱1,100,000</b>	<b>(₱16,959,337)</b>	<b>₱124,140,663</b>
<b>As at January 1, 2023</b>	<b>₱—</b>	<b>₱—</b>	<b>₱—</b>	<b>₱—</b>
Issuance of Shares	105,000,000	2,500,000	—	107,500,000
Transaction cost on the issuance of shares		(1,050,000)		(1,050,000)
Total comprehensive loss	—	—	(4,132,009)	(4,132,009)
<b>As at December 31, 2023</b>	<b>₱105,000,000</b>	<b>₱1,450,000</b>	<b>(₱4,132,009)</b>	<b>₱102,317,991</b>

*See accompanying Notes to Financial Statements.*





**SEEDBOX SECURITIES, INC.**  
**(A Wholly Owned Subsidiary of Seedbox Technologies, Inc.)**  
**STATEMENTS OF CASH FLOWS**

	<b>Years Ended December 31</b>	
	<b>2024</b>	<b>2023</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Loss before income tax	(₱12,190,128)	(₱3,839,416)
Adjustments for:		
Depreciation and amortization (Note 11 and 12)	1,831,893	—
Software Expense	1,005,135	—
Interest income (Note 5)	(4,191,019)	(1,494,683)
Operating loss before changes in working capital	(13,544,119)	(5,334,099)
Changes in operating assets and liabilities:		
Increase in:		
Receivable from Customer (Note 6)	(9,632,557)	—
Receivable from Clearing House (Note 7)	(248,151)	—
Receivable from Broker (Note 6)	(27,281)	—
Other Receivables	(13,280)	(246,835)
Other assets (Note 8 and 9)	(17,816)	(282,597)
Increase (decrease) in:		
Trade Payables	11,195,159	—
Accrued Expense and Other Liabilities	1,321,127	338,356
Due to related parties (Note 18)	(289,759)	1,742,036
Net cash used for operations	(11,256,678)	(3,783,139)
Interest received	4,165,277	1,494,683
Income tax paid	(637,200)	(292,593)
Net cash used in operating activities	(7,902,720)	(2,581,049)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Acquisition of computer software	(3,454,500)	(22,733,627)
Acquisition of trading rights	—	(8,000,000)
Acquisition of property and equipment	(85,588)	—
Increase in other non-current asset	(1,909,510)	(141,364)
Net cash used in investing activities	(5,449,598)	(30,874,991)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Proceeds from capital infusion	35,000,000	107,500,000
Payment of transaction cost on issuance of shares	(350,000)	(1,050,000)
Net cash provided by financing activities	34,650,000	106,450,000
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>	<b>21,471,802</b>	<b>72,993,960</b>
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR</b>	<b>72,993,960</b>	<b>—</b>
<b>CASH AND CASH EQUIVALENTS AT END OF YEAR</b> (Note 5)	<b>₱94,465,762</b>	<b>₱72,993,960</b>

See accompanying Notes to Financial Statements.



**SEEDBOX SECURITIES, INC.**  
**(A Wholly Owned Subsidiary of Seedbox Technologies, Inc.)**  
**NOTES TO FINANCIAL STATEMENTS**

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**1. Corporate Information**

Seedbox Securities, Inc. (the Company) was incorporated and registered with the Philippine Securities and Exchange Commission (SEC) on May 10, 2023, primarily to engage in the business of broker of securities and to provide stockbrokerage services through innovative internet technology. The Company is 100% owned by Seedbox Technologies, Inc., its Parent Company, which engage in the business of providing information technology solutions.

The Company's registered office address and principal place of business is at 4<sup>th</sup> floor, Twin Cities Condominium, 110 Legazpi Street, Legazpi Village, Makati City, Metro Manila.

On October 21, 2022, the Parent Company acquired the trading rights of Phil-Progress Securities Corporation and was subsequently assigned to the Company after its date of incorporation. The Company received its broker-dealer license on August 16, 2023. The Philippine Stock Exchange (PSE) approved the application of the Company as a corporate trading participant in the PSE on October 18, 2023 through the transfer of the exchange trading right and the designation of Mr. Yujin Otsuka as its nominee trading participant.

The Company became a clearing member of the Securities Clearing Corporation of the Philippines (SCCP) on January 31, 2024 and a member of the Philippine Depository Trust Corporation on January 25, 2024.

The Company started its direct market access on March 12, 2024.

The accompanying financial statements have been authorized for issue by the Company's Board of Directors (BOD) on April 30, 2025.

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**2. Basis of Preparation and Summary of Material Accounting Policies**

**Basis of Preparation**

The accompanying financial statements of the Company have been prepared on a historical cost basis. The financial statements are presented in Philippine Peso (₱), which is the Company's functional and presentation currency. All values are rounded to the nearest peso, unless otherwise stated.

**Presentation of Financial Statements**

Financial assets and financial liabilities are offset and the net amount reported in the statement of financial condition only when there is a legally enforceable right to offset the recognized amounts and there is an intention to settle on a net basis, or to realize the assets and settle the liability simultaneously. Income and expenses are not offset in the statement of income unless required or permitted by any accounting standard or interpretation, and as specifically disclosed in the accounting policies of the Company.



### Statement of Compliance

The financial statements of the Company have been prepared in accordance with Philippine Financial Reporting Standards (PFRS) Accounting Standards.

### Changes in Accounting Policies and Disclosures

The accounting policies adopted are consistent with those of the previous financial year, except for the adoption of new standards effective as at January 1, 2024. The Company has not early adopted any standard, interpretation or amendment that has been issued but is not yet effective. Unless otherwise indicated, adoption of these new standards did not have an impact on the financial statements of the Company:

- Amendments to PAS 1, *Presentation of Financial Statements, Classification of Liabilities as Current or Noncurrent*
- Amendments to PFRS 16, *Leases, Lease Liability in a Sale and Leaseback*
- Amendments to PAS 7, *Statement of Cash Flows and PFRS 7, Financial Instruments: Disclosures - Supplier Finance Arrangements*

### **Material Accounting Policies**

#### Current and Noncurrent Classification

The Company presents assets and liabilities in the statement of financial position based on current and noncurrent classification. An asset or liability is current when it is:

- Expected to be realized or intended to be sold or consumed or settled in the normal operating cycle;
- Held primarily for the purpose of trading;
- Expected to be realized or due to be settled within twelve months after the reporting period; or
- Cash or a cash equivalent, unless the asset is restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period.

A liability is current when it is:

- Expected to be settled in the normal operating cycle;
- Held primarily for the purpose of trading;
- Due to be settled within twelve months after the reporting period; or
- Not subject to unconditional right to defer the settlement of the liability for at least twelve months after the reporting period.

All other assets or liabilities are classified as noncurrent.

#### Cash and Cash Equivalents

Cash includes cash on hand and in banks. Cash equivalents are short-term, highly liquid investments that are readily convertible to known amounts of cash with original maturities of three months or less from the dates of acquisition and that are subject to insignificant risk of change in value.

#### Financial Instruments

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.



*Date of Recognition.*

The Company recognizes a financial asset or a financial liability in the statement of financial position, when it becomes a party to the contractual provisions of the instrument. Purchases or sales of financial assets that require delivery of assets within a time frame established by regulation or convention in the marketplace (regular way trades) are recognized on the trade date, i.e., the date that the Company commits to purchase or sell the asset.

*Initial Recognition and Measurement.*

Financial assets are classified, at initial recognition, as subsequently measured at amortized cost, fair value through other comprehensive income (FVOCI) and fair value through profit or loss (FVTPL).

The classification of financial assets at initial recognition depends on the financial asset's contractual cash flow characteristics and the Company's business model for managing them.

*Financial assets at amortized cost*

Financial assets at amortized cost are debt financial assets that meet both of the following conditions:

- These are held within a business model whose objective is to hold the financial assets in order to collect contractual cash flows; and
- The contractual terms give rise on specified dates to cash flows that are SPPI on the outstanding principal amount.

This accounting policy mainly relates to the statement of financial position captions 'Cash and cash equivalents' and 'Receivables'.

After initial measurement, financial assets at amortized cost are subsequently measured at amortized cost using the EIR method, less allowance for ECL. Amortized cost is calculated by taking into account any discount or premium on acquisition and fees that are an integral part of the EIR. The amortization is included in 'Interest income' in the statement of comprehensive income. Gains and losses are recognized in profit or loss in the statement of comprehensive income when these investments are derecognized or impaired, as well as through the amortization process. The ECL is recognized in profit or loss in the statement of comprehensive income. The effects of revaluation on foreign currency-denominated investments are recognized in profit or loss in the statement of comprehensive income.

*Derecognition of Financial Assets*

A financial asset (or, where applicable a part of a financial asset or part of a group of similar financial assets) is derecognized when:

- the rights to receive cash flows from the asset have expired;
- the Company retains the right to receive cash flows from the asset, but has assumed an obligation to pay them in full without material delay to a third party under a 'pass-through' arrangement; or
- the Company has transferred its rights to receive cash flows from the asset and either (a) has transferred substantially all the risks and rewards of the asset, or (b) has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.

When the Company has transferred its rights to receive cash flows from an asset and has neither transferred nor retained substantially all the risks and rewards of the asset nor transferred control of the asset, the asset is recognized to the extent of the Company's continuing involvement in the asset. Continuing involvement that takes the form of a guarantee over the transferred asset is measured at the lower of the original carrying amount of the asset and the maximum amount of consideration that the Company could be required to repay.





*Impairment of Financial Assets.*

The Company recognizes an allowance for Expected Credit Losses (ECLs) for all debt instruments not held at FVTPL. ECLs are based on the difference between the contractual cash flows due in accordance with the contract and all the cash flows the Company expects to receive discounted at an approximation of the original EIR. The expected cash flows will include cash flows from the sale of collateral held or other credit enhancements that are integral to the contractual terms.

ECLs are recognized in two stages. For credit exposures for which there has not been a significant increase in credit risk since initial recognition, ECLs are provided for credit losses that result from default events that are possible within the next 12-months (a 12-month ECL). For those credit exposures for which there has been a significant increase in credit risk since initial recognition, a loss allowance is required for credit losses expected over the remaining life of the exposure, irrespective of the timing of the default (a lifetime ECL).

For security and other deposits, the Company applies the general approach and calculates ECL based on the 12-month ECLs or lifetime ECLs, depending on whether there has been a significant increase in credit risk on the financial instruments since initial recognition.

For cash and cash equivalents, the Company applies the low credit risk simplification. The probability of default and loss given defaults are publicly available and are considered to be low credit risk investments. It is the Company's policy to measure ECLs on such instruments on a 12-month basis.

The Company considers a financial asset in default when contractual payments are 30 days past due. However, in certain cases, the Company may also consider a financial asset to be in default when internal or external information indicates that the Company is unlikely to receive the outstanding contractual amounts in full before taking into account any credit enhancements held by the Company. A financial asset is written off when there is no reasonable expectation of recovering the contractual cash flows.

The Company incorporates forward-looking information into both its assessment of whether the credit risk of an instrument has increased significantly since its initial recognition and its measurement of ECL. To do this, the Company has considered a range of relevant forward looking macro-economic assumptions for the determination of unbiased general industry adjustments and any related specific industry adjustments that support the calculation of ECLs.

*Financial liabilities at amortized cost*

Issued financial instruments or their components, which are not classified as at FVPL, are classified as other financial liabilities, where the substance of the contractual arrangement results in the Company having an obligation either to deliver cash or another financial asset to the holder or lender, or to satisfy the obligation other than by the exchange of a fixed amount of cash or another financial asset for a fixed number of the Company's own equity instruments. The components of issued financial instruments that contain both liability and equity elements are accounted for separately, with the equity component being assigned the residual amount after deducting from the instrument as a whole the amount separately determined as the fair value of the liability component on the date of issue.



After initial measurement, other financial liabilities are subsequently measured at amortized cost using the EIR method. Amortized cost is calculated by taking into account any discount or premium on the issue and fees that are an integral part of the EIR.

This category includes the Company's 'Accounts Payable and Accrued Expenses' (excluding taxes payable) and 'Due to Related Parties'.

#### *Derecognition of Financial Instruments*

##### *Financial Assets*

A financial asset (or, where applicable a part of a financial asset or part of a group of similar financial assets) is derecognized when:

- the rights to receive cash flows from the asset have expired;
- the Company retains the right to receive cash flows from the asset, but has assumed an obligation to pay them in full without material delay to a third party under a 'pass-through' arrangement; or
- the Company has transferred its rights to receive cash flows from the asset and either (a) has transferred substantially all the risks and rewards of the asset, or (b) has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.

When the Company has transferred its rights to receive cash flows from an asset and has neither transferred nor retained substantially all the risks and rewards of the asset nor transferred control of the asset, the asset is recognized to the extent of the Company's continuing involvement in the asset. Continuing involvement that takes the form of a guarantee over the transferred asset is measured at the lower of the original carrying amount of the asset and the maximum amount of consideration that the Company could be required to repay.

##### *Financial liability*

A financial liability is derecognized when the obligation under the liability is discharged or cancelled or has expired. Where an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of existing liability are substantially modified, such an exchange or modification is treated as a derecognition of the original liability and the recognition of a new liability, and the difference in the respective carrying amounts recognized in profit or loss in the statement of comprehensive income.

#### Intangibles

##### *Exchange Trading Rights*

Exchange trading rights are carried at cost less any allowance for impairment losses and are reviewed for impairment annually or more frequently if events or changes in circumstances indicate that the carrying values may be impaired. The exchange trading rights are deemed to have indefinite useful lives as there is no foreseeable limit to the period over which the asset is expected to generate net cash inflows for the Company. The assessment of indefinite life is reviewed annually to determine whether the indefinite useful life continues to be supportable. If not, the change in useful life from indefinite to finite is made on a prospective basis. The Company does not intend to sell its exchange trading right in the near future.

##### *Software Costs*

Costs related to software purchased by the Company for use in operations will be amortized on a straight-line basis over the estimated life of ten (10) years a month after the Company is publicly launched.



### Property and Equipment

Property and equipment are stated at cost less accumulated depreciation. The initial cost of property equipment comprises of its purchase price and other costs directly attributable to bringing the asset to its working condition and location for its intended use. Expenditures incurred after the property and equipment have been put into operation, such as repairs and maintenance are normally charged against profit or loss in the statement of comprehensive income in the year in which the costs are incurred.

In situations where it can be clearly demonstrated that the expenditures have resulted in an increase in the future economic benefits expected to be obtained from the use of an item of property and equipment beyond its originally assessed standard of performance, the expenditures are capitalized as additional costs of property and equipment.

Depreciation is calculated on a straight-line basis over the estimated useful life (EUL) of the assets as follows:

	Number of Years
Computer equipment	3
Office equipment	3

The EUL and the depreciation method are reviewed periodically to ensure that the period and the method of depreciation are consistent with the expected pattern of economic benefits from items of property and equipment.

An item of property and equipment is derecognized upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss on derecognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in profit or loss in the statement of comprehensive income in the year when the asset is derecognized.

### Impairment of Non-Financial Assets

The Company assesses at each end of the reporting period whether there is an indication that its prepayments, intangibles and other assets may be impaired. If any such indication exists or when the annual impairment testing for an asset is required, the Company makes an estimate of the asset's recoverable amount. An asset's recoverable amount is the higher of the asset's value-in-use (VIU) or its fair value less costs to sell. The fair value less costs to sell is the amount obtainable from the sale of an asset at an arm's length transaction, while VIU is the present value of estimated future cash flows expected to arise from the continuing use of an asset and from its disposal at the end of its useful life. Where the carrying amount of an asset exceeds its recoverable amount, the asset is considered impaired and is written down to its recoverable amount. An impairment loss is recognized by a charge against current operations for the excess of the carrying amount of an asset over its recoverable amount in the year in which it arises.

Intangibles with indefinite useful lives are tested for impairment annually at end of the reporting period either individually or at the cash generating unit level, as appropriate. Intangibles with finite lives are assessed for impairment whenever there is an indication that the intangible asset may be impaired. A previously recognized impairment loss is reversed by a credit to current operations to the extent that it does not restate the asset to a carrying amount in excess of what would have been determined (net of any accumulated depreciation and amortization) had no impairment loss been recognized for the asset in prior years.



### Capital

Capital stock is measured at par value for all shares issued and outstanding. When the shares are sold at a premium, the difference between the proceeds and the par value is credited to 'Share premium'. Direct costs incurred related to equity issuance, such as underwriting, accounting and legal fees, printing costs and taxes are charged to 'Share premium'. If 'Share premium' is not sufficient, the excess is charged against 'Retained earnings' or 'Deficit'.

Deficit represents accumulated losses of the Company.

### Revenue Recognition

Revenue from contracts with customers is recognized upon transfer of services to the customer at an amount that reflects the consideration to which the Company expects to be entitled in exchange for those services.

The Company assesses its revenue arrangements against specific criteria in order to determine if it is acting as a principal or agent. The Company has concluded that it is the principal in all of its revenue arrangements except for its brokerage transactions. The following specific recognition criteria must also be met before revenue is recognized:

#### *Commission income, Selling fees and Stock trading fees*

Commission income, selling fees and stock trading fees are recognized in the accounting period in which the services are rendered, by reference to the completion of the specific transaction assessed on the basis of the actual service provided as a proportion of the total services to be provided.

#### *Interest income*

Interest income is recognized on a time proportion basis taking into account the effective yield of the asset.

### Expenses Recognition

Expenses are recognized in the statement of income when a decrease in future economic benefit related to a decrease in an asset or an increase in a liability has arisen that can be measured reliably. Expenses are recognized in the statement of income: on the basis of a direct association between the costs incurred and the earning of specific items of income; on the basis of systematic and rational allocation procedures when economic benefits are expected to arise over several accounting periods and the association with income can only be broadly or indirectly determined; or immediately when an expenditure produces no future economic benefits or when, and to the extent that, future economic benefits do not qualify, or cease to qualify, for recognition in the statement of financial condition as an asset.

Expenses in the statement of income are presented using the function of expense method. Cost of services are expenses incurred that are associated with the services performed and includes marketing, research and development, salaries and employee benefits, stock exchange fees, and market subscription. Operating expenses are costs attributable to operating and other business activities of the Company.

#### *Professional fees and other outside services*

Professional fees and other outside services are fees paid to third parties rendering services including, but not limited to, legal, consultancy, and information-technology.





## Income Taxes

### *Current tax*

Current tax assets and liabilities for the current period are measured at the amount expected to be recovered from or paid to the tax authorities. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted as at the reporting date.

Current tax includes final tax on interest income earned from cash in banks and cash equivalents.

### *Deferred Income Tax*

Deferred income tax is provided, using the balance sheet liability method, on all temporary differences at the end of the reporting period between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes.

Deferred income tax liabilities are recognized for all taxable temporary differences. Deferred income tax assets are recognized for all deductible temporary differences including net loss carry-over to the extent that it is probable that sufficient future taxable income will be available against which the deductible temporary differences can be utilized. Deferred income tax, however, is not recognized on temporary differences that arise from the initial recognition of an asset or liability in a transaction that is not a business combination and, at the time of the transaction, affects neither the accounting income nor the taxable income or loss.

The carrying amount of deferred income tax assets is reviewed at each end of the reporting period and reduced to the extent that it is no longer probable that sufficient future taxable income will be available to allow all or part of the deferred income tax asset to be utilized. Unrecognized deferred income tax assets are reassessed at each end of the reporting period and are recognized to the extent that it has become probable that future taxable income will allow the deferred income tax asset to be recovered.

Deferred income tax assets and liabilities are measured at the tax rates that are applicable to the period when the asset is realized or the liability is settled, based on income tax rates and income tax laws that have been enacted or substantively enacted at the end of the reporting period. Deferred income tax relating to items recognized directly in equity is also recognized in equity. Deferred income tax items are recognized in correlation to the underlying transaction either in OCI or directly in equity.

Deferred income tax assets and deferred income tax liabilities are offset if a legally enforceable right exists to offset current income tax assets against current income tax liabilities and deferred income taxes related to the same taxable entity and the same taxation authority.

### Provisions

Provisions are recognized when the Company has a present obligation (legal or constructive) as a result of past event and it is probable that an outflow of assets embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. When the Company expects some or all of a provision to be reimbursed, for example, under an insurance contract, the reimbursement is recognized as a separate asset but only when the reimbursement is virtually certain. The expense relating to any provision is presented in profit or loss in the statement of comprehensive income, net of any reimbursement. If the effect of the time value of money is material, provisions are determined by discounting the expected future cash flows at a pre-tax rate that reflects current market assessments of the time value of money and, where appropriate, the risks specific to the liability. Where discounting is used, the increase in the provision due to the passage of time is recognized as 'Interest expense'.



#### Contingencies

Contingent liabilities are not recognized in the financial statements but are disclosed in the notes to financial statements unless the possibility of an outflow of resources embodying economic benefits is remote. Contingent assets are not recognized in the financial statements but disclosed in the notes to financial statements when an inflow of economic benefits is probable.

#### Events after the Reporting Period

Any post year-end event that provides additional information about the Company's position at reporting date (adjusting events) is reflected in the financial statements. Any post year-end event that is not an adjusting event is disclosed in the notes to financial statements when material.

#### Standards Issued but not yet Effective

Pronouncements issued but not yet effective are listed below. Unless otherwise indicated, the Company does not expect that the future adoption of the said pronouncements to have a significant impact on its financial statements. The Company intends to adopt the following pronouncements when they become effective.

##### *Effective beginning on or after January 1, 2025*

- Amendments to PAS 21, *The Effects of Changes in Foreign Exchange Rates - Lack of Exchangeability*

##### *Effective beginning on or after January 1, 2026*

- Amendments to PFRS 9, *Financial Instruments*, and PFRS 7, *Financial Instruments: Disclosures - Classification and Measurement of Financial Assets*

##### *Effective beginning on or after January 1, 2027*

- PFRS 17, *Insurance Contracts*
- PFRS 18, *Presentation and Disclosure in Financial Statements*
- PFRS 19, *Subsidiaries without Public Accountability: Disclosures*

##### *Deferred effectivity*

- Amendments to PFRS 10, *Consolidated Financial Statements*, and PAS 28, *Investments in Associates and Joint Ventures, Sale or Contribution of Assets Between an Investor and Its Associate or Joint Venture*

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### **3. Significant Accounting Judgment and Estimates**

The preparation of the Company's financial statements in accordance with PFRS Accounting Standards requires management to make judgments and estimates that affect reported amounts of assets, liabilities, income and expenses. The judgments and estimates used in the financial statements are based upon management's evaluation of relevant facts and circumstances as of the date of the Company's financial statements. Actual results could differ from such estimates.

#### Estimates

##### *Impairment of trading rights*

Trading rights is an intangible asset with indefinite useful life as there is no foreseeable limit to the period over which the asset is expected to generate net cash inflows for the Company. It is reviewed for impairment annually or more frequently if events or changes in circumstances indicate that the carrying value may be impaired.



The management's impairment test for the exchange trading right is based on the fair value less costs to sell. No impairment loss was recognized in 2024 and 2023.

*Estimating Recoverability of Deferred Income Tax Assets*

The Company reviews the carrying amounts of deferred tax assets at each end of the reporting period and reduces deferred income tax assets to the extent that it is no longer probable that sufficient future taxable income will be available to allow all or part of the deferred income tax assets to be utilized. No deferred tax asset is recognized in 2024 and 2023.

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**4. Financial Risk Management Objectives and Policies**

General Risk Management Structure

The Company's risk management program is a continuing, proactive and systematic process that focuses on the identification and assessment of financial risks guided by the principles set out in its risk management framework and seeks to implement the policies, procedures and guidelines established by the Company's management.

The policies, procedures and guidelines are meant to manage financial risks to which the Company is exposed to. Discussed below are the risk management policies and measurement tools used by the Company in monitoring and managing its significant financial risks:

*Liquidity risk*

Liquidity risk is the risk of not being able to meet funding obligations on due dates without incurring unacceptable losses due to disruption in funding sources, and/or inability to liquidate assets quickly due to changes in market conditions, and/or unplanned utilization of cash resources.

Liquidity risk is closely related to market risk as any adverse developments on foreign exchange rates, interest rates and market prices of securities could have an impact on liquidity. Management of liquidity is the responsibility of the Finance Department. Given the nature of the Company's business, mitigation of liquidity risk involves in the first instance forecasting liquidity requirements and ensuring that sufficient balances of cash and cash equivalents to meet immediate needs are maintained.

All the Company's financial assets and financial liabilities are current and will mature within one year after reporting date.

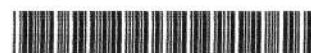
*Credit risk*

Credit risk pertains to the inability of counterparties to fully discharge their financial commitments and obligations in accordance with the agreed credit terms resulting in a financial loss on the part of the Company. The Company has no significant concentrations of credit risk. It has policies in place to ensure that sales of services are made to customers with an appropriate credit history.

With respect to the credit risk arising from financial assets of the Company, the maximum exposure to credit risk is equal to the carrying amount of its financial assets as of December 31, 2024 and 2023.

As at December 31, 2024 and 2023, the Company's credit risk is concentrated in financial services industry and all financial assets are located in the Philippines.

As at December 31, 2024 and 2023, the Company's financial assets are neither past-due nor impaired.



*Market risk*

The Company is not exposed to market risk.

Fair Value Measurement

The following methods and assumptions were used to estimate the fair value of each class of financial instruments for which it is practicable to estimate such value:

*Cash and cash equivalents*

The carrying value approximates the fair value because these are subject to an insignificant risk of change in value.

*Receivables, trade payables, accounts payable and accrued expenses (excluding statutory liabilities) and due to related parties*

The fair values approximate their carrying amounts due to the short-term nature of these financial instruments.

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**5. Cash and Cash Equivalents**

This account consists of:

	2024	2023
Cash on hand	<b>₱20,000</b>	₱–
Cash in banks	<b>29,445,762</b>	2,993,960
Time deposits	<b>65,000,000</b>	70,000,000
	<b>₱94,465,762</b>	<b>₱72,993,960</b>

Cash in banks pertain to interest-bearing checking and savings deposits maintained with local banks that earn annual interest rate of 0.08% and 0.13% to 0.38% in 2024 and 2023 respectively. These are used in the Company's day-to-day operations. Time deposits are maintained with local banks and earn interest at annual rates of 4.9% and 4% in 2024 and 2023 respectively. Interest income from cash in banks amounted to ₱23,686 and ₱31,716 in 2024 and 2023 respectively. Interest income from time deposits amounted to ₱3.2 million and ₱1.49 million in 2024 and 2023 respectively.

Interest income arises from cash in bank, time deposits, and intercompany loan. Interest income from cash in banks amounted to ₱23,686 and ₱31,716 in 2024 and 2023 respectively while income from time deposits amounted to amount to ₱3.2 million and ₱1.49 million in 2024 and 2023 respectively, and lastly, intercompany loan interest income amounted to ₱994,424 in 2024.

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**6. Receivable from/Payable to Customers and Other Brokers**

These accounts represent receivable from/payable to customers and other brokers, including shareholders and officers, in carrying out its business as a broker in securities. As of December 31, 2024, the settlement date of receivable from/payable to customers is generally within two trading days after the dealing date (T+2).

Customer	<b>₱9,632,557</b>
Other Broker	<b>27,281</b>
	<b>₱9,659,838</b>





Receivables from other brokers pertain to selling commission on the Initial Public Offering of DITO-CME FOO from AB Stocks Transfers Corporation. This will be collected by March 2025.

As of December 31, 2024, the Company's receivables from customers and their security valuation follow:

	Money Balance	Security Valuation-Long
Fully secured accounts:		
More than 250%	₱2,060,585	₱5,822,507
Between 200% to 250%	6,970,232	14,993,727
Less than 100% secured	601,740	599,000
	₱9,632,557	₱21,415,234

As of December 31, 2024, the Company's trade payables to customers and their security valuation follow:

	Money Balance	Security Valuation-Long
Payable to customers		
With money balances	₱1,330,843	₱292,222,075
No money balances		365,387,021
	₱1,330,843	₱657,609,097

Generally, trade payables to customers are non-interest bearing and have no specific credit terms. These balances are payable T+1 upon withdrawal request of client.

## 7. Receivable from/Payable to Clearing House

This pertains to the Company's asset from or liability to the Securities Clearing Corporation of the Philippines (SCCP). A receivable arises when total selling transactions (shares of stocks sold to customers, brokers, and proprietary accounts) exceed the total buying transactions within the trading day. Otherwise, a payable is recognized. As of December 31, 2024, the settlement date of receivable from/payable to clearing house is within two trading days after the dealing date (T+2).

Trade receivables from clearing house amounting to ₱248,151 as at December 31, 2024 were fully collected in January 2025.

Trade payables to clearing house amounting to ₱9,864,316 as at December 31, 2024 were fully paid subsequently in January 2025.



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**8. Other Receivables**

Other receivables consist of:

	2024	2023
Advances to officers and employees	<b>₱160,577</b>	₱134,835
Accrued interest receivable	<b>124,778</b>	112,000
Due from related party	<b>502</b>	—
	<b>₱285,857</b>	₱246,835

Advances to officers and employees pertain to various funds used for testing the SBX app and will be liquidated by first quarter of 2025 after all features have been developed within the app.

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**9. Other Current Assets**

Other current assets consist of:

	2024	2023
Other Prepaid Expenses	<b>₱202,881</b>	₱259,875
Prepaid Taxes & Licenses	<b>33,500</b>	—
Prepaid Information Services	<b>64,031</b>	22,722
	<b>₱300,412</b>	₱282,597

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**10. Trading Rights**

Trading rights on the Philippine Stock Exchange (the Exchange) means the right or privilege granted by the Exchange to an individual or corporation to operate as a broker/dealer of securities subject to the regulatory powers of the Exchange. It allows eligible trading participants to buy and sell stocks on behalf of their clients or for their own accounts. This privilege enables them to participate actively in the trading activities on the Exchange, facilitating the efficient functioning of the capital markets in the Philippines.

Trading rights on the Exchange are granted to trading participants who fulfill the necessary requirements set by the Exchange. These requirements typically involve meeting financial, operational, and regulatory standards to ensure a fair and transparent trading environment on the Exchange.

No impairment loss was recognized in 2024 and 2023. As of December 31, 2024 and 2023, the recent price of a trading right is ₱8 million.



## 11. Property and Equipment

As of December 31, 2024, the rollforward and composition of the property and equipment follows:

	Computer Equipment	Office Equipment	Total
<b>Cost</b>			
Balance at beginning of year	P–	P–	P–
Acquisitions during the year	74,594	10,994	85,588
Balance at end of year	74,594	10,994	85,588
<b>Accumulated Depreciation</b>			
Balance at beginning of year	–	–	–
Depreciation during the year	4,072	1,221	5,293
Balance at end of year	4,072	1,221	5,293
<b>Net Book Value at End of Year</b>	<b>P70,522</b>	<b>P9,773</b>	<b>P80,295</b>

## 12. Computer Software

The rollforward of computer software follows:

	2024	2023
<b>Cost</b>		
Balance at beginning of year	P22,733,627	P–
Acquisitions during the year	3,454,500	22,733,627
Reclassification	(1,005,135)	–
Balance at end of year	25,182,992	22,733,627
<b>Accumulated Depreciation</b>		
Balance at beginning of year	–	–
Depreciation during the year	1,826,600	–
Balance at end of year	1,826,600	–
<b>Net Book Value at End of Year</b>	<b>P23,356,392</b>	<b>P22,733,627</b>

The amortization of software costs started in April 2024, a month after official launch of the SBX App and is recorded under depreciation and amortization expense.

## 13. Non-Current Assets

This account consists of:

	2024	2023
Refundable deposit	P1,634,818	P84,000
Input Tax	409,984	57,364
Creditable Withholding Tax	6,072	–
	<b>P2,050,874</b>	<b>P141,364</b>



Refundable deposits mainly consists of deposits to Securities Clearing Corporation of the Philippines (SCCP). The Company has been an official member of the SCCP effective February 1, 2024 after its board approval. The Company made an initial contribution of ₱1,500,000 to the Clearing and Trade Guaranty Fund (CTGF) as a prerequisite to the Company's accreditation of its membership.

The Company recognized such contributions to the CTGF as non-current asset on the basis that the BOD of SCCP approved on August 1, 2007 the amendment to the SCCP Clearinghouse Rule 5.2 granting the full refund of contributions to the CTGF upon cessation of the business of the clearing member and upon termination of its membership with the SCCP.

In addition, the Company, as a clearing member, is required to pay monthly contributions to the CTGF maintained by the SCCP equivalent to 1/500 of 1% of the Clearing Member's total monthly turnover value less block sales and cross transactions of the same flag. This amounted to ₱5,819 for the year.

#### 14. Other Current Liabilities

This account consists of:

	2024	2023
Accrued Expenses	₱1,433,190	₱112,709
Due to BIR	136,062	204,037
Trading Fees	27,727	—
Others	62,504	21,610
	<b>₱1,659,483</b>	<b>₱338,356</b>

Accrued expenses pertain to professional fees and representation expenses.

Due to BIR comprise the withholding and sales taxes payable to the Philippine Bureau of Internal Revenue (BIR).

#### 15. Equity

##### Capital Stock

The table below summarizes the capital stock of the Company:

	Shares	Amount
Common shares - ₱1.00 par value		
Authorized	250,000,000	₱250,000,000
Issued and outstanding		
Beginning	105,000,000	105,000,000
Issued during the year	35,000,000	35,000,000
	<b>140,000,000</b>	<b>₱140,000,000</b>



### Retained Earnings

In compliance with SRC Rule 49.1 B, *Reserve Fund*, the Company appropriates annually ten percent (10%) of its audited net income and transfer the same to appropriated retained earnings. Minimum appropriation shall be 10% of profit after tax for broker dealers with unimpaired paid-up capital of ₱100.0 million. It is intended that in the event that the Company's paid-up capital is impaired, the Company will be required to transfer from the appropriated retained earnings to the capital account an amount equivalent to the impairment. Such amount so transferred out shall not be made available for payment of dividend. There are no appropriations done in 2024 and 2023.

The Company considers total equity presented on the face of the statement of financial position as its capital. The primary objective of the Company's capital management is to support its business and maximize shareholders value in terms of return on investments and increased stock value.

### Capital Management

The Company being a registered broker in securities is subject to the stringent rules of the SEC and other regulatory agencies with respect to the maintenance of specific levels of Risk-based Capital Adequacy (RBCA) ratios. RBCA is a ratio that compares the broker or dealer's total measured risk to its liquid capital. As a rule, the Company must maintain an RBCA ratio of at least one hundred twenty percent (110.00%) and a Net Liquid Capital (NLC) of at least ₱5.0 million or five percent (5.00%) of its aggregate indebtedness, whichever is higher. Also, the Aggregated Indebtedness (AI) of every stockbroker should not exceed two thousand percent (2,000.00%) of its NLC. In the event that the minimum RBCA ratio of one hundred twenty percent (120.00%) or the minimum NLC is breached, the Company shall immediately cease doing business as a broker and shall notify the PSE and SEC. As at December 31, 2024, the Company is compliant with the foregoing requirements.

The RBCA ratio of the Company as of December 31, 2024 is as follows:

Equity eligible for net liquid capital	₱124,140,663
Less: Ineligible Assets	33,959,322
NLC	90,181,341
Position Risk	3,552
Operational Risk	99,646
Counterparty Risk	—
Large Exposure Risk	—
Total Risk Capital Requirement	₱103,198
AI	₱14,306,918
5.00% of AI	715,346
Required NLC	5,000,000
Net Risk-Based Capital Excess	85,156,717
Ratio of AI to NLC	16%
RBCA Ratio (NLC/TRCR)	87383%

The following are the definition of terms used in the above computation:

1. **Ineligible assets**

These pertain to fixed assets and assets which cannot be readily converted into cash.





2. Operational Risk Requirement

The amount required to cover a level of operation risk which is the exposure associated with commencing and remaining in business arising separately from exposures covered by other risk requirements. It is the risk of loss resulting from inadequate or failed internal processes, people and systems which include, among others, risks of fraud, operational or settlement failure and shortage of liquid resources, or from external events.

3. Position Risk Requirement

The amount necessary to accommodate a given level of position risk which is the risk a broker dealer is exposed to and arising from securities held by it as a principal or in its proprietary or dealer account.

4. AI

The total money liabilities of a broker dealer arising in connection with any transaction whatsoever, and includes, among other things, money borrowed, money payable against securities loaned and securities failed to receive, the market value of securities borrowed to the extent to which no equivalent value is paid or credited (other than the market value of margin securities borrowed from customers and margin securities borrowed from non-customers), customers' and non-customers' free credit balances, and credit balances in customers' and non-customers' account having short positions in securities subject to the exclusions provided in the said SEC Memorandum.

On November 9, 2015, the SEC approved the 2015 Implementing Rules and Regulations of the Securities Regulation Code or the "2015 SRC Rules", which requires new trading participants to have a minimum unimpaired paid-up capital, as defined by the SEC, of ₱100.0 million upon incorporation.

As at December 31, 2024, the Company is compliant with this capital requirement.

The Company's regulated operations have complied with all externally-imposed capital requirements as at December 31, 2024.

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**16. Employee Benefits**

The Company is yet to establish a formal retirement plan. The Company follows the retirement benefits for its employees under the existing regulatory framework, Republic Act (R.A.) No. 7641, *Retirement Pay Law*. R.A. No. 7641 requires a provision for retirement pay to qualified private sector employees in the absence of any retirement plan in the entity, provided however that the employee's retirement benefits under any collective bargaining and other agreements shall not be less than those provided under the law. The law does not require minimum funding of the plan.

The Company have six employees as of December 31, 2024 and have not recognized yet any pension and retirement expense given that it is a newly incorporated entity and it believes that the impact to the financial statements is not material.



## 17. Income Taxes

On March 26, 2021, President Rodrigo Duterte signed into law R.A. No. 11534, or the Corporate Recovery and Tax Incentives for Enterprises (CREATE) Act. Key changes include the following:

- The RCIT rate of the Company is 25% as the Company's total assets exceeded ₱100.00 million.
- Minimum corporate income tax rate is 2.00%.
- Imposition of improperly accumulated earnings tax is repealed.

The regulations also provide for MCIT of 2.00% on modified gross income and allow a net operating loss carryover (NOLCO). The MCIT and NOLCO may be applied against the Company's income tax liability and taxable income, respectively, over a three-year period from the year of inception

The Company did not recognize MCIT as of December 2024 since it only started operations last March 2024 only.

Details of the Company's NOLCO are as follows:

Year Incurred	Amount	Applications/ Expirations	Balance	Expiry Year
2024	₱16,381,383	–	₱16,381,383	2027
2023	5,334,099	–	5,334,099	2026
	₱21,715,482	–	₱21,715,482	

The Company did not recognize deferred tax assets on the NOLCO amounting to ₱5,428,870 and ₱1,333,525 as of December 31, 2024 and 2023 as it believes that the related benefits will not be realized in the future.

Reconciliation between the statutory income tax and the effective income tax follows:

	2024	2023
Income tax computed at statutory rates	(₱3,047,532)	(₱959,854)
Adjustments for:		
Income that are subject to lower tax rates	(410,614)	(81,078)
Change in unrecognized deferred tax asset	4,095,346	1,333,525
Income tax expense	₱637,200	₱292,593

## 18. Related Party Disclosures

Related party relationships exist when one party has the ability to control, directly or indirectly, through one or more intermediaries, the other party, or exercise significant influence over the other party in making financial and operating decisions. Such relationships also exist between and/or among entities which are under common control with the reporting enterprise, or between and/or among the reporting enterprise and its key management personnel, directors, or its stockholders.

In considering each possible related party relationship, attention is directed to the substance of the relationship, and not merely the legal form.



Details on significant related party transactions of the Company follow:

Category	Amount/ Volume	Outstanding Balance	December 31, 2024
			Terms and Conditions/Nature
Key management personnel Commission income	₱122		Income from trading transactions on behalf of customers
Other related parties Commission Income	214,166		Income from trading transactions on behalf of customers
Due to related parties Seedbox Technologies, Inc,	3,062,412	1,300,363	This consists of advances from the Parent Company in relation to the SLA agreement, Facebook advertisements done to launch the SBX brokerage app, and various computer equipment and computer software enhancements.
Rampver Financials, Inc,	148,913	148,913	This consist of SLA agreement for marketing campaigns related to volume for the month of Oct-Dec.
Others	15,000	3,000	This includes At Work contributions of Erwin Angeles deducted to his payroll account.
Category	Amount/ Volume	Outstanding Balance	December 31, 2023
			Terms and Conditions/Nature
<b>Parent</b>			
Due to related parties Trading rights	₱8,000,000		Trading rights were purchased from Phil-Progress Securities Corporation in 2022, subsequently assigned to the Company after its incorporation in 2023.
Computer software	22,733,627		Initial contract for the Tech Builds for the Online Trading Platform started in 2022. This was subsequently assigned to the Company after its incorporation in 2023.
Others	2,038,284	1,742,036	These pertain to legal fees incurred during the acquisition of the trading rights, Broker Dealer License and incorporation of the Company,

All transactions with related parties were settled and to be settled in cash.

#### *Remuneration of Key Management Personnel*

Key management personnel are those persons having authority and responsibility for planning, directing, and controlling activities of the Company, directly or indirectly. The remuneration of the Company's key management personnel amounted to ₱789,265 in 2024 representing short-term employee benefits including the Head of Brokerage's salaries, 13<sup>th</sup> month pay, and other benefits who was onboarded only in September 2024.

## 19. Approval of Release of Financial Statements

The accompanying comparative financial statements of the Company were authorized and approved for issue by the BOD on April 30, 2025.



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**20. Events After the Reporting Period**

The Board has approved the appointment of Mr. Shunichi Keida as the new Nominee-President following the resignation of CEO/President, Mr. Edmund Daniel Martinez effective March 8, 2025.

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**21. Supplementary Information Under Revenue Regulations (RR) 15-2010**

The following supplementary information are presented for purposes of filing with the Bureau of Internal Revenue in compliance with the requirements of RR No. 15-2010 and are not a required part of the basic financial statements.

The following is the tax information required for the taxable year ended December 31, 2024:

**A. Value Added Tax (VAT)**

1. Output VAT	₱90,700
Basis of the Output VAT:	
Vatable sales	755,832
Exempt sales	—
Zero rated sales	—
	<hr/> ₱755,832 <hr/>
2. Input VAT	
Balance at beginning of year	₱57,364
Domestic purchase of goods other than capital goods	2,786
Domestic purchase of services	440,534
Less: Claimed input tax	90,700
Balance at end of year	<hr/> ₱409,984 <hr/>

**B. Withholding Taxes**

	Total Remittances	Balance
Tax on compensation and benefits	₱652,841	₱69,241
Expanded withholding taxes	71,610	29,970
	<hr/> ₱724,451 <hr/>	<hr/> ₱99,211 <hr/>

**C. Documentary Stamp Taxes (DST)**

The Company paid DST amounting to ₱350,000 for the issuance of subsequent capital infusion from the Parent Company, which is charged under 'Share Premium' in the statements of shareholder's equity.



**D. All Other Taxes (Local and National)**

*Other taxes paid during the year recognized under  
'Taxes and licenses'*

PSE Licenses	₱259,875
Exemptive Relief	70,000
Documentary Stamp Tax	30
Business license and permit fees	12,635
Others	19,699
	<u>₱362,229</u>

**E. Tax Assessments**

As of December 31, 2024, the Company has no pending tax case





- 32 -

## INDEPENDENT AUDITOR'S REPORT

The Stockholders and the Board of Directors  
Seedbox Securities, Inc.  
4<sup>th</sup> floor, Twin Cities Condominium, 110 Legazpi Street,  
Legazpi Village, Makati City, Metro Manila

We have audited the financial statements of Seedbox Securities, Inc. (the Company) as at December 31, 2024 and for the year then ended, on which we have rendered the attached report dated April 30, 2025.

In compliance with the Revised Securities Regulation Code Rule 68, we are stating that the Company has one (1) stockholder owning one hundred (100) or more shares.

SYCIP GORRES VELAYO & CO.

*Janeth T. Nuñez-Javier*  
Janeth T. Nuñez-Javier

Partner

CPA Certificate No. 111092

Tax Identification No. 900-322-673

BOA/PRC Reg. No. 0001, April 16, 2024, valid until August 23, 2026

BIR Accreditation No. 08-001998-069-2023, October 23, 2023, valid until October 22, 2026

PTR No. 10465353, January 2, 2025, Makati City

April 30, 2025



- 33 -

**INDEPENDENT AUDITOR'S REPORT  
ON SUPPLEMENTARY SCHEDULES**

The Stockholders and the Board of Directors  
Seedbox Securities, Inc.  
4<sup>th</sup> floor, Twin Cities Condominium, 110 Legazpi Street,  
Legazpi Village, Makati City, Metro Manila

We have audited in accordance with Philippine Standards on Auditing, the financial statements of Seedbox Securities, Inc. (the Company) as at December 31, 2024 and for the year then ended, and have issued our report thereon dated April 30, 2025. Our audits were made for the purpose of forming an opinion on the basic financial statements taken as a whole. The schedules listed in the Index to the Financial Statements and Supplementary Schedules are the responsibility of the Company's management. These schedules are presented for purposes of complying with the Revised Securities Regulation Code (SRC) Rule 52.1 are not part of the basic financial statements. These schedules have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, fairly state, in all material respects, the financial information required to be set forth therein in relation to the basic financial statements taken as a whole.

SYCIP GORRES VELAYO & CO.

*Janeth T. Nuñez-Javier*  
Janeth T. Nuñez-Javier

Partner

CPA Certificate No. 111092

Tax Identification No. 900-322-673

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PTR No. 10465353, January 2, 2025, Makati City

April 30, 2025



**SEEDBOX SECURITIES, INC.**

**INDEX TO THE SUPPLEMENTARY SCHEDULES**

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Schedule I	Statement of Changes in Liabilities Subordinated to Claims of General Creditors
Schedule II	Risk-Based Capital Adequacy Worksheet Pursuant to Securities and Exchange Commission Memorandum Circular No. 16
Schedule III	Information Relating to the Possession or Control Requirements under SRC Rule 49.2 - Annex 49.2-A
Schedule IV	Computation for Determination of Reserve Requirements under SRC Rule 49.2 - Annex 49.2-B
Schedule V	A Report Describing any Material Inadequacies Found to Exist or Found to Have Existed Since the Date of the Previous Audit
Schedule VI	Results of monthly securities count conducted pursuant to SRC Rule 52.1.10 as of balance sheet date

**SCHEDULE I**

**SEEDBOX SECURITIES, INC.  
STATEMENT OF CHANGES IN LIABILITIES  
SUBORDINATED TO CLAIMS OF GENERAL CREDITORS  
DECEMBER 31, 2024**

As at December 31, 2024, the Company has no outstanding liabilities subordinated to claims of general creditors. This statement is accomplished in compliance with the reportorial requirements set to brokers/dealers engaged in trading activities.

**SCHEDULE II**

**SEEDBOX SECURITIES, INC.  
RISK-BASED CAPITAL ADEQUACY WORKSHEET  
PURSUANT TO SEC MEMORANDUM CIRCULAR NO. 16  
DECEMBER 31, 2024**

<b>Assets</b>	
<b>Liabilities</b>	138,447,581
<b>Equity as per books</b>	14,306,918
	124,140,663
<b>Adjustments to Equity per books</b>	
Add (Deduct):	
Allowance for market decline	
Subordinated Liabilities	
Unrealized Gain / ( Loss ) in proprietary accounts	
Deferred Income Tax	
Revaluation Reserves	
Deposit for Future Stock Subscription (No application with SEC)	
Minority Interest	
Adjustments to Equity per books	
<b>Equity Eligible For Net Liquid Capital</b>	124,140,663
<b>Contingencies and Guarantees</b>	
Deduct: Contingent Liability	
Guarantees or indemnities	
<b>Ineligible Assets</b>	
a. Trading Right and all Other Intangible Assets (net)	
b. Intercompany Receivables	31,356,392
c. Fixed Assets, net of accumulated and excluding those used as collateral	
d. Prepayment from Client for early settlement of Account	80,295
e. All Other Current Assets	
f. Securities Not Readily Marketable	460,989
g. Negative Exposure (SCCP)	
h. Notes Receivable (non-trade related-)	10,772
i. Interest and Dividends Receivables outstanding for more than 30 days	
j. Ineligible Insurance claims	
k. Ineligible Deposits	
l. Short Security Differences	
m. Long Security Differences not resolved prior to sale	
n. Other Assets including Equity Investment in PSE	
<b>Total ineligible assets</b>	2,050,874
	33,959,322
<b>Net Liquid Capital (NLC)</b>	
Less:	90,181,341
Operational Risk Req't (Schedule ORR-1)	
Position Risk Req't (Schedule PRR-1)	99,646
Counterparty Risk (Schedule CRR-1 and detailed schedules)	3,552
Large Exposure Risk (Schedule LERR-1, LERR-2, LERR-3)	
LERR to a single client (LERR-1)	
LERR to a single debt (LERR-2)	
LERR to a single issuer and group of companies (LERR-3)	
<b>Total Risk Capital Requirement ( TRCR )</b>	103,198
<b>Net RBCA Margin (NLC-TRCR)</b>	
<b>Liabilities</b>	90,078,143
Add: Deposit for Future Stock Subscription (No application with SEC)	14,306,918
Less: Exclusions from Aggregate Indebtedness	
Subordinated Liabilities	
Loans secured by securities	
Loans secured by fixed assets	
Others	
<b>Total adjustments to AI</b>	
<b>Aggregate Indebtedness</b>	
<b>5.0% of Aggregate Indebtedness</b>	14,306,918
Required Net Liquid Capital (> of 5.0% of AI or P5M)	715,346
<b>Net Risk-based Capital Excess / ( Deficiency )</b>	5,000,000
<b>Ratio of AI to Net Liquid Capital</b>	85,181,341
<b>RBCA Ratio (NLC / TRCR)</b>	16%
	87387%



**SCHEDULE III**

**SEEDBOX SECURITIES, INC.  
INFORMATION RELATING TO THE POSSESSION OR  
CONTROL REQUIREMENTS UNDER SRC RULE 49.2  
DECEMBER 31, 2024**

Customers' fully paid securities and excess margin securities not in the broker's or dealer's possession or control as of the report date (for which instructions to reduce to possession or control had been issued as of the report date but for which the required action was not taken by respondent within the time frame specified under SRC Rule 52):

Market Valuation:	<u>NIL</u>
Number of Items:	<u>NIL</u>

Customers' fully paid securities and excess margin securities for which instructions to reduce to possession or control had not been issued as of the report date, excluding items arising from "temporary lags which result from normal business operations" as permitted under SRC Rule 52:

Market Valuation:	<u>NIL</u>
Number of Items:	<u>NIL</u>

**SCHEDULE IV**

**SEEDBOX SECURITIES INC.  
COMPUTATION FOR DETERMINATION OF  
RESERVE REQUIREMENTS UNDER SRC RULE 49.2  
DECEMBER 31, 2024**

Particulars	Credits	Debits
1. Free credit balance and other credit balance in customers' security accounts.	₱11,195,159	
2. Monies borrowed collateralized by securities carried for the account of customers.		
3. Monies payable against customers' securities loaned.		
4. Customers' securities failed to receive.		
5. Credit balances in firm accounts, which are attributable to principal sales to customers.		
6. Market value of stock dividends stock splits and similar distribution receivable outstanding over 30 calendar days old.		
7. Market value of the short security count differences over 30 calendar days old.		
8. Market value of short securities and credits (not to be offset by long or by debits) in all suspense accounts over 30 calendar days.		
9. Market value of securities, which are in transfer in excess of 40 calendar days and have not been confirmed to be in transfer by the transfer agent or the issuer during the 40 days.		
10. Debit balances in customers' cash or margin accounts excluding unsecured accounts and accounts doubtful of collection.		₱9,808,909
11. Securities borrowed to effectuate short sales by customer and securities borrowed to make deliver on customers' securities failed to delivery.		
12. Failed to delivery customers' securities not older than 30 calendar days.		
13. Others - sales/purchases of marketable securities.		
Total	₱11,195,159	₱9,808,909
Net Credit (Debit)		₱1,386,250
Required Reserve (100% of net credit if making a weekly computation and 105% if monthly)*	₱1,386,250	

\* The Company became a clearing member of the Securities Clearing Corporation of the Philippines (SCCP) on January 31, 2024 and a member of the Philippine Depository Trust Corporation on January 25, 2024. The Company started its direct market access on March 12, 2024.

**SCHEDULE V**

**SEEDBOX SECURITIES INC.  
A REPORT DESCRIBING ANY MATERIAL INADEQUACIES  
FOUND TO EXIST OR FOUND TO HAVE EXISTED  
SINCE THE DATE OF THE PREVIOUS AUDIT  
DECEMBER 31, 2024**

As at December 31, 2024, the Company has no material inadequacies, fraud or possible irregularities involving employees, management or those who have significant roles in internal control that could have a material effect on the financial statements.

**SCHEDULE VI**

**SEEDBOX SECURITIES INC.  
RESULTS OF MONTHLY SECURITIES COUNT  
CONDUCTED PURSUANT TO SRC RULE 52.1-10, AS AMENDED  
DECEMBER 31, 2024**

STOCK CODE	NAME OF ISSUE	STOCK POSITION	TOTAL VALUE	POSITION	CERTIFICATE	DTL / URDT	IN- TRANSIT
AB	ATOK-BIG WEDGE CO., INC.	628,000	3,416,320	628,777			-777
ABA	ABACORE CAPITAL HOLDINGS, INC.	170,000	90,100	170,000			-
ABS	ABS-CBN CORPORATION	129,000	541,800	129,000			-
AC	AYALA CORPORATION	48,140	28,835,860	43,920			4,220
ACEN	ACEN CORPORATION	564,373	2,257,492	564,373			-
ACR	ALSONS CONSOLIDATED RESOURCES INC.	943,000	433,780	943,000			-
AEV	ABOITIZ EQUITY VENTURES, INC.	107,500	3,692,625	102,500			5,000
ALI	AYALA LAND INC	1,039,700	27,240,140	985,500			54,200
ALLDY	ALLDAY MARTS, INC.	1,920,000	255,360	1,920,000			-
ALLHC	AYALALAND LOGISTICS HOLDINGS CORP	5,311,000	9,028,700	5,286,000			25,000
ALTER	ALTERNERGY HOLDINGS CORPORATION	50,000	60,000	50,000			-
ANS	A. SORIANO CORPORATION	25,000	342,000	25,000			-
AP	ABOITIZ POWER CORPORATION	5,000	188,500	5,000			-
APL	APOLLO GLOBAL CAPITAL INC	325,220,000	1,300,880	325,220,000			-
AREIT	AREIT, INC.	454,500	17,248,275	444,500			10,000
ASLAG	RASLAG CORPORATION	130,000	133,900	130,000			-
AT	ATLAS CONS. MINING AND DEVT. CORP.	570,000	2,496,600	570,000			-
ATN	ATN HOLDINGS INC	1,723,000	895,960	1,723,000			-
ATNB	ATN HOLDINGS-B	600,000	312,000	600,000			-
BDO	BANCO DE ORO UNIBANK	80,760	11,629,440	80,760			-
BEL	BELLE CORPORATION	10,000	16,600	10,000			-
BHI	BOULEVARD HOLDINGS, INC.	5,000,000	370,000	5,000,000			-
BLOOM	BLOOMBERRY RESORTS CORPORATION	526,000	2,409,080	526,000			-

STOCK CODE	NAME OF ISSUE	STOCK POSITION	TOTAL VALUE	POSITION	CERTIFICATE	DTL / URDT	IN-TRANSIT
BPI	BANK OF THE PHILIPPINE ISLANDS	14,607	1,782,054	54,607			-40,000
BRN	A. BROWN COMPANY	50,000	28,000	50,000			-
C	CHELSEA LGX AND INFRA HLDGS. CORP.	2,766,700	3,624,377	2,766,700			-
CBC	CHINA BANKING CORP.	252,594	16,039,719	252,594			-
CEB	CEBU AIR, INC.	60,025	1,695,706	60,025			-
CEBCP	CEBU AIR INC. CONVERTIBLE PREF SHS	25,752	888,444	25,752			-
CEI	CROWN EQUITIES, INC.	660,000	36,960	660,000			-
CHP	CEMEX HOLDINGS PHILIPPINES, INC.	53,861	95,873	53,861			-
CNPF	CENTURY PACIFIC FOOD, INC.	5,000	209,750	5,000			-
CNVRG	CONVERGE INFO AND COMM TECH SOL INC	10,000	161,400	10,000			-
COAL	COAL ASIA HOLDINGS INC	200,000	30,800	200,000			-
COSCO	COSCO CAPITAL, INC.	544,800	2,931,024	544,800			-
CREIT	CITICORE ENERGY REIT CORP.	3,494,000	10,656,700	3,494,000			-
CROWN	CROWN ASIA CHEMICALS CORPORATION	33,794,000	57,787,740	33,794,000			-
DD	DOUBLEDRAAGON CORPORATION	39,000	397,800	39,000			-
DFNN	DFNN, INC.	113,000	322,050	113,000			-
DHI	DOMINION HOLDINGS, INC.	10,000	16,000	10,000			-
DITO	DITO CME HOLDINGS CORPORATION	12,494,800	20,491,472	12,494,800			-
DMC	DMCI HOLDINGS, INC	5,200	56,264	5,200			-
DNL	D AND L INDUSTRIES, INC	213,000	1,297,170	213,000			-
ECVC	EAST COAST VULCAN MINING CORP.	40,000	12,400	40,000			-
ELI	EMPIRE EAST LAND HOLDINGS, INC.	16,900	2,028	16,900			-
EVER	EVER-GOTESCO RESOURCES AND HLDGS.	630,000	160,650	630,000			-
EW	EAST WEST BANKING CORPORATION	333,850	3,288,423	333,850			-
FAF	FIRST ABACUS FINCL HLDNGS CORP.	6,520,000	4,238,000	6,520,000			-
FB	SAN MIGUEL FOOD AND BEVERAGE, INC.	29,600	1,561,400	29,600			-
FCG	FIGARO COFFEE GROUP, INC.	70,000	60,200	70,000			-
FGEN	FIRST GEN CORPORATION	100,000	1,612,000	100,000			-
FILRT	FILINVEST REIT, CORP.	6,194	18,272	6,194			-
FLI	FILINVEST LAND, INC.	90,000	65,700	90,000			-
FMETF	FIRST METRO EXCHANGE TRADED FUND	10,346	1,092,538	10,346			-



STOCK CODE	NAME OF ISSUE	STOCK POSITION	TOTAL VALUE	POSITION	CERTIFICATE	DTL / URDT	IN-TRANSIT
FNI	GLOBAL FERRONICKEL HOLDINGS, INC	2,575,223	2,678,232	2,575,223			-
FOOD	ALLIANCE SELECT FOOD INTL, INC.	215,000	81,700	215,000			-
FPH	FIRST PHILIPPINE HOLDINGS CORP	7,000	413,000	7,000			-
FRUIT	FRUITAS HOLDINGS, INC.	11,215,000	7,177,600	11,215,000			-
GEO	GEOGRACE RESOURCES PHILS., INC.	1,400,000	123,200	1,400,000			-
GERI	GLOBAL-ESTATE RESORTS, INC.	328,000	209,920	328,000			-
GLO	GLOBE TELECOM, INC.	11,253	24,576,552	11,253			-
GMA7	GMA NETWORK, INC.	343,300	2,097,563	143,300			200,000
GTCAP	GT CAPITAL HOLDINGS, INC.	72,405	47,642,490	70,855			1,550
HOME	ALLHOME CORP	5,550,000	3,552,000	5,550,000			-
ICT	INTERNATIONAL CONTAINER SERVICES IN	16,840	6,500,240	16,840			-
IMI	INTEGRATED MICRO-ELECTRONICS, INC.	168,000	250,320	168,000			-
IMP	IMPERIAL RESOURCES, INC.	25,000	15,750	25,000			-
INFRA	PHILIPPINE INFRADEV HOLDINGS INC.	7,593,000	2,277,900	7,593,000			-
JFC	JOLLIBEE FOODS CORPORATION	3,000	807,000	3,000			-
JGS	JG SUMMIT HOLDINGS, INC.	5,200	106,860	5,200			-
KEEPR	THE KEEPERS HOLDINGS, INC.	503,000	1,121,690	503,000			-
KPPI	KEPWEALTH PROPERTY PHILS., INC.	677,500	853,650	677,500			-
LC	LEPANTO CONSOLIDATED MINING CO.	37,730,205	2,527,924	37,730,205			-
LCB	LEPANTO CONSOLIDATED MINING CO. B	9,147,605	612,890	9,147,605			-
LODE	LODESTAR INVESTMENT HOLDING CORP.	592,000	165,760	592,000			-
LPZ	LOPEZ HOLDINGS CORPORATION	1,353,000	3,653,100	1,353,000			-
LTG	LT GROUP, INC.	421,100	4,421,550	421,100			-
MA	MANILA MINING CORPORATION	456,077,750	1,368,233	456,077,750			-
MAB	MANILA MINING CORPORATION B	30,422,471	91,267	30,422,471			-
MAC	MACROASIA CORPORATION	288,355	1,568,651	288,355			-
MAH	METRO ALLIANCE HLDGS. AND EQUITIES	2,680,000	2,224,400	2,680,000			-
MAHB	METRO ALLIANCE HLDGS AND EQ. - B	1,714,000	1,165,520	1,714,000			-
MARC	MARCVENTURES HOLDINGS, INC.	180,000	135,000	180,000			-
MBT	METROPOLITAN BANK AND TRUST COMPANY	235,621	16,964,712	235,621			-
MEDIC	MEDILINES DISTRIBUTORS INCORPORATED	15,000	4,650	15,000			-

STOCK CODE	NAME OF ISSUE	STOCK POSITION	TOTAL VALUE	POSITION	CERTIFICATE	DTL / URDT	IN-TRANSIT
MEG	MEGAWORLD CORPORATION	1,450,000	2,972,500	1,450,000			-
MER	MANILA ELECTRIC COMPANY	1,168	569,984	1,168	547		-
MG	MILLENIUM GLOBAL HOLDINGS, INC.	250,000	23,500	250,000			-
MM	MERRYMART CONSUMER CORPORATION	1,645,500	987,300	1,645,500			-
MONDE	MONDE NISSIN CORPORATION	1,951,000	16,778,600	1,931,000			20,000
MRC	MRC ALLIED, INC.	19,852,000	16,675,680	9,262,000			10,590,000
MRSGL	METRO RETAIL STORES GROUP, INC.	90,000	108,000	90,000			-
MWC	MANILA WATER COMPANY, INC.	48,900	1,320,300	48,900			-
MWIDE	MEGAWIDE CONSTRUCTION CORPORATION	2,673,600	6,496,848	2,673,600			-
NI	NIHAO MINERAL RESOURCES INTL., INC.	636,900	245,207	636,900			-
NIKL	NICKEL ASIA CORPORATION	1,022,000	3,566,780	1,022,000			-
NOW	NOW CORPORATION	10,203,000	6,019,770	10,203,000			-
OM	OMICO CORPORATION	100,000	13,300	100,000			-
OPM	ORIENTAL PET. AND MINERALS CORP.	16,000,000	118,400	16,000,000			-
ORE	ORIENTAL PENINSULA RES. GROUP, INC.	150,000	66,000	150,000			-
OV	THE PHILODRILL CORPORATION	459,500,000	3,446,250	459,500,000			-
PAL	PAL HOLDINGS, INC.	31,500	155,925	31,500			-
PCOR	PETRON CORPORATION	31,072,501	75,506,177	31,072,501			-
PERC	PETROENERGY RESOURCES CORPORATION	30,000	103,500	30,000			-
PGOLD	PUREGOLD PRICE CLUB, INC.	545,800	16,837,930	545,800			-
PHES	PHILIPPINE ESTATES CORPORATION	100,000	25,500	100,000			-
PHR	PH RESORTS GROUP HOLDINGS, INC.	6,617,000	3,573,180	6,617,000			-
PLUS	DIGIPLUS INTERACTIVE CORP.	627,800	17,044,770	627,800			-
PNB	PHILIPPINE NATIONAL BANK	15,326	424,530	15,326			-
PRC	PHILIPPINE RACING CLUB, INC.	10,000	70,000	10,000			-
PSB	PHILIPPINE SAVINGS BANK	3,724	216,737	3,724			-
PSE	THE PHILIPPINE STOCK EXCHANGE, INC.	6,200	1,016,800	6,200			-
PX	PHILEX MINING CORPORATION	159,000	443,610	159,000			-
PXP	PXP ENERGY CORPORATION	215,790	619,317	215,790			-
RCB	RIZAL COMMERCIAL BANKING CORP.	2,800	66,780	2,800			-
RCI	ROXAS AND COMPANY INC	32,000	87,040	32,000			-

STOCK CODE	NAME OF ISSUE	STOCK POSITION	TOTAL VALUE	POSITION	CERTIFICATE	DTL / URDT	IN-TRANSIT
RCR	RL COMMERCIAL REIT, INC.	36,100	211,185	36,100			-
RLC	ROBINSONS LAND CORP.	731,000	9,722,300	731,000			-
RLT	PHILIPPINE REALTY AND HOLDINGS CORP	250,000	30,000	250,000			-
ROCK	ROCKWELL LAND CORPORATION	30,064	45,397	30,064			-
RRHI	ROBINSONS RETAIL HOLDINGS	42,700	1,537,200	42,700			-
SCC	SEMIRARA MINING AND POWER CORP.	332,200	11,593,780	382,200			-50,000
SECB	SECURITY BANK CORPORATION	11,860	1,031,820	11,860			-
SFIP	SWIFT FOODS, INC. PREFERRED	2,222	3,733	2,222			-
SGP	SYNERGY GRID AND DEVT PHILS, INC.	368,800	3,614,240	308,800			60,000
SHLPH	PILIPINAS SHELL PETROLEUM CORP.	11,300	84,750	11,300			-
SM	SM INVESTMENTS CORPORATION	56,530	50,820,470	56,030			500
SMC	SAN MIGUEL CORPORATION	14,200	1,221,200	14,200			-
SMPH	SM PRIME HOLDINGS, INC	434,775	10,934,591	460,775			-26,000
SPNEC	SOLAR PHILIPPINES NUEVA ECUA CORP.	11,714,687	11,948,981	11,714,687			-
STR	VISTAMALLS, INC.	936,000	1,375,920	936,000			-
SUN	SUNTRUST RESORT HOLDINGS, INC.	194,000	174,600	194,000			-
TECH	CIRTEK HOLDINGS PHILS CORPORATION	4,351,000	5,743,320	4,351,000			-
TEL	P L D T INC.	4,520	5,853,400	4,470			50
TUGS	HARBOR STAR SHIPPING SERVICES, INC.	320,000	198,400	320,000			-
UBP	UNION BANK OF THE PHILIPPINES, INC.	2,200	79,200	2,200			-
UPM	UNITED PARAGON MINING CORPORATION	5,400,000	15,120	5,400,000			-
URC	UNIVERSAL ROBINA CORPORATION	46,000	3,634,000	46,000			-
VITA	VITARICH CORPORATION	2,324,000	1,254,960	2,444,000			-120,000
VLL	VISTA LAND AND LIFESCAPES, INC.	30,000	44,400	30,000			-
WIN	WELLEX INDUSTRIES, INCORPORATED	300,000	63,300	300,000			-
WPI	WATERFRONT PHILIPPINES, INC.	400,000	150,000	400,000			-
X	XURPAS INC.	20,000	3,640	20,000			-
ZHI	ZEUS HOLDINGS, INC.	38,730,000	2,788,560	38,730,000			-
	GRAND TOTAL	1,601,611,697	679,024,331	1,590,877,964	547		10,733,743

**INDEPENDENT AUDITOR'S REPORT ON  
COMPONENTS OF FINANCIAL SOUNDNESS INDICATORS**

The Stockholders and the Board of Directors  
Seedbox Securities, Inc.  
4<sup>th</sup> floor, Twin Cities Condominium, 110 Legazpi Street,  
Legazpi Village, Makati City, Metro Manila

We have audited in accordance with Philippine Standards on Auditing, the financial statements of Seedbox Securities, Inc. (the Company) as at December 31, 2024 and 2023 and for the years then ended, and have issued our report thereon dated April 30, 2025. Our audits were made for the purpose of forming an opinion on the basic financial statements taken as a whole. The Supplementary Schedule on Financial Soundness Indicators, including their definitions, formulas, calculation, and their appropriateness or usefulness to the intended users, are the responsibility of the Company's management. These financial soundness indicators are not measures of operating performance defined by Philippine Financial Reporting Standards (PFRSs) Accounting Standards and may not be comparable to similarly titled measures presented by other companies. This schedule is presented for the purpose of complying with the Revised Securities Regulation Code Rule 68 issued by the Securities and Exchange Commission and is not a required part of the basic financial statements prepared in accordance with PFRS Accounting Standards. The components of these financial soundness indicators have been traced to the Company's financial statements as at December 31, 2024 and 2023 and for the years then ended and no material exceptions were noted.

SYCIP GORRES VELAYO & CO.

*Janeth T. Nuñez-Javier*  
Janeth T. Nuñez-Javier

Partner

CPA Certificate No. 111092

Tax Identification No. 900-322-673

BOA/PRC Reg. No. 0001, April 16, 2024, valid until August 23, 2026

BIR Accreditation No. 08-001998-069-2023, October 23, 2023, valid until October 22, 2026

PTR No. 10465353, January 2, 2025, Makati City

April 30, 2025



**ANNEX 68 - E**

**SEEDBOX SECURITIES INC.  
SCHEDULE SHOWING FINANCIAL SOUNDNESS INDICATORS IN TWO COMPARATIVES  
PERIODS UNDER SRC RULE 68, AS AMENDED  
DECEMBER 31, 2024**

	<b>Formula</b>	<b>2024</b>	<b>2023</b>
Solvency and liquidity ratios:			
Current ratio	Current Assets/Current Liabilities	7.3:1	35.4:1
Debt to equity ratio	Total Liabilities/Average Equity	0.1:1	0.02:1
Quick Ratio	Liquid Assets/Current Liabilities	7.3:1	35.1:1
Asset to equity ratio	Total Assets/Average Equity	1.1	1.0
Other relevant ratios:			
RBCA ratio		87387%	71278%
Ratio of AI to NLC		16%	3%



ANNEX

**SEEDBOX SECURITIES, INC.**  
**SUPPLEMENTARY SCHEDULE OF EXTERNAL AUDITOR**  
**FEE RELATED INFORMATION**  
**AS OF DECEMBER 31, 2024**

	2024	2023
<b>Total Audit Fees (Section 2.1a)<sup>1</sup></b>	<b>₱320,000</b>	<b>₱95,000</b>
Non-audit service fees:		
Other assurance services	-	-
Tax services	-	-
All other services	-	-
<b>Total Non-audit Fees (Section 2.1b)<sup>2</sup></b>	<b>-</b>	<b>-</b>
<b>Total Audit and Non-audit fees</b>	<b>₱320,000</b>	<b>₱95,000</b>

Notes:

1) Section 2.1a: Disclose agreed fees (excluding out of pocket expenses and VAT) with the external auditor/audit firm and its network firms (as applicable) for the audit of the covered company's standalone and/or consolidated financial statements and the covered company's consolidated subsidiaries' financial statements on which the external auditor /audit firm expresses an opinion. These do not include fees for special purpose audit or review of financial statements.

2) Section 2.1b: Disclose charged or billed fees (excluding out of pocket expenses and VAT) by the external auditor/audit firm or a network firm (as applicable) for non-audit services to the covered company and its related entities over which the covered company has direct or indirect control that are consolidated in the financial statements on which the external auditor/audit firm expresses an opinion. These include other assurance services such as special purpose audit or review of financial statements.