



SECURITIES AND EXCHANGE COMMISSION

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Company Information

SEC Registration No.: 0000170669

Company Name: B.A. SECURITIES INC.

Industry Classification: J66930

Company Type: Stock Corporation

Document Information

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Company TIN: **002-826-323**

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S.E.C. Registration Number

BA SECURITIES, INC.

(Company's Full Name)

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2 8 t h S T. B G C F O R T B O N I F A C I O,

T A G U I G C I T Y

(Business Address: No. Street City / Town / Province)

BEATRICE JANE L. ANG

Contact Person

87275374

Company Telephone Number

1 2 3 1

Month Day Fiscal Year

SEC FORM 52-AR

FORM TYPE

2 0 2 5

Month Day Year Period Ended

BROKER/DEALER

Amended Articles Number/Section

7

Total No. of Stockholders

Total Amount of Borrowings

Domestic

Foreign

To be accomplished by SEC Personnel concerned

File Number

LCU

Document I.D.

Cashier

STAMPS

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BA SECURITIES, INC.
FINANCIAL STATEMENTS
DECEMBER 31, 2025

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

ANNUAL AUDITED FINANCIAL STATEMENT

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

Report of the Period Beginning January 1, 2025 to December 31, 2025

IDENTIFICATION OF BROKER OR DEALER

Name of Broker/Dealer:	BA SECURITIES, INC.
Address of Principal Place of Business:	Unit 1906 19/F PSE Tower 5th Ave., Cor., 28th St., BGC Fort Bonifacio Taguig City
Name and Phone Number of persons to Contact in Regards to this Report:	
Name: NELSON HONRUBIA	Tel. No. 8727-5374

IDENTIFICATION OF ACCOUNTANT

Name of Independent Certified Public Accountants whose opinion is contained in this report:		
Name:	TEODORO SANTAMARIA AND CO.	Tel. No. 8812-4202
Address:	Suite 2108 Cityland 10 Tower 1, 156 H.V. Dela Costa Street, Salcedo Village Makati City	
CPA Certificate Number:	83524	Valid until December 9, 2026
SEC Accreditation No.	83524-SEC	Valid until: 2025
PTR Number:	10768479	Date Issued: January 06, 2026



BA Securities, Inc.

**STATEMENT OF MANAGEMENT RESPONSIBILITY
FOR THE FINANCIAL STATEMENTS**

SECURITIES AND EXCHANGE COMMISSION

7907 Makati Avenue, Salcedo Village,
Makati City

The management of BA Securities, Inc. (the Company) is responsible for the preparation and fair presentation of the financial statements including the schedules attached therein, for the years ended December 31, 2025 and 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.

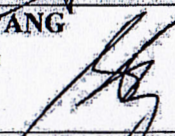
The Board of Directors is responsible for overseeing the Company's financial reporting process.

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

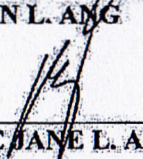
Teodoro Santamaria and Co., the independent auditors appointed by the stockholders, has audited the financial statements of the Company for 2025 and 2024, in accordance with Philippine Standards on Auditing, and in its report to the stockholders or members, has expressed its opinion on the fairness of presentation upon completion of such audit.



BIAO C. ANG
Chairman



BRYAN JAN L. ANG
President



BEATRICE JANE L. ANG
Treasurer

Signed this 30th day of April, 2026.



TEODORO SANTAMARIA AND Co.
CERTIFIED PUBLIC ACCOUNTANTS

Suite 2108 Cityland 10 Tower 1
156 H.V. Dela Costa St.
Salcedo Village 1226
Makati City, Philippines

Tel : (632) 8812 - 4202
(632) 8553 - 4845

Email: tscocpas@gmail.com

Trust Service Commitment

Supplemental Written Statement Accompanying
Report of Independent Auditors

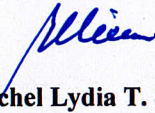
The Board of Directors and Stockholders
BA Securities, Inc.

Unit 1906, 19/F PSE Tower
5th Ave., cor. 28th St. BGC
Fort Bonifacio, Taguig City

We have audited the financial statements of **BA Securities, Inc.** for the year ended December 31, 2025, on which we have rendered the attached report dated April 30, 2026

In compliance with Revised SRC Rule 68, we are stating that the above Company has seven (7) stockholders, four (4) of whom owning one hundred (100) or more shares each.

TEODORO SANTAMARIA AND CO.



By: Rachel Lydia T. Santamaria

Partner

CPA License No. 083524

Valid until December 9, 2026

BOA/PRC Accreditation No. 5593 (Firm)

Valid until September 26, 2027

BOA/PRC Accreditation No. 5593/P-001 (Individual)

Valid until September 26, 2027

SEC Accreditation No. 5593 – SEC (Firm)

Valid until 2025 Financial Statements of SEC covered institutions

SEC Accreditation No. 83524 – SEC (Individual)

Valid until 2025 Financial Statements of SEC covered institutions

BIR A.N. 08-008055-000-2025 (Firm)

Valid until March 11, 2028

BIR A.N. 08-008055-001-2025 (Individual)

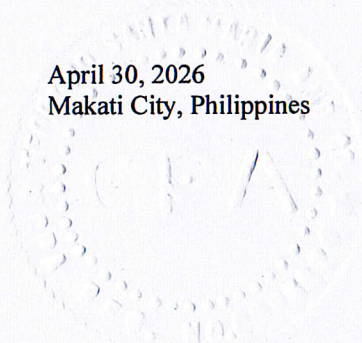
Valid until March 11, 2028

T.I.N. 102-921-088

PTR No. 10768479 / Makati City

January 06, 2026

April 30, 2026
Makati City, Philippines





TEODORO SANTAMARIA AND Co.
CERTIFIED PUBLIC ACCOUNTANTS

Suite 2108 Cityland 10 Tower 1
156 H.V. Dela Costa St.
Salcedo Village 1226
Makati City, Philippines

Tel : (632) 8812 - 4202
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Email: tscocpas@gmail.com

Trust Service Commitment

Report of Independent Auditors

The Board of Directors and Stockholders

BA Securities, Inc.

Unit 1906, 19/F PSE Tower
5th Ave., cor. 28th St. BGC
Fort Bonifacio, Taguig City

Opinion

We have audited the accompanying financial statements of **BA Securities, Inc.** (“the Company”), which comprise the statements of financial position as at **December 31, 2025 and 2024**, and the related statements of comprehensive income, statements of changes in equity, and statements of cash flows for the years then ended, and a summary of material accounting policies and other explanatory information.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Company as at December 31, 2025 and 2024, and its financial performance and its cash flows for the years then ended in accordance with Philippine Financial Reporting Standards (PFRS).

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, 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:

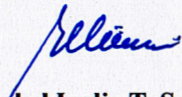
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting 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 Other Regulatory Requirements

Our audits were conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information disclosed in Note 32 of the Notes to financial statements is presented for the purpose of filing with the Bureau of Internal Revenue under Revenue Regulation No. 15-2010 and the supplementary information provided in Schedules 1 to 8 as at December 31, 2025 and for the year then ended as required by the Securities and Exchange Commission under the Revised Securities Regulation Code (SRC) Rule 68 are presented as additional analysis and are not a required part of the basic financial statements. Such supplementary information is the responsibility of the management and has been subjected to the auditing procedures applied in our audit of the basic financial statements. In our opinion, the supplementary information is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

TEODORO SANTAMARIA AND CO.



By: Rachel Lydia T. Santamaria

Partner

CPA License No. 083524

Valid until December 9, 2026

BOA/PRC Accreditation No. 5593 (Firm)

Valid until September 26, 2027

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Valid until March 11, 2028

T.I.N. 102-921-088

PTR No. 10768479 / Makati City

January 06, 2026

April 30, 2026

Makati City, Philippines

BA SECURITIES, INC.

STATEMENTS OF FINANCIAL POSITION

	Notes	December 31		Market value of securities			
		2025	2024	December 31, 2025		December 31, 2024	
		(In Philippine Peso)		Long	Short	Long	Short
<u>Assets</u>							
Current assets							
Cash and cash equivalents	7	94,197,397	74,833,337				
Receivable from customers	8	54,962,802	12,153,606	2,993,670,227		2,492,692,634	
Financial assets at FVPL	5, 10	29,634,455	28,077,732	29,634,455		28,077,732	
Prepaid income tax	29	5,865,950	4,370,365				
Total current assets		184,660,604	119,435,040				
Non-current assets							
Investment in subsidiary	12	223,140,000	223,140,000				
Investment property, net	13	140,949,608	142,648,608				
Property and equipment, net	14	2,818,357	2,738,657				
Exchange trading rights	15	919,600	919,600				
Deferred tax assets	29	4,346,646	4,500,104				
Other non-current assets	16	11,794,663	5,824,615				
Total non-current assets		383,968,874	379,771,584				
Total assets		568,629,478	499,206,624				
Securities in Vault and Philippine Central Depository, Inc. -forward-						20,234,840,985	19,407,914,514

-brought forward-

	Notes	Market value of securities					
		December 31		December 31, 2025		December 31, 2024	
		2025	2024	Long	Short	Long	Short
		(In Philippine Peso)					
Liabilities and equity							
Current liabilities							
Payable to customers	17	85,756,979	13,743,025	17,211,536,304			16,887,144,148
Payable to clearing house	17	26,039,413	10,206,325				
Security deposits	18	568,486	921,897				
Income tax payable	29	74,592	-				
Other current liabilities	19	1,721,505	465,063				
Total current liabilities		114,160,975	25,336,310				
Non-current liabilities							
Separation benefit liability	20	778,992	532,018				
Other non-current liability	19	-	22,568,326				
Total non-current liabilities		778,992	23,100,344				
Total liabilities		114,939,967	48,436,653				
Equity							
Share capital	21	200,000,000	200,000,000				
Retained earnings	22	253,689,510	250,769,971				
Total equity		453,689,510	450,769,971				
Total liabilities and equity		568,629,478	499,206,624	20,234,840,985	20,234,840,985	19,407,914,514	19,407,914,514

See accompanying notes to financial statements.

BA SECURITIES, INC.

STATEMENTS OF COMPREHENSIVE INCOME

	Notes	For the years ended December 31	
		2025	2024
(In Philippine Peso)			
Revenue			
Commission revenue	24	11,523,665	8,559,564
Dividend income	10	2,205,438	1,657,196
Realized gain/(loss) on financial assets at FVPL	10	353,664	(1,064,972)
Unrealized gain/(loss) on financial assets at FVPL	10	4,572,551	(773,605)
Reversal of credit losses	8	701,512	-
Total revenues		19,356,830	8,378,183
Direct cost	25	(9,615,206)	(9,538,285)
Gross income/(loss)		9,741,624	(1,160,101)
Operating expense	26	(10,629,441)	(11,952,670)
Loss from operation		(887,817)	(13,112,772)
Other income	27	4,209,034	4,984,802
Net income/(loss) before income tax		3,321,217	(8,127,970)
Income tax expense/(benefit)			
Current	29	-	-
Deferred	29	228,050	(2,043,602)
		228,050	(2,043,602)
Net income/(loss)		3,093,167	(6,084,368)
Other comprehensive loss		-	-
Total comprehensive income/(loss)		3,093,167	(6,084,368)

See accompanying notes to financial statements.

BA SECURITIES, INC.

STATEMENTS OF CHANGES IN EQUITY

	Share Capital Paid up	Retained Earnings		Total
	(Note 21)	Appropriated (Note 22)	Unappropriated (Note 22)	
	(In Philippine Peso)			
Balance as of January 1, 2024	200,000,000	39,229,615	217,848,432	457,078,047
Total comprehensive loss	-	-	(6,084,368)	(6,084,368)
Prior year adjustments - Tax deficiency	-	-	(223,708)	(223,708)
Balance as of December 31, 2024	200,000,000	39,229,615	211,540,356	450,769,971
Total comprehensive income	-	-	3,093,167	3,093,167
Appropriation per SRC Rule 49.1 (b)	-	309,317	(309,317)	-
Appropriation - capital expenditures	-	6,500,000	(6,500,000)	-
Prior year adjustments - Tax deficiency	-	-	(173,628)	(173,628)
Balance as of December 31, 2025	200,000,000	46,038,932	207,650,578	453,689,510

See accompanying notes of financial statements.

BA SECURITIES, INC.

STATEMENTS OF CASH FLOWS

	Notes	For the years ended December 31	
		2025	2024
		(In Philippine Peso)	
Cash flows from operating activities			
Income/(Loss) before income tax		3,321,217	(8,127,970)
Adjustments for:			
Depreciation and amortization	14, 26	1,843,209	1,868,897
(Gain)/Loss on sale of securities		(353,664)	1,064,972
Unrealized (gain)/loss in financial assets at fair value through profit or loss	10	(4,572,551)	773,605
Reversal of credit losses	8	701,512	-
Dividend income	10	(2,205,438)	(1,657,196)
Interest income	7, 27	(2,988,535)	(2,174,566)
Operating loss before working capital changes		(4,254,249)	(8,252,258)
(Increase)/Decrease in:			
Receivable from customers	8	(43,510,709)	41,272,039
Interest receivables	9	-	143,389
Financial assets at FVPL	10	3,369,492	(9,537,206)
Due from related parties	11	-	6,776,222
Increase/(Decrease) in:			
Payable to customers	17	72,013,955	(18,168,585)
Payable to clearing house	17	15,833,088	(25,346,713)
Security deposits	18	(353,411)	-
Income tax payable	29	74,592	-
Other current liabilities	19	1,256,443	(77,369)
Separation benefit liability	20	246,975	149,322
Other non-current liability	19	(22,568,326)	22,568,326
Cash generated from operations		22,107,849	9,527,166
Dividends received	10	2,205,438	1,657,196
Interest received	7, 27	2,988,535	2,174,566
Income tax paid	29	(1,743,805)	(1,418,801)
Net cash provided by operating activities		25,558,017	11,940,127
Cash flows from investing activities			
(Acquisition)/Disposal of investment property and property, plant and equipment	14	(223,910)	895,777
Additional refundable deposits	16	(5,970,047)	(306,890)
Net cash (used in)/provided by investing activities		(6,193,957)	588,887
Net increase in cash and cash equivalents		19,364,060	12,529,014
Cash and cash equivalents, January 1		74,833,337	62,304,323
Cash and cash equivalents, December 31	7	94,197,397	74,833,337

See accompanying notes to financial statements.

Note: Although non-current, the nature of other non-current liability - payable to customers are operating activities in nature, thus, lodged under cash flows from operating activities. (Note 19)

BA SECURITIES, INC.

NOTES TO FINANCIAL STATEMENTS

December 31, 2025 and 2024

(Amounts in Philippines Peso, unless otherwise stated.)

1. Corporate Information

BA Securities, Inc. (the Company) is a corporation registered with the Philippine Securities and Exchange Commission under registration number 170669 dated November 15, 1989. The Company is established primarily to carry on the business of effecting for account of others, as broker, dealer transactions relative to stocks, bonds, debentures, and other securities of any person, partnership, association, syndicate, corporation or government body, agency, or instrumentality, local or national, whether such securities be domestic, or of foreign origin, or to undertake alone or solicitation of offers for the purchase or sale of any securities issued within or without the jurisdiction of the Republic of the Philippines or to purchase, sell or otherwise deal in exchange, rights or warrants relating to stocks, bonds, debentures and other securities to commercial papers in accordance with applicable laws.

On April 16, 2010, the Company acquired 223,140 shares with a par value of P1,000 per share of BA Investment and Holdings, Inc. representing 74.38% of the capital stock of the latter.

The Company's registered address, which is also its principal place of business, is located at Suite 401-403 CLMC Bldg. 259-269 EDSA Greenhills Mandaluyong City.

2. Summary of Material Accounting Policies

Statement of Compliance

The accompanying financial statements were prepared in accordance with Philippine Financial Reporting Standards (PFRS). The term PFRS in general includes all applicable PFRS, Philippine Accounting Standards (PAS), Interpretations of the Philippine Interpretations Committee (PIC), Standing Interpretations Committee (SIC), and International Financial Reporting Standards Interpretations Committee (IFRS IC) which have been adopted by the Financial and Sustainability Reporting Standards Council (FSRSC) and approved by the Board of Accountancy (BOA) and the SEC.

Basis of Preparation

The Company has prepared the financial statements as at and for the year ended December 31, 2025 and 2024 on a going concern basis, which assumes continuity of current business activities and the realization of assets and settlements of liabilities in the ordinary course of business.

The separate financial statements have been prepared on historical cost basis, unless stated otherwise.

Historical cost is generally based on the fair value of the consideration given in exchange for goods and services.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, regardless of whether that price is directly observable or estimated using another valuation technique. In estimating the fair value of an asset or a liability, the Company takes into account the characteristics of the asset or liability if market participants would take those characteristics into account when pricing the asset or liability at the measurement date.

For financial reporting purposes, fair value measurements are categorized into Level 1, 2 or 3 based on the degree to which the inputs to the fair value measurements are observable and the significance of the inputs to the fair value measurement in its entirety; which are described as follows:

- Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the Company can access at the measurement date;
- Level 2 inputs are inputs, other than quoted prices included within Level 1, that are observable for the asset or liability, either directly or indirectly; and
- Level 3 inputs are unobservable inputs for the asset or liability.

The accompanying financial statements have been prepared on historical cost basis except for financial assets at fair value through profit or loss and the present value of the retirement benefits liability/assets, less fair value of plan assets, if any. The preparation of these financial statements in accordance with PFRS requires the use of critical accounting estimates. It also requires management to exercise judgment in applying the Company's accounting policies. The areas involving a higher degree of judgment or complexity, or areas where assumptions and estimates are significant to the financial statements are discussed in Note 3.

Functional and Presentation Currency

These financial statements are presented in Philippine Peso, the Company's functional currency and all values are in rounded to the nearest Peso, except when otherwise indicated.

Current Versus Non-Current Classification

The Company presents assets and liabilities in the statement of financial position on current/non-current classification.

An asset is current when it is:

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

All other assets are classified as non-current.

- A liability is current when:
- It is expected to be settled within a normal operating cycle;
- It is held primarily for trading;
- It is due to be settled within twelve months after the reporting period; or
- There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period.

The Company classifies all other liabilities as non-current.

Deferred tax assets and liabilities are classified as non-current assets and liabilities.

Adoption of New and Revised IFRS Accounting Standards

Effective in 2025, the Company adopted the following new and revised PFRS Accounting Standards and Interpretations that are mandatory for the annual reporting period beginning on or after 1 January 2025.

- *Amendments to IAS 21 The Effects of Changes in Foreign Exchange Rates – Lack of Exchangeability*

The Company has adopted the amendments to IAS 21 Lack of Exchangeability for the first time for the annual reporting period commencing 1 January 2025. The amendments clarify that a currency is exchangeable into another currency when an entity is able to obtain the other currency within a time frame that allows for a normal administrative delay and through a market or exchange mechanism in which an exchange transaction would take place at a measurement date and at a spot exchange rate. The adoption of these amendments did not have a material impact on the financial position or performance of the Company as of cut-off date. The amendments were applied prospectively from 1 January 2025. No adjustments to opening retained earnings were required.

- *Amendments to IAS 1 and IFRS 7 – Supplier Finance Arrangements*
Effective 1 January 2025, the Company adopted amendments to IAS 7 and IFRS 7 concerning supplier finance arrangements. These amendments require entities to provide both qualitative and quantitative disclosures about these arrangements. Disclosures have been updated to reflect the impact of these arrangements on liabilities and cash flows.
- *Other Amendments*
Amendments to the SASB standards to enhance international applicability were also adopted effective 1 January 2025 but did not significantly impact the financial statements.

New Accounting Standards Issued But Not Yet Effective

In accordance with IAS 8:30, entities must disclose information about new standards that have been issued but are not yet effective.

- *IFRS 18 Presentation and Disclosures in Financial Statements*
Issued in April 2024, IFRS 18 is effective for annual periods beginning on or after 1 January 2027, with early application permitted. It replaces IAS 1 and introduces new categories for income and expenses (operating, investing, financing) and mandates disclosure of management-defined performance measures. The Company is evaluating the potential impact of IFRS 18 on its financial statement presentation and required disclosures.
- *IFRS 19 Subsidiaries without Public Accountability: Disclosures*
IFRS 19, issued in May 2024 and effective for periods starting on or after 1 January 2027, allows eligible subsidiaries to use reduced disclosure requirements. The Company is assessing whether it qualifies for IFRS 19, which could lead to fewer disclosures in the financial statement notes.
- *Amendments to IAS 21 – Translation to a Hyperinflationary Currency (Effective 1 January 2027)*
The amendments relate to the translation of financial statements from a functional currency not subject to hyperinflation into a reporting currency that is.
- *Amendments to IFRS 9 and IFRS 7 – Classification and Measurement of Financial Instruments (Effective 1 January 2026)*
These amendments clarify the "solely payments of principal and interest" (SPPI) criterion for financial assets, particularly those with non-recourse features or ESG-linked features.

The Company is in the process of evaluating the impact of these standards and amendments but does not expect them to have a material effect on the financial statements upon adoption.

Material Accounting Policies

Cash and Cash Equivalents

Cash includes cash on hand and with 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 dates of acquisition and that are subject to an insignificant risk of changes in value.

Financial Instruments

Initial recognition and measurement

Financial assets and financial liabilities are recognized when the Company becomes a party to the contractual provisions of the instrument.

Classification

The Company classifies its financial assets at initial recognition under the following categories: (a) financial assets at fair value through profit or loss (FVPL), (b) financial assets at amortized cost and (c) financial assets at fair value through other comprehensive income (FVOCI). Financial liabilities, on the other hand, are classified as either financial liabilities at FVPL or financial liabilities at amortized cost. The classification of a financial assets largely depends on the Company's business model and its contractual cash flow characteristics.

Financial Assets and Liabilities at FVPL

Financial assets and liabilities at FVPL are either classified as held for trading or designated at FVPL.

This category includes equity instruments which the Company had not irrevocably elected to classify at FVOCI at initial recognition. This category includes debt instruments whose cash flows are not "solely for payment of principal and interest" assessed at initial recognition of the assets, or which are not held within a business model whose objective is either to collect contractual cash flows, or to both collect contractual cash flows and sell.

The Company may, at initial recognition, designate a financial asset or financial liability meeting the criteria to be classified at amortized cost or at FVOCI, as a financial asset or financial liability at FVPL, if doing so eliminates or significantly reduces accounting mismatch that would arise from measuring these assets or liabilities.

After initial recognition, financial assets at FVPL and held for trading financial liabilities are subsequently measured at fair value. Unrealized gains or losses arising from the fair valuation of financial assets at FVPL and held for trading financial liabilities are recognized in profit or loss.

For financial liabilities designated at FVPL under the fair value option, the amount of change in fair value that is attributable to changes in the credit risk of that liability is recognized in other comprehensive income (rather than in profit or loss), unless this creates an accounting mismatch. Amounts presented in other comprehensive income are not subsequently transferred to profit or loss.

As at December 31, 2025 and 2024, the Company's financial assets classified as FVPL are presented in Note 10.

Financial Assets at Amortized Cost

Financial assets shall be measured at amortized cost if both of the following conditions are met:

- the financial asset is held within a business model whose objective is to hold financial assets in order to collect contractual cash flows; and
- the contractual terms of the financial asset give rise, on specified dates, to cash flows that are solely payments of principal and interest on the principal amount outstanding.

After initial recognition, financial assets at amortized cost are subsequently measured at amortized cost using the effective interest method, less allowance for credit losses, if any. Amortized cost is calculated by taking into account any discount or premium on acquisition and fees that are an integral part of the effective interest rate. Gains and losses are recognized in profit or loss when the financial assets are derecognized and through amortization process.

As at December 31, 2025 and 2024, the Company's cash, receivables from customers, interest receivables, clearing and trade guaranty fund, refundable deposits and miscellaneous assets, included as part of "Other non-current assets", and due from related parties are classified under this category. (Notes 7, 8, 9, 16, and 11)

Financial Liabilities at Amortized Cost

Financial liabilities are categorized as financial liabilities at amortized cost when 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 to settle the obligation other than by the exchange of a fixed amount of cash or another financial asset for a fixed number of its own equity instruments.

These financial liabilities are initially recognized at fair value less any directly attributable transaction costs. After initial recognition, these financial liabilities are subsequently measured at amortized cost using the effective interest 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 effective interest rate. Gains and losses are recognized in profit or loss when the liabilities are derecognized or through the amortization process.

As at December 31, 2025 and 2024, the Company's payables to customers, payables to clearing house, other payables and due to related parties are classified under this category. (Notes 17, 19, and 11)

Reclassification

The Company reclassifies its financial assets when, and only when, it changes its business model for managing those financial assets. The reclassification is applied prospectively from the first day of the first reporting period following the change in the business model (reclassification date).

For a financial asset reclassified out of the financial assets at amortized cost category to financial assets at FVPL, any gain or loss arising from the difference between the previous amortized cost of the financial asset and fair value is recognized in profit or loss.

For a financial asset reclassified out of the financial assets at amortized cost category to financial assets at FVOCI, any gain or loss arising from a difference between the previous amortized cost of the financial asset and fair value is recognized in OCI.

For a financial asset reclassified out of the financial assets at FVPL category to financial assets at amortized cost, its fair value at the reclassification date becomes its new gross carrying amount.

For a financial asset reclassified out of the financial assets at FVOCI category to financial assets at amortized cost, any gain or loss previously recognized in OCI shall be recognize in profit or loss.

For a financial asset reclassified out of the financial assets at FVPL category to financial assets at FVOCI, its fair value at the reclassification date becomes its new gross carrying amount. Meanwhile, for a financial asset reclassified out of the financial assets at FVOCI category to financial assets at FVPL, the cumulative gain or loss previously recognized in other

comprehensive income is reclassified from equity to profit or loss as a reclassification adjustment at the reclassification date.

Impairment of Financial Assets

The Company records an allowance for “expected credit loss” (ECL). ECL is based on the difference between the contractual cash flows due in accordance with the contract and all the cash flows that the Company expects to receive. The difference is then discounted at an approximation to the asset’s original effective interest rate.

For receivables from customers, the Company has applied the provision of SRC Rule 52.1.11 and Risk Based Capital Adequacy. The Company’s Credit Losses was computed based on the classification, credit loss rate and basis specified in SRC Rule No. 52.1.11.

For debt instruments measured at amortized cost and FVOCI, the ECL is based on the 12-month ECL, which pertains to the portion of lifetime ECLs that result from default events on a financial instrument that are possible within 12 months after the reporting date. However, when there has been a significant increase in credit risk since initial recognition, the allowance will be based on the lifetime ECL. When determining whether the credit risk of a financial asset has increased significantly since initial recognition, the Company compares the risk of a default occurring on the financial instrument as at the reporting date with the risk of a default occurring on the financial instrument as at the date of initial recognition and consider reasonable and supportable information, that is available without undue cost or effort, that is indicative of significant increases in credit risk since initial recognition.

For receivables from customers, the Company has applied the provision of SRC Rule 52.1.1 and Risk Based Capital Adequacy. The Company’s Credit Losses was computed based on the classification, credit loss rate and basis specified in SRC Rule No. 52.1.11. In 2023, section 52.1.11.2 and 52.1.11.3 was amended through SEC Memorandum Circular No. 11, Series of 2023.

Derecognition of Financial Assets and Liabilities

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 right to receive cash flows from the asset has expired;
- the Company retains the right to receive cash flows from the financial 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 right to receive cash flows from the financial 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 right to receive cash flows from a financial asset or has entered into a pass-through arrangement, and has neither transferred nor retained substantially all the risks and rewards of ownership of the financial asset nor transferred control of the financial asset, the financial asset is recognized to the extent of the Company’s continuing involvement in the financial asset. Continuing involvement that takes the form of a guarantee over the transferred financial asset is measured at the lower of the original carrying amount of the financial asset and the maximum amount of consideration that the Company could be required to repay.

Financial Liabilities

A financial liability is derecognized when the obligation under the liability is discharged, cancelled or has expired. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an 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 is recognized in the statements of comprehensive income.

A modification is considered substantial if the present value of the cash flows under the new terms, including net fees paid or received and discounted using the original effective interest rate, is different by at least 10% from the discounted present value of remaining cash flows of the original liability.

The fair value of the modified financial liability is determined based on its expected cash flows, discounted using the interest rate at which the Company could raise debt with similar terms and conditions in the market. The difference between the carrying value of the original liability and fair value of the new liability is recognized in the statements of comprehensive income.

On the other hand, if the difference does not meet the 10% threshold, the original debt is not extinguished but merely modified. In such case, the carrying amount is adjusted by the costs or fees paid or received in the restructuring.

Offsetting of Financial Assets and Liabilities

Financial assets and financial liabilities are offset and the net amount reported in the statements of financial position if, and only if, there is a currently enforceable legal right to offset the recognized amounts and there is intention to settle on a net basis, or to realize the asset and settle the liability simultaneously. This is not generally the case with master netting agreements, and the related assets and liabilities are presented gross in the statements of financial position.

Prepaid Income Tax

Prepaid income tax is stated in the separate statements of financial position at cost less any portion that has already been consumed or applied to income tax liability.

Investment Property

Investment property is a property (land or building, or part of a building or both) held by the entity to earn rentals or for capital appreciation or both, rather than for use in the production or supply of goods or services or for administrative purposes, or sale in the ordinary course of business. Investment property is initially measured at cost. Subsequently, investment property is measured at cost less any accumulated depreciation and any accumulated impairment losses. Depreciation is computed using the straight-line method over the assets' estimated useful life of 20 years.

Investment property is derecognized by the Company upon its disposal or when the investment property is permanently withdrawn from use and no future economic benefits are expected from its disposal. Any gain or loss arising from derecognition of the investment property (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in profit or loss in the period in which the property is derecognized.

Property and Equipment

Property and equipment are tangible assets that are held for use in the production or supply of goods or services, for rental to others, or for administrative purposes, and are expected to be used during more than one period.

Items of property and equipment are initially measured at cost. Such cost includes purchase price and all incidental costs necessary to bring the asset to its location and condition. Subsequent to initial recognition, items of property and equipment are measured in the statement of financial position at cost less any accumulated depreciation and any accumulated impairment losses. Depreciation, which is computed on a straight-line basis, is recognized so as to allocate the cost of assets less their residual values over their estimated useful lives.

Land is not depreciated. If there is an indication that there has been a significant change in useful life or residual value of an asset, the depreciation of that asset is revised prospectively to reflect the new expectations.

When assets are sold, retired or otherwise disposed of, their costs and related accumulated depreciation and impairment losses, if any, are removed from the accounts and any resulting gain or loss is reflected in profit or loss for the period.

Intangible Assets

Intangible asset represents trading right. This is initially measured at cost and is presented in the statement of financial position at cost less accumulated amortization and any accumulated impairment losses.

Trading right is not amortized but reviewed each year to determine whether events and circumstances continue to support an indefinite useful life assessment for the asset. The Company tests the asset for impairment by comparing the carrying amount with its recoverable amount, and recognizing any excess of the carrying amount over the recoverable amount as an impairment loss.

When assets are sold, retired or otherwise disposed of, their cost and related accumulated amortization and impairment losses, if any, are removed from the accounts and any resulting gain or loss is reflected in profit or loss for the period.

Investment in Subsidiary

A subsidiary is an entity including an unincorporated entity such as partnership that is controlled by another entity known as parent. Control is the power to govern the financial and operating policies of an entity so as to obtain benefits from its activities.

Investment in subsidiary is accounted for using the cost model less any impairment costs in the separate financial statement of the Company. Under the cost model, the Company recognizes as income dividends received from investee.

Impairment of Non- Financial Assets

At each reporting date, non-financial assets are reviewed to determine whether there is any indication that those assets have suffered an impairment loss. If there is an indication of possible impairment, the recoverable amount of any affected asset (or group of related assets) is estimated and compared with its carrying amount. If estimated recoverable amount is lower, the carrying amount is reduced to its estimated recoverable amount, and an impairment loss is recognized immediately in profit and loss.

If an impairment loss subsequently reverses, the carrying amount of the asset is increased to the revised estimate of its recoverable amount, but not to exceed the amount that would have been determined had no impairment loss been recognized for the asset in prior years. A reversal of an impairment loss is recognized immediately in profit and loss.

Other Current Liabilities

Other current liabilities include government taxes payable and statutory payables. These are presented in the statements of financial position at undiscounted amounts.

Share Capital

Share capital represents the total par value of the ordinary shares issued.

Equity instruments are measured at the fair value of the cash or other consideration received or receivable, net of the direct costs of issuing the equity instruments.

The difference between the consideration received and the par value of the shares issued is credited to share premium.

Retained Earnings

Retained earnings include income earned in current and prior periods net of any dividend declaration, effects of changes in accounting policy and prior period adjustments.

Revenue

Revenue recognition

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the amount of revenue can be measured reliably. Revenue is measured by reference to the fair value of consideration received or receivable excluding discounts, returns and sales taxes. Revenue is recognized either at a point in time or over a period of time.

Commission

Revenue is recognized at a point in time when trade deals are confirmed. This is computed based on an agreed flat rate for every transaction.

Dividend Income

Dividend income is recognized when the Company's rights to receive payment have been established, provided that it is probable that the economic benefits will flow to the Company and the amount of income can be measured reliably.

Gain (loss) on financial assets

Income (loss) is recognized when the ownership of the securities is transferred to the buyer (at an amount equal to the excess of selling price over the carrying amount of securities) and as a result of year-end mark-to-mark valuation of securities at FVPL.

Rental Income

Rental revenue arising from operating leases on investment property is accounted for on a straight-line basis over the lease term. Any contingent rental revenue is recognized when it arises.

Other Income

Other income is recognized when earned.

Interest Income

Interest income represent income on bank deposits. Interest income is recognized in profit and loss as it accrues, using the effective interest method.

Expenses

Expenses are decreases in economic benefits in the form of decreases in assets or increase in liabilities that result in decreases in equity, other than those relating to distributions to equity participants. Expenses are generally recognized when the services are received or when the expenses are incurred.

Direct costs

Direct costs are expenses incurred that are associated with services rendered which includes salaries and employee benefits and other expenses directly associated with the cost of service.

Operating expenses

This account includes selling and general & administrative expenses. Selling expenses pertain to cost of marketing and distribution of goods to customers. General & administrative expenses represent expenses such as management fees and professional fees and other costs that cannot be associated directly to the services rendered.

Finance costs

Finance costs include interest and other charges related to borrowing arrangements.

Finance costs that are directly attributable to the acquisition, construction or production of qualifying assets are added to the cost of the assets until such time as the assets are substantially ready for their intended use or sale. Qualifying assets are assets that necessarily take a substantial period of time to get ready for their intended use or sale.

Investment income earned on the temporary investment of specific borrowings pending their expenditure on qualifying assets is deducted from the borrowing costs eligible for capitalization.

All other finance costs are recognized in profit or loss in the period in which they are incurred.

Income Tax

Income tax expense includes current tax expense and deferred tax expense. The current tax expense is based on taxable profit for the year. Deferred tax is recognized on the differences between the carrying amounts of assets and liabilities in the separate financial statements and their corresponding tax bases.

Deferred tax liabilities are recognized for all temporary differences that are expected to increase taxable profit in the future. Deferred tax assets are recognized for all temporary differences that are expected to reduce taxable profit in the future, and any net operating loss carry over (NOLCO) or excess of minimum corporate income tax (MCIT) over the regular corporate income tax (RCIT). The net carrying amount of deferred tax asset is reviewed at each reporting date and any adjustments are recognized in profit or loss.

Deferred tax is calculated at the tax rates that are expected to apply to the taxable profit on the basis of tax rates that have been enacted or substantively enacted by the end of the reporting period.

Employee Benefits

Short-term benefits

Short-term benefits given by the Company to its employees include salaries and wages, compensated absences, 13th month pay, employer share contributions and other de minimis benefits, among others.

These are recognized as expenses in the period the employees render services to the Company.

Termination Benefits

The Company provides separation benefits equivalent to one-half month's salary (defined to include the following 15 days' salary based on the latest salary rate, cash equivalent of five (5) days of service incentive leave and one-twelfth (1/12) of the 13th month pay).

Retirement Benefits

The Company does not have a formal retirement benefit plan. The Company is not covered by RA 7641 since it has less than ten (10) employees.

Related Parties

Related party relationship exists when one party has the ability to control, directly, or indirectly through one or more intermediaries, the other party' or exercises 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 major shareholders. In considering each possible related party relationship, attention is directed to the substance of the relationship, and not merely the legal form.

Leases

A lease is a contract that conveys the right to use an identified asset for a period of time in exchange for a consideration.

Determination as to whether a contract is, or contains, a lease is made at the inception of the lease. Accordingly, the Company assesses whether the contract meets three key evaluations which are:

- the contract contains an identified asset, which is either explicitly identified in the contract or implicitly specified by being identified at the time the asset is made available to the lessee;
- the lessee has the right to obtain substantially all of the economic benefits from use of the identified asset throughout the period of use, considering its rights within the defined scope of the contract; and,
- the lessee has the right to direct the use of the identified asset throughout the period of use. The lessee assesses whether it has the right to direct 'how and for what purpose' the asset is used throughout the period of use.

Company as Lessee

At lease commencement date, the Company recognizes a right-of-use asset and a lease liability in the separate statement of financial position. The lease liability is initially measured at the present value of the lease payments, discounted using the interest rate implicit in the lease if that rate is readily available or the Company's incremental borrowing rate. Lease payments include fixed payments (including in-substance fixed), variable lease payments based on an index or rate, amounts expected to be payable under a residual value guarantee and payments arising from options (either renewal or termination) reasonably certain to be exercised. Subsequent to initial measurement, the liability is increased for interest incurred and reduced for lease payments made.

The right-of-use asset is initially measured at the amount of lease liability adjusted for any initial direct costs incurred by the lessee, an estimate of any costs to dismantle and remove the asset at the end of the lease, and any lease payments made in advance of the lease commencement date (net of any incentives received). Subsequently, the Company depreciates the right-of-use asset on a straight-line basis from the lease commencement date to the end of the lease term. The Company also assesses the right-of-use asset for impairment when such indicators exist.

The Company has elected to account for short-term leases and leases of low-value assets using the practical expedients. Instead of recognizing a right-of-use asset and lease liability, the payments in relation to these are recognized as an expense in profit or loss on a straight-line basis over the lease term.

Company as Lessor

Leases wherein the Company substantially transfers to the lessee all risks and benefits incidental to ownership of the leased items are classified as finance leases and are presented as receivable at an amount equal to the Company's net investment in the lease. Finance income is recognized based on the pattern reflecting a constant periodic rate of return on the Company's net investment outstanding in respect of the finance lease.

Leases which do not transfer to the lessee substantially all the risks and benefits of ownership of the asset are classified as operating leases. Lease income from operating leases is recognized as income in the separate statement of comprehensive income on a straight-line basis over the lease term.

Foreign Currency Transaction

Foreign currency transactions are initially recognized using the spot rate of exchange at the date of the transaction. Monetary assets and liabilities that are denominated in foreign currency are translated into the functional currency using the closing rate as of the reporting date. Gains and losses arising from foreign currency transactions and remeasurement of monetary assets and liabilities are recognized immediately in profit and loss.

Provisions and Contingencies

Provisions are recognized only when the Company has a present obligation as a result of past event and it is probable that the Company will be required to transfer economic benefits in settlement; and the amount of provision can be estimated reliably.

Contingent assets and liabilities are not recognized in the separate financial statements.

Changes in Accounting Policies, Change in Accounting Estimates and Correction of Prior Period Errors

The Company applies changes in accounting policy if the change is required by the accounting standards or in order to provide reliable and more relevant information about the effects of transactions, other events or conditions on the Company's separate financial statements. Changes in accounting policy brought about by new accounting standards are accounted for in accordance with the specific transitional provision of the standards. All other changes in accounting policy are accounted for retrospectively.

Changes in accounting estimates is recognized prospectively by reflecting it in the profit and loss in the period of the change if the change affects that period only or the period of the change and future periods if the change affects both.

Prior period errors are omissions from, and misstatements in, the Company's separate financial statements for one or more prior periods arising from a failure to use, or misuse of, reliable information that was available when separate financial statements for those periods were authorized for issue and could reasonably be expected to have been obtained and taken into account in the preparation and presentation of those separate financial statements.

To the extent practicable, the Company corrects a material prior period error retrospectively in the first separate financial statements authorized for issue after its discovery by restating the comparative amounts for the prior period(s) presented in which the error occurred, or if the error occurred before the earliest prior period presented, restating the opening balances of assets, liabilities and equity for period presented.

When it is impracticable to determine the period-specific effects of an error on comparative information for one or more prior periods presented, the Company restates the opening balances of assets, liabilities and equity for the earliest period for which retrospective restatement is practicable.

Subsequent Events

Subsequent events that provide additional information about conditions existing at period end (adjusting events) are recognized in the separate financial statements. Subsequent events that provide additional information about conditions existing after period end (non-adjusting events) are disclosed in the notes to the separate financial statements.

3. Significant Accounting Judgments and Estimates

The preparation of the separate financial statements in accordance with Philippine Financial Reporting Standards requires the Company to make estimates and assumptions that affect the amounts reported in the separate financial statements and accompanying notes. Future events may occur which will cause the assumptions used in arriving at the estimates to change. The effects of changes in estimates will be reflected in the separate financial statements as they become reasonably determinable.

Judgment

In the process of applying the Company's accounting policies, management has made the following judgments, apart from those involving estimations, which have the most significant effect on the amounts recognized in the separate financial statements:

Assessment of Impairment of Nonfinancial Assets

The Company determines whether there are indicators of impairment of the Company's nonfinancial assets. Indicators of impairment include significant change in usage, decline in the asset's fair value or underperformance relative to expected historical or projected future results. Determining the fair value requires the determination of future cash flows and future economic benefits expected to be generated from the continued use and ultimate disposition of such assets. It requires the Company to make estimates and assumptions that can materially affect the financial statements. Future events could be used by management to conclude that these assets are impaired. Any resulting impairment loss could have a material adverse impact on the Company's financial position and financial performance. The preparation of the estimated future cash flows and economic benefits involves significant judgments and estimation.

No impairment loss was recognized in the Company's separate financial statements in either 2025 or 2024.

Estimates

The following are the key assumptions concerning the future, and other key sources of estimation uncertainty at the end of the reporting period, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next reporting period:

Estimation of Allowance for Credit Losses

The measurement of the allowance for Credit Losses on financial assets at amortized cost and at FVOCI (debt instruments) is an area that requires the use of significant assumptions about the future economic conditions and credit behavior (e.g., likelihood of customers defaulting and the resulting losses). Explanation of the inputs, assumptions and estimation used in measuring Credit Losses is further detailed in Note 8.

Estimating useful lives of property and equipment

The Company estimates the useful lives of its property and equipment based on the period over which these assets are expected to be available for use. The estimated useful lives of these assets and residual values are reviewed, and adjusted if appropriate, only if there is a significant change in the asset or how it is used.

The following estimated useful lives are used in depreciating the property and equipment:

Particulars	Useful Lives
Office Equipment	2-3 years
Transportation Equipment	5 years
Condominium and improvements	15 years

Estimating Employee's Benefits

In computing the employee's separation benefit, management made the assumptions that all current employees entitled to such benefit will stay in the office and no retrospective benefit will be implemented by the government. Management believes that the assumptions used in computing the employees' separation benefit are reasonable. (Note 20)

Determination of Realizable Amount of Deferred Tax Assets

The Company reviews its deferred tax assets at the end of each reporting period and reduces the carrying amount to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be utilized. Management assessed that the deferred tax assets recognized as at December 31, 2025 and 2024 will be fully utilized in the coming years. The carrying value of deferred tax assets as of those dates is disclosed in Note 29.

4. Financial Risk Management Objectives and Policies

The Company is exposed to a variety of financial risks which result from both its operating and investing activities. The Company's risk management is coordinated with the Board of Directors, and focuses on actively securing the Company's short-to-medium term cash flows by minimizing the exposure to financial markets. Long-term financial investments are managed to generate lasting returns.

The Company's risk management policies are established to identify and analyze the risks faced by the Company, to set appropriate risk limits and controls, and to monitor risks and adherence to limits. Risk management policies and systems are reviewed regularly to reflect changes in market conditions and the Company's business activities. The Company, through its training and management standards and procedures, aims to develop a disciplined and constructive control environment in which all employees understand their roles and obligations.

The most significant financial risks to which the Company is exposed to are described below:

Market Risk

The Company is exposed to market risk through its use of financial instruments and specifically to foreign currency risk, interest rate risk and certain other price risk which result from both its operating, investing and financing activities.

A. Foreign Currency Risk

Most transactions of the Company are denominated in Philippine peso, its functional currency. As at December 31, 2025 and 2024, the management determined that the Company's foreign currency risk is insignificant, however, to mitigate exposure, the Company monitors its dollar deposit and keeps the amount of deposit at minimum level

B. Price Risk

The Company's market price risk arises from its investments carried at fair value (i.e., financial assets classified as financial assets at FVPL). The Company manages exposures to price risk by monitoring the changes in the market price of the investments and at some extent, diversifying the investment portfolio in accordance with the limit set by management.

C. Interest Rate Risk

The Company's exposure to the risk for changes in interest rates relates primarily to the Company's bank accounts. As at December 31, 2025 and 2024, these amounted to P94,197,397 and P74,831,837, respectively. The Company's exposure to changes in interest rates is not significant.

Credit Risk

Credit risk is the risk that a counterparty may fail to discharge an obligation to the Company. The Company is exposed to this risk for various financial instruments arising from selling services to customers including related parties and placing deposits with banks.

The Company continuously monitors defaults of customers and other counterparties, identified either individually or by group, and incorporate this information into its credit risk controls. The Company's policy is to deal only with creditworthy counterparties. In addition, for a significant proportion of sales, advance payments are received to mitigate credit risk.

Accordingly, the Company's exposure to bad debts is not significant. With respect to credit risk arising from other financial assets of the Company, which comprise cash, clearing trade and guaranty fund, miscellaneous assets and refundable deposits, the Company's exposure to credit risk arises from default of the counterparty, with a maximum exposure equal to the carrying amount of these instruments. The Company limits its exposure to credit risks by depositing its cash only with financial institutions duly evaluated and approved by the BOD. The Company's exposure on clearing trade and guaranty fund, miscellaneous assets and refundable deposits is minimal since no default in payments were made by the counterparties.

The Company's receivable from customers related to unsecured and partially secured account is actively monitored to avoid significant concentrations of credit risk. A substantial portion of the Company's receivable from customers is secured by shares of stocks listed and traded in the PSE and lodged with Philippine Depository and Trust Corporation (PDTC) under the account of the Company.

The table below is an analysis of receivables from customers is as follows:

2025

Counterparty	Balance	Collateral (Net of haircut)	Counterparty exposure (after collateral)	Allowance for credit losses	Net exposure
T to T+1	54,608,761	27,578,483	27,030,278	-	27,030,278
T+2 to T+12	261,612	1,755,000	(1,493,388)	5,232	256,380
T+13 to T+30	1,932	-	1,932	966	966
Beyond T+30	5,092,193	-	5,092,193	4,995,497	96,696
	59,964,498	29,333,483	30,631,015	5,001,696	27,384,320

2024

Counterparty	Balance	Collateral (Net of haircut)	Counterparty exposure (after collateral)	Allowance for credit losses	Net exposure
T to T+1	12,055,373	9,575,288	2,480,085	-	-
T+2 to T+12	53,111	1,579,726,708	(1,579,673,597)	1,062	-
T+13 to T+30	-	-	-	-	-
Beyond T+30	5,748,329	32,224,305	(26,475,976)	5,702,146	-
	17,856,814	1,621,526,301	(1,603,669,487)	5,703,208	-

The Company continuously monitors defaults of customers and other counterparties, identified either individually or by group, and incorporate this information into its credit risk controls. The Company trades only with recognized and creditworthy third parties. It is the Company's policy that all customers are subject to credit verification procedures.

In respect of receivable from customers and clearing house, the Company is not exposed to any significant credit risk exposure to any single counterparty or any group of counterparties having similar characteristics.

The maximum credit risk exposure of financial assets is the carrying amount of the financial assets as shown in the separate statements of financial position.

The table below shows the maximum exposure to credit risk for the components of the separate statements of financial position. The maximum exposure is shown at gross amount, without taking into account collateral and other credit enhancement.

	Notes	2025	2024
Cash and cash equivalents	7	94,197,397	74,831,837
Receivable from customers and clearing house	8	54,962,802	12,153,606
Clearing and trade guaranty fund	16	5,297,442	5,200,549
Refundable deposits and miscellaneous assets	16	6,272,671	624,066
Total		160,730,312	92,810,058

*Cash exclude petty cash fund amounting to nil in 2025 and P1,500 2024.

None of the Company's financial assets are secured by collateral or other credit enhancements, except for cash and receivables from customers as described below.

(a) Cash

The credit risk for cash is considered negligible, since the counterparties are reputable banks with high quality external credit ratings. Included in the cash are cash in banks which are insured by the Philippine Deposit Insurance Corporation up to a maximum coverage of P500,000 for every depositor per banking institution.

(b) Receivables from Customers

The Company trades only with recognized and credit worthy third parties. In accordance with RBCA requirements, limits are imposed to avoid large exposures to a single client or counterparty, single debt issue and single equity issue relative to a particular issuer company and its group of companies. As a result, maximum credit risk, without taking into account the fair value of any collateral and netting agreements, is limited to the amounts in the separate statements of financial position.

A substantial portion of the Company's Receivable from Customers is secured by shares of stocks (Note 8).

The Company applies the provision of SRC Rules 52.1.1 1 and Risk Based Capital Adequacy in measuring Credit Losses.

For Year 2025 (after issuance of SEC Memorandum Circular No. 11, Series of 2023)

To measure the credit losses, receivables were classified based on the provision of SRC Rule No. 52.1.1.2 as follows:

Classification

T+0 to T+1
T+2 to T+12
T+13 to T+30
T+31 up

The credit loss rates are based on the provision of SRC Rule No. 52.1.1 1.3 as follows:

<u>Classification</u>	<u>Provision</u>	<u>Base</u>
T+0 to T+0 to T+1	0	Total Receivables (TR)
T+2 to T+2 to T+12	2%	TR
T+13 to T+13 to T+30	50%	TR less collateral (net of haircut)
T+31 up	100%	TR less collateral (net of haircut)

The credit loss was computed by getting, for each doubtful account an amount equivalent to the provision of the amount outstanding net of collateral (net of haircut). Basis for the computation would be the individual accounts.

(c) Interest receivable, due from related parties, clearing and trade guaranty fund, refundable deposit and miscellaneous asset

The credit risk for interest receivable, due from related party, clearing and trade guaranty fund and refundable deposits are considered negligible because the collectability of contractual cash flows expected from these financial instruments is reasonably assured.

Liquidity Risk

Liquidity risk is generally defined as the current and prospective risk to earnings or capital arising from the Company's inability to meet its obligation when they come due without recurring unacceptable losses or costs.

The Company manages its liquidity needs by carefully monitoring cash inflows and cash outflows due in day-to-day business. Liquidity needs are monitored in various time bands, on a day-to-day and week-to-week basis, as well as on the basis of rolling 30-day projection. Long-term liquidity needs for a 6-month and one-year period are identified monthly.

The Company maintains cash to meet its liquidity requirements for up to 60-day periods. Excess cash are normally invested in short-term placements. Funding for long-term liquidity needs could be sourced through available credit facilities.

Company's payable to customers are normally settled within two (2) days both in 2025 and 2024. Other payables are normally settled within one (1) year after reporting date.

The following table presents the maturity profile of the Company's financial liabilities as at December 31, 2025 and 2024 based on contractual undiscounted payments.

2025	Within 3 months	3 to 6 months	6 months to 1 year	2 to 5 years	Total
Payable to customers	85,756,979	-	-	-	85,756,979
Due to clearing house	26,039,413	-	-	-	26,039,413
Security deposit	-	-	568,486	-	568,486
	111,796,392	-	568,486	-	112,364,878

2024	Within 3 months	3 to 6 months	6 months to 1 year	2 to 5 years	Total
Payable to customers	13,743,025	-	-	-	13,743,025
Due to clearing house	10,206,325	-	-	-	10,206,325
Security deposit	-	-	921,897	-	921,897
	23,949,350	-	921,897	-	24,871,247

5. Categories and Fair Values of Financial Assets and Liabilities

The fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction in the principal (or most advantageous) market at the measurement date under the current market condition regardless of whether the price is directly observable or estimated using another valuation technique.

Comparison of Carrying Values and Fair Values

The carrying amounts and fair values of the categories of assets and liabilities presented in the statements of financial position are shown below

	Notes	2025		2024	
		Carrying values	Fair values	Carrying values	Fair values
Financial assets					
Cash and cash equivalents	7	94,197,397	94,197,397	74,833,337	74,833,337
Receivable from customers	8	54,962,802	54,962,802	12,153,606	12,153,606
Investment property, net	13	140,949,608	140,949,608	142,648,608	142,648,608
Clearing trade and guaranty fund	16	5,297,442	5,297,442	5,200,549	5,200,549
Refundable deposits and miscellaneous assets	16	6,272,671	6,272,671	624,066	624,066
Sub-total		301,679,920	301,679,920	235,460,166	235,460,166
Financial assets at FVPL	10	29,634,455	29,634,455	28,077,732	28,077,732
Total		331,314,375	331,314,375	263,537,898	263,537,898
Other financial liabilities					
Payable to customers	17	85,756,979	85,756,979	13,743,025	13,743,025
Payable to clearing house	17	26,039,413	26,039,413	10,206,325	10,206,325
Security deposits	18	568,486	568,486	921,897	921,897
		112,364,878	112,364,878	24,871,247	24,871,247

Management considers that the carrying amounts recognized in the statement of financial position to be reasonable estimates of the fair values of cash and cash equivalents, receivable from customers and clearing house, interest receivables, due from related parties, investment property, clearing trade and guaranty fund, refundable deposits and miscellaneous assets, payable to customers and clearing house, payables to non-customers and other current liabilities because of their short period term.

The fair value of financial assets at FVPL are based on the quoted market price in the PSE as at December 31, 2025 and 2024 or on the last trading day of the year.

Fair Value Hierarchy Measurements

The table below presents the hierarchy of fair value measurements used by the Company:

	Level 1	Level 2	Level 3	Total
December 31, 2025				
Financial assets at FVPL	29,634,455			29,634,455
December 31, 2024				
Financial assets at FVPL	28,077,732	-	-	28,077,732

The different levels have been defined as follows:

- Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities;
- Level 2: inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (as prices) or indirectly (derived from prices); and
- Level 3: inputs for the asset or liability that are not based on observable market data (unobservable input).

There was no transfer of financial instruments between levels 1, 2 and 3 in 2025 and 2024.

Offsetting of Financial Assets and Financial Liabilities

The following financial assets and financial liabilities with net amount presented in the separate statements of financial position are subject to offsetting, enforceable matter netting arrangements and similar arrangements:

	Gross amounts recognized in the separate statements of financial positions		Net amounts presented in separate statements of financial position
	Financial assets	Financial liabilities	
December 31, 2025			
Payable to clearing house	-	(26,039,413)	(26,039,413)
December 31, 2024			
Payable to clearing house	-	(10,206,325)	(10,206,325)

6. Capital Management Objectives, Policies and Procedures

The Company's objective in managing capital is to ensure that a stable capital base is maintained in accordance with industry regulations while maintaining investor, creditor, and market confidence to sustain the future development of the business.

The Company's BOD has the overall responsibility for monitoring capital proportion to risks. The Associated Person designated by the Company monitors compliance with minimum capital requirements imposed by PSE and SEC.

The Company, being a broker/dealer in securities, is regulated by PSE and SEC and subject to the following capital requirement in accordance with the Securities Regulatory Commission (SRC).

The gearing ratio is calculated as net debt divided by total capital. Net debt is calculated as borrowings plus trade and other payables less cash and cash equivalents. Total capital is calculated as equity plus net debt.

	2025	2024
Net debt	19,963,578	(26,928,701)
Net equity	453,689,510	450,769,971
Total capital	473,653,089	423,841,270
Gearing ratio	4.21%	-6.35%

The Company manages its capital structure and makes adjustments to it as changes in economic conditions arise.

Minimum Capital Requirement

On December 30, 2003, the SEC passed the Amended Implementing Rules and Regulations (IRR) of the SRC effective February 28, 2004. Significant changes include, among others, revisions in the terms and conditions for registration and subsequent renewal of license applicable to both exchange trading participants and non-exchange broker dealers as follows: (a) to allow a net capital of P2,500,000 or 2.5% of aggregate indebtedness, whichever is higher, for broker dealers dealing only in proprietary shares and not holding securities, (b) to allow the

SEC to set a different net capital requirement for those authorized to use the risk-based capital adequacy model, and (c) to require unimpaired paid-up capital of P100,000,000 for broker dealers firms and will participate in a registered clearing agency; P10,000,000 plus a surety bond for existing broker dealers not engaged in market making transactions; and P2,500,000 for broker dealing only in proprietary shares and not holding securities. The Company posted a surety bond amounting P12,000,000 in compliance with the Amended IRR of the SRC Rule 28.1.

On May 28, 2009, the Securities and Exchange Commission (“SEC”) approved Memorandum Circular No. 2009-0316 or Rules Governing Trading Rights and Trading Participants, Art. III, Sec. 8(c). The guidelines states that “Trading Participants shall have a minimum unimpaired paid-up capital, as defined by the SEC of Twenty Million Pesos (P20,000,000) effective December 31, 2009. Provided further that effective December 31, 2010 and onwards, the minimum unimpaired paid-up capital shall be Thirty Million Pesos (P30,000,000).”

On April 15, 2010, PSE issued Memorandum Circular No.2010-0158 or Deferment of the Rule on Minimum Unimpaired Paid-up Capital for Trading Participants previously set to take effect on December 31, 2010.

On October 22, 2010, SEC approved Memorandum Circular No. 2010-0494 or Deferment on the Minimum Unimpaired Paid-up Capital for Trading Participants (TPs). The Memo states that “TPs with Unimpaired Paid-up Capital (“UPC”) falling below Thirty Million pesos (P30,000,000) shall post surety bond amounting to Ten Million (P10,000,000) for the period covering 1 January 2011 to 31 December 2011 until securities held and controlled by the TPs shall be recorded under the name of the individual clients in the books of the Transfer Agent.” The deferral granted by the Commission is effective only for the period January 2011 until December 31, 2011. However, on November 8, 2010, the Commission has adopted SEC Resolution No. 489, series of 2010 stating the effectivity of the deferment from 01 January 2011 until 30 November 2011. Hence, all TPs must have complied with the Thirty Million UPC requirement by December 2011.

The Company is in compliance with the minimum unimpaired paid-up capital as at December 31, 2025 and 2024.

On November 11, 2004, the SEC approved Memorandum Circular No. 16, which provides the guidelines on the adoption in the Philippines of the Risk Based Capital Adequacy (RBCA) Framework for all registered brokers dealers in accordance with SRC. These guidelines cover the following: (a) position or market risk, (b) credit risks such as counter party, settlement, large exposure, and margin financing risks, and (c) operational risk. Among others, the RBCA rules provide for specific guidelines on the treatment of new subordinated loan agreements and investment in PSE shares. The Circular provides for a transition period from net capital to RBCA until November 30, 2005. During the transition period, the broker dealer is required to comply with the continuing reportorial requirements if the SRC and its IRR, including the RBCA rules. Starting December 1, 2005, every broker dealer is expected to comply with all the requirements of the RBCA rules. The first filing of the RBCA report, postposition, shall reflect the computed RBCA ratio as of December 31, 2005.

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 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 120% and a net liquid capital (NLC) of at least P5.0 million or five percent (5%) of its aggregate indebtedness, whichever is higher. Also, the aggregate indebtedness (AI) of every stockbroker should not exceed two thousand percent (2,000%) of its NLC. In the event that the minimum RBCA ratio of 120% or the minimum NLC is breached, the Company shall immediately cease doing business as a broker and shall notify the PSE and SEC.

The RBCA of the Company as of December 31, 2025 and 2024 are as follows:

	2025	2024
Equity eligible for net liquid capital	449,342,864	446,269,867
Less: Ineligible assets	385,737,247	379,641,845
Total	63,605,618	66,628,022
Position risks	10,697,189	9,855,523
Operational risks	4,915,463	6,496,599
Counterparty risks	5,473,418	-
Large exposure risks	-	-
Total Risk Capital Requirement	21,086,070	16,352,121
AI	114,939,967	48,436,653
5% of AI	5,746,998	2,421,833
Required NLC	5,746,998	2,421,833
Net Risk-Based Capital Excess	57,858,619	64,206,189
Ratio of AI to NLC	181%	73%
RBCA Ratio	302%	407%

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

Ineligible Asset

This pertains to fixed assets and assets which cannot be readily converted into cash.

Operational Risk Requirement

The amount required to cover a level of operational 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, risk of fraud, operational or settlement failure and storage of liquid resources, or from external events.

Position Risk Requirement

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

Counterparty Risk Requirement

The amount necessary to accommodate a given level of risk of a counterparty defaulting on its financial obligation to a broker dealer.

Large Exposure Risk

It is a risk to which a broker dealer is exposed to a single equity security or single issuer group. This is the maximum permissible large exposure and calculated as a percentage of core equity. The Company has a Large Exposure relative to its particular issuer company amounted to nil both in 2025 and 2024 which is not beyond the maximum permissible large exposure.

Aggregate Indebtedness

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 which no equivalent value is paid or credited (other than market value of margin securities borrowed from customer and margin securities borrowed from non-customer), customers' and non-customers' free credit balances, and credit balances in customers' and non-customers' account having short position in securities subject to the exclusions provided in the said SEC Memorandum.

As at December 31, 2025 and 2024, the Company is in compliance with the RBCA ratios, Net Liquid Capital (NLC), Total Risk Capital Requirement, and Ratio of AI to NLC, and other ratios required under the RBCA rule.

7. Cash and Cash Equivalents

Cash and cash equivalents consist of:

	2025	2024
Cash in bank	30,578,158	16,537,571
Cash on hand	-	1,500
Special reserve account	63,619,239	11,364,271
Cash equivalents	-	46,929,994
Total	94,197,397	74,833,337

Cash in bank generally earns interest at rates based on daily bank deposit rates. Interest income recognized in the Separate Statement of Comprehensive Income amounted to P2,988,535 in 2025 and P2,174,566 in 2024. (Note 27)

In compliance with Securities Regulation Code (SRC) Rule 49.2-1, the Company maintains a special reserve account with Banco de Oro for the exclusive benefit of its customers. The Company's reserve requirement is determined on SEC's prescribed computations. As of December 31, 2025, and 2024, the Company's reserve accounts are adequate to cover its reserve requirements.

8. Receivable from Customers and Clearing House

This account consists of:

	2025	2024
Receivable from customers and clearing house		
Receivable from customers	59,964,498	17,856,814
Less: Allowance for credit losses	(5,001,696)	(5,703,208)
	54,962,802	12,153,606
Receivable from clearing house	-	-
Total	54,962,802	12,153,606

Receivable from customers and clearing house are usually due within two days from transaction date and do not bear any interest. These are subject to credit risks exposure.

Receivable from clearing house pertains to the Company's receivable from Securities Clearing Corporation of the Philippines (SCCP). "Receivable from clearing house" arises when total

selling transactions, i.e. shares of stock sold by customers exceeds total buying transactions within the last two trading days of the year.

The security values of the debit balance of customers' account follow:

Ratio of Market Value of securities to Debit Balance	2025		2024	
	Debit Balances	Market Value of Securities	Debit Balances	Market Value of Securities
Fully secured accounts:				
250% or more	17,848,714	2,956,898,813	99,966	2,480,484,810
200% to 250%	-	-	-	-
150% to 200%	-	-	12,054,592	12,207,620
100% to 150%	100	104	-	-
	17,848,814	2,956,898,917	12,154,558	2,492,692,430
Partially secured accounts:				
Less than 100%	36,856,767	36,771,310	7,903	204
Unsecured	5,258,916	-	5,694,354	-
	42,115,684	36,771,310	5,702,256	204
Total	59,964,498	2,993,670,227	17,856,814	2,492,692,634
Allowance for impairment	(5,001,696)	-	(5,703,208)	-
	54,962,802	2,993,670,227	12,153,606	2,492,692,634

Receivables from customers are due within two (2) business days after the consummation of the transactions.

Included in this customer account are the Company's outstanding receivables from margin account amounting to P4,994,585 and P5,698,956 in 2025 and 2024, respectively. An interest rate of 7.5% per annum is charged. Interest earned from these margin accounts amounts to nil in 2025 and P1,190,142 in 2024 (Note 27).

None of the Company's receivables from customers have been pledged as collateral to any loan. Allowance for credit losses on receivables from customers is computed using the formula provided by the SRC Rule No. 52.1.11 which forms part of the Risk-Based Capital Adequacy (RBCA) Report (Note 6).

Movements of the allowance for credit losses follow:

	2025	2024
Balance, January 1	5,703,208	6,256,259
Recovery for credit losses	(701,512)	(553,051)
Balance, December 31	5,001,696	5,703,208

The table below shows the aging of receivables as of December 31, 2025 and 2024, respectively:

	2025	2024
0 to 2 days	54,608,761	12,055,373
3 to 13 days	261,612	53,111
14 days	1,932	-
Past due	5,092,193	5,748,329
Total	59,964,498	17,856,814

9. Interest Receivables

This account pertains to accrued interest on the Company's short-term investments on time deposit amounted to nil both in 2025 and 2024 (Note 7).

10. Financial Assets

Financial assets at fair value through profit or loss

This account consists of:

	2025	2024
Equities in PHISIX	69	2,880,072
Equities outside PHISIX	29,634,386	25,197,660
	29,634,455	28,077,732

Reconciliation of the carrying amount of financial assets at FVPL follows:

	2025	2024
Balance, January 1	28,077,732	20,379,103
Additions	23,830,949	22,673,274
Disposals	(26,846,778)	(14,201,040)
Fair value adjustments	4,572,551	(773,605)
Balance, December 31	29,634,455	28,077,732

Financial assets at FVPL represents equity securities held for trading. Fair values are based on the quoted market price at the PSE as at December 31, 2025 and 2024 or on the last trading day of each year.

Reconciliation of cost to fair value follows:

	2025	2024
Cost	24,586,501	27,602,329
Fair value adjustment	5,047,954	475,403
Fair value	29,634,455	28,077,732

Dividend income on financial assets at FVPL amounted to P2,205,438 and P1,657,196 in 2025 and 2024, respectively. This is presented as separate line item in the separate statements of comprehensive income.

The Company recognizes gains and losses on sale of financial assets at FVPL amounting to gain of P353,664 and loss of P1,064,972 in 2025 and 2024, respectively.

The change in fair value of financial assets at fair value through profit or loss recognized amounted to gain of P4,572,551 and loss of P773,605 in 2025 and 2024, respectively.

These are presented as separate line item under revenues in the separate statements of comprehensive income.

Financial assets at FVPL represents the Company's investment in equity securities (120,000 PSE shares) being traded at the Philippine Stock Exchange and is carried at fair value. Fair value is based on the quoted market price at the PSE as at December 31, 2025 and 2024 or on the last trading day of the year.

11. Due from Related Parties

The Company, in the normal course of business, has transactions with related parties. Presented below was the specific relationship, amount of transaction, account balances, terms and conditions and the nature of the consideration to be provided in settlement.

2025

Nature of relationship	Nature of transaction	Amount (Current transaction)	Outstanding balance	Terms	Conditions
Subsidiary	Buying	3,508,966	-		
	Selling	18,468	-	2	4
Shareholders and related interests	Buying	15,460	-		
	Selling	-	-	2	4
Due from:					
Affiliates	Advances	-	-	1	3
Due to:					
Affiliates	Payment	9,498	-	1	3

2024

Nature of relationship	Nature of transaction	Amount (Current transaction)	Outstanding balance	Terms	Conditions
Subsidiary	Buying	2,277,274	-		
	Selling	7,529	-	2	4
Shareholders and related interests	Buying	-	-		
	Selling	23,524,957	-	2	4
Due from:					
Affiliates	Advances	-	-	1	3
Due to:					
Affiliates	Payment	-	-	1	3

(1) Non-interest bearing, payable in cash, no schedule repayments terms.

(2) Non-interest bearing, payable in cash.

(3) Unsecured.

(4) Secured by equity securities.

Cash Advances

The Company obtains advances and grants advances from/to affiliates for working capital purposes. Outstanding balance of advances to related parties are presented in Due from related parties (other current-asset) and Due to related parties account in the separate statements of financial position.

Buying and Selling Transaction

In the ordinary course of business, the Company acts as broker to certain shareholders. Under the Company's policy, these transactions are made substantially on the same terms as with other businesses of comparable risks. In 2025 and 2024, the Company's outstanding receivable is presented as part of Receivables from Customers in the separate statement of financial position.

Key Management Compensation

The compensation of key management paid by the Company as salaries and management fees amounted to nil both in 2025 and 2024, respectively.

12. Investment in Subsidiary

This account consists of investment in the equity shares of subsidiary which are carried at cost as follows:

Subsidiary	Principal activity	Ownership interest	2025		2024	
			Shares	Amount	Shares	Amount
BA Investment and Holdings, Inc.	Investment house	74.38%	223,140	223,140,000	223,140	223,140,000

The following summarizes the financial information related to investment in subsidiary.

	2025	2024
Current assets	126,064,514	243,276,477
Non-current assets	354,613,254	235,862,420
Current liabilities	318	-
Non-current liabilities	-	-
Net assets	480,678,086	479,138,897
Other income	4,303,784	13,248,780
Net income/(loss) for the year	1,536,553	8,733,990
Other comprehensive income/(loss) for the year	-	-
Total comprehensive income/(loss) for the year	1,536,553	8,733,990

No dividend income was received from the subsidiary in 2025 and 2024.

13. Investment Property, Net

Investment property consists of:

- a. Land located at Cambridge Circle, North Forbes Park, Makati City with an area of 1,180 sqm acquired at a cost of P123,174,540.

- b. Two (2) office condominium units identified as Unit no. 1514, (with parking slot No. B3-008) and Unit No. 1608 (with parking slot No. B3-154), located at the 15th and 16th Floors, respectively, of The Ayala Triangle Tower I, Ayala Avenue, Makati City with floor area of around 97 sqm and 92 sqm, respectively. The condominium units were acquired by way of assignment from shareholders in 2010 at market values of P7,381,000 and P7,001,000, respectively.
- c. Condominium unit at Philippine Stock Exchange Building in BGC acquired in November 2016. This consists of 121.3 sqm. acquired at P16,103,805.

The changes in the carrying amounts of investment property presented in the separate financial position are summarized below:

2025	Land	Condominium unit	Total
Cost			
January 1	123,174,540	37,476,548	160,651,088
Additions	-	-	-
Disposals	-	-	-
December 31	123,174,540	37,476,548	160,651,088
Accumulated depreciation			
January 1	-	18,002,480	18,002,480
Depreciation expense	-	1,699,000	1,699,000
Disposals	-	-	-
December 31	-	19,701,480	19,701,480
Carrying amount	123,174,540	17,775,068	140,949,608

2024	Land	Condominium unit	Total
Cost			
January 1	123,174,540	37,476,548	160,651,088
Additions	-	-	-
Disposals	-	-	-
December 31	123,174,540	37,476,548	160,651,088
Accumulated depreciation			
January 1	-	16,303,480	16,303,480
Depreciation expense	-	1,699,000	1,699,000
Disposals	-	-	-
December 31	-	18,002,480	18,002,480
Carrying amount	123,174,540	19,474,068	142,648,608

Rental income earned from investment property amounted to P1,104,000 both in 2025 and 2024, respectively (Note 27).

The estimated fair value of the investment properties as of December 31, 2025 and 2024 amounted to P791,270,500 based on the current selling price of comparable properties.

None of the Company's investment property were pledged as collateral to any loan or liability.

The Company intends to sell the land in the future. Hence, it is not generating income.

14. Property and Equipment, Net

A reconciliation of the carrying amounts at the beginning and end of December 31, 2025 and 2024, of property and equipment is shown below:

	Land	Condominium and improvements	Transportation equipment	Office equipments	Total
Cost					
January 1, 2024	3,380,371	12,026,745	15,857,170	4,769,404	36,033,690
Addition/s	-	-	-	34,223	34,223
Disposal/s	(930,000)	-	-	-	(930,000)
December 31, 2024	2,450,371	12,026,745	15,857,170	4,803,627	35,137,913
Addition/s	-	-	-	223,910	223,910
Disposal/s	-	-	-	-	-
December 31, 2025	2,450,371	12,026,745	15,857,170	5,027,537	35,361,823
Accumulated depreciation					
January 1, 2024	-	12,026,745	15,831,301	4,371,314	32,229,360
Depreciation	-	-	25,868	144,028	169,896
December 31, 2024	-	12,026,745	15,857,169	4,515,342	32,399,256
Depreciation	-	-	-	144,209	144,209
December 31, 2025	-	12,026,745	15,857,169	4,659,551	32,543,466
Net book value, 2025	2,450,371	-	1	367,986	2,818,357
Net book value, 2024	2,450,371	-	1	288,285	2,738,657

A reconciliation of the carrying amounts at the beginning and end of December 31, 2025 and 2024, of property and equipment is shown below:

The Company's land consists of: one (1) residential lot at Cainta, Rizal with 300sqm. and four (4) residential lots located at Dasmariñas, Cavite with 400sqm.

As of December 31, 2025, and 2024, management believes that there is no impairment loss on its property and equipment.

The amount of depreciation is presented in the separate statements of comprehensive income under the operating expenses (Note 26).

15. Intangible Assets

Trading right represents the Company's privilege in trading securities in the PSE floor. In compliance with Section 8, Article III of the Amended By-Laws of the Exchange, the Company's trading right (previously the exchange membership seat) is pledged at its full value to the PSE to secure the payments of all debts due to the Exchange and to other trading participants of the Exchange arising out of or in connection with the present or future contracts relating to securities and in compliance with Section 7, Article II of the Rules Governing Trading Rights and Trading Participants, to secure the payment of all debts and claims due to the clients of the Company, the Government, the Exchange and the other trading participants of the Exchange and to the Securities Clearing Corporation of the Philippines.

The carrying amount of trading rights is P919,600 as of December 31, 2025 and 2024. The latest transacted price for the sale of trading rights in the PSE was P7,700,000 (P8,000,000 in 2024) as approved by the PSE Board of Directors on September 17, 2025. Considering that the market value is more than the carrying amount; no impairment loss shall be recognized for this account.

16. Other Non-Current Assets

This account consists of:

	2025	2024
Clearing and trade guaranty fund	5,297,442	5,200,549
Refundable deposits	6,212,671	564,066
Input tax	224,549	-
Miscellaneous assets	60,000	60,000
Total	11,794,663	5,824,615

Clearing and Trade Guaranty Fund (CTGF) pertains to fund established, maintained by Securities Clearing Corporation of the Philippines (SCCP), for the purpose of covering failed trades due to member's illiquidity and/or insolvency. This is refundable upon cessation of the Company's business and/or termination of the Company's membership with SCCP.

Refundable deposits are made for the faithful performance of the provisions of the lease agreements and shall cover possible damages to the leased property. These are refundable at the end of the service agreement.

17. Payable to Customers and Clearing House

This account consists of:

	2025	2024
Payable to customers	85,449,450	11,686,585
Dividends payable - Customers	307,530	2,056,440
Total	85,756,979	13,743,025

Details of payable to customers are as follows:

	2025		2024	
Ratio of Market Value of securities to Debit Balance	Credit Balances	Market Value of Securities	Credit Balances	Market Value of Securities
Free				
with money balances	85,449,450	4,036,549,852	11,686,585	7,191,456,524
with zero balances	-	13,174,986,452	-	9,695,687,624
	85,449,450	17,211,536,304	11,686,585	16,887,144,148
Payable to clearing house	26,039,413	-	10,206,325	-
	111,488,862	17,211,536,304	21,892,910	16,887,144,148

Payables to customers and clearing house are usually due within 2 days and 31 days from transaction date and do not bear any interest.

Payable to clearing house pertains to the Company's payable to Securities Clearing Corporation of the Philippines (SCCP). "Payable to clearing house" arises when total buying transactions exceeds total selling transactions, i.e. shares of stock sold by customers within the last two trading days of the year.

18. Security Deposits

This account represents deposits for the faithful performance of each covenant of the lease contract. This account amounted to P568,486 in 2025 and P921,897 in 2024. These deposits are refundable at the end of each lease agreements, net of any charges for unpaid utilities or repairs of leased property, if any. (Note 27)

19. Other Current Liabilities and Non-Current Liability

Other current liability consists of the following:

	2025	2024
Due to BIR	294,345	263,288
Clearing house fee payable	557,177	112,767
Statutory payable	196,986	89,008
Central depository fee payable	592,997	-
Salary loans payable	80,000	-
	1,721,505	465,063

Clearing house fees payable pertains to transaction fees on selling and buying of stocks. Central depository fees pertain to the amount paid to Philippine Depository & Trust Corp (PDTC) for the depository maintenance fee of stock certificate and also for the process of upliftment and lodgments.

Due to BIR consists of obligations to Bureau of Internal Revenue such as final taxes, stock transaction taxes, withholding taxes and value added tax.

Statutory payable consists of statutory obligations to government agencies such as Social Security System, Philippine Health Insurance Corporation and Home Development Mutual Fund.

Non-Current Liability

The Company reported non-current liability amounting to nil in 2025 and P22,568,326 in 2024, respectively. The balance pertains to refundable deposits for future transactions received from customers that are expected to be refunded beyond twelve (12) months from the reporting date.

Supplemental note to cash flows statement: Although non-current, the nature of the account pertains to future transactions with customers. Thus, the movement of the account was classified under operating activities in the Statements of Cash Flows.

20. Separation Benefits

The Company recognized separation benefits based on its policy of entitlement for those who have been with the Company for five (5) years regardless of age. The amount is computed equivalent to one-half month's salary (defined to include the following 15 days' salary based on the latest salary rate, cash equivalent of five (5) days of service incentive leave and one-twelfth (1/12) of the 13th month pay).

Movement of separation benefit liability follows:

	2025	2024
Balance, January 1	532,018	382,696
Provision for separation benefit	246,975	149,322
Balance, December 31	778,992	532,018

21. Share Capital

The Company is authorized to issue Two Million (2,000,000) ordinary shares with par value of one hundred pesos (P100) per share. As of December 31, 2025 and 2024 this is fully subscribed and paid up.

As at December 31, 2025 and 2024, the Company's total subscribed and issued and outstanding capital stock is owned by seven (7) shareholders. Four (4) shareholders owned more than 100 shares.

A reconciliation of the outstanding share capital at the beginning and end of December 31, 2025 and 2024 is shown below:

The details of the Company's share capital are shown below, thus:

	2025	2024
Authorized - par value, P100 per share:		
2,000,000 shares	<u>P200,000,000</u>	
Issued and paid up		
2,000,000 shares	200,000,000	200,000,000

Minimum Capital Requirement

In a meeting held on October 21, 2010, the SEC issued Resolution No. 489 and 492 granting the deferment of the P30,000,000 unimpaired paid-in capital requirement of Trading Participants effective January 1, 2011 until November 30, 2011 provided that Trading Participants with Unimpaired Paid-up Capital falling below P30,000,000 shall post a surety bond amounting to P30,000,000 on top of the surety bond of P12,000,000 in compliance with

SRC Rule 28.1 for the same period until securities held and controlled by the Trading Participant shall be recorded under the name of the individual clients in the books of the Transfer Agent or in the sub-account with the Philippine Depository and Trust Corporation at the option of the client. Compliance with the requirement is a condition for the renewal of the Broker Dealer license for the period covering January 1, 2011 to December 31, 2013.

In compliance with Section 2 of D, Article VII of the amended Market Regulation Rules, which was approved by the Securities and Exchange Commission on September 8, 2009, effective November 1, 2009, the surety bond, shall be Ten Million Pesos (P10,000,000) for Brokers and Two Million Pesos (P2,000,000) for Dealers.

Securing the surety bond is no longer required to the Company since its paid-up capital is already P200,000,000.

Based on SEC Memorandum Circular No. 16 dated November 11, 2004, starting December 1, 2005, every broker dealer is expected to comply with all the requirements of the Risk-Based Capital Adequacy (RBCA) rules. As of December 31, 2005, the RCBA report is prepared based on the guidelines which cover the following risks: (a) position of market risks, (b) credit risks such as counterparty, settlement, large exposure, and margin financing risks, and (c) operation risk.

On August 8, 2023, the SEC approved amendments to the 2015 Implementing Rules and Regulations of the Securities Regulation Code (the "2015 SRC Rules") and SEC Memorandum Circular (MC) No. 16, series of 2004, relative to the settlement cycle from T+3 to T+2.

The Company monitors capital on the basis of RBCA Ratio and Net Liquid Capital (NLC). RBCA requirement is the minimum level of capital that has to be maintained by firms which are licensed, or securing a broker dealer license, taking into consideration the firm's size, complexity and business risk. RBC ratio is the quotient of the NLC and the sum of the requirements for operation risk, credit risk, and position or market risk.

NLC, on the other hand, represents the equity eligible for NLC adjusted for non-allowable current and non-current assets as described under the Circular.

In order to maintain or adjust the capital structure, the Company may adjust the amount of dividends paid to shareholders, issue new shares or sell assets to reduce debt.

Under the guidelines set-out by the SEC, all registered brokers dealers should maintain the following RBCA and NLC requirements:

- A. RBCA ratio of greater than or equal to 1.1;

As at December 31, 2025 and 2024, the Company's RBCA ratio of 3.02 and 4.07, respectively, is in compliance with the minimum capital requirement set out by the RBCA framework.

- B. NLC should be at least P5,000,000 or 5% of aggregate indebtedness, whichever is higher;
- C. A dealer who deals only with proprietary shares and does not keep shares in its custody shall maintain a NLC of P2,500,000 or 2.5% of aggregate indebtedness, whichever is higher,
- D. No broker dealer shall permit its aggregate indebtedness to exceed 2,000% of its NLC.

The Company's NLC amount to P63,605,618 and P66,628,022 as of December 31, 2025 and 2024, respectively, which is more than 5% of the Company's aggregate indebtedness. As of

December 31, 2025 and 2024, the Company is in compliant with items A to D as prescribed by Securities and Exchange Commission (SEC).

On May 28, 2009, the SEC approved PSE's Rules Governing Trading Rights and Trading Participants which provides among other the following provisions:

- a. Trading participants should have a minimum unimpaired paid-up capital (defined as the trading participant's total paid up capital less any deficiency in the retained earnings account) of P20,000,000 effective December 31, 2009, provided further that effective December 31, 2010 and onwards, the minimum unimpaired paid-up capital shall be P30,000,000; and
- b. Each trading participant shall pledge its trading right to the extent of its full value to secure the payment of all debts and claims due to the trading participant, the government, PSE and to other trading participants of the PSE and to the Securities Clearing Corporation of the Philippines.

On August 8, 2023, the SEC approved amendments to the 2015 Implementing Rules and Regulations of the Securities Regulation Code (the "2015 SRC Rules") and SEC Memorandum Circular (MC) No. 16, series of 2004, relative to the settlement cycle from T+3 to T+2.

As at December 31, 2025 and 2024, the Company is in compliance with PSE's Rules Governing Trading Rights and Trading Participants.

22. Retained Earnings

As mentioned in Note 6, the Securities and Exchange Commission on November 11, 2004 has issued SEC memorandum Circular No. 16, Series of 2004 which approved the adoption of RBCA for Broker Dealers. Rule 49.1 (B) "Reserve Fund" of the RBCA. This provides that (1) every Broker Dealer shall annually appropriate a certain minimum percentage of its audited profit after tax and transfer the same to the Appropriated Retained Earnings account. Appropriation shall be 30%, 20%, 10% of profit after tax for broker dealers with unimpaired paid-up capital between P10,000,000 to 30,000,000, between P30,000,000 to 50,000,000 and above P50,000,000 respectively, (2) the amount appropriated shall not be available for payment of dividends, (3) where in any financial year the Broker Dealer's paid up capital is impaired, the Broker Dealer is required to transfer from Appropriated Retained Earnings to the capital account an amount equivalent to the impairment, such amount so transferred out shall not be available for payment of dividend, (4) consistent with the general usage under SRC Rule 28.1 (E) (v), the term "Unimpaired Paid Up Capital" shall refer to the firm's Total Paid Up Capital less any deficiency in the Retained Earnings account, (5) a Broker Dealer may submit to the Commission for approval its own capital build up plan in lieu of the requirements of this provision, (6) notwithstanding the requirements of this section, the Commission may prescribe a different capital build up plan for all Broker Dealers, specifically those incurring net losses during the period, which may include the programmed infusion of fresh capital.

In compliance with the above circular, the Company appropriated retained earnings amounted to P309,317 and nil in 2025 and 2024, respectively. As of December 31, 2025, the Company appropriated retained earnings amounted to P6,500,000 to be used exclusively for the planned acquisition and upgrade of computer systems and renovation and improvement. Moreover, the remaining appropriated retained earnings amounting to P39,538,932 in 2025 and the entire appropriated retained earnings amounting to P39,229,615 in 2024 pertains solely to compliance with the said regulatory requirement. The Company is in compliance with the SRC Rule 49.1(B).

Retained earnings amounting to P6,500,000 were appropriated for the planned acquisition and upgrade of computer systems and the renovation of the office area occupied by BA Securities, Inc. in CLMC building. The appropriation is intended to fund capital expenditures related to information technology infrastructure improvements and office facility enhancements to support the Company's operations.

23. Earnings/(Loss) Per Share

The computation of earnings per share follows:

	2025	2024
Net profit/(loss)	3,093,167	(6,084,368)
Weighted average number of shares		
Issued and outstanding	2,000,000	2,000,000
Earnings/(loss) per share	1.55	(3.04)

24. Commission Revenue

The Company earns commission revenue through stocks transaction, this amounts to P11,523,665 in 2025 and P8,559,564 in 2024.

25. Direct Costs

Details of the Company's direct costs are as follows:

	2025	2024
Salaries and wages	3,924,725	3,151,148
Commission	2,205,077	1,556,631
Stock exchange dues and fees	2,042,717	1,897,384
SSS, PHIC, HDMF Contributions	523,582	680,232
Central depository fees	275,222	1,813,220
Retirement expense	246,975	-
Utilities	223,145	225,958
Postage, telephone and communication	90,548	75,760
Office supplies	83,216	137,951
Total	9,615,206	9,538,285

26. Operating Expenses

The breakdown of this account is as follows:

	Note	2025	2024
Management fees		2,281,768	2,050,478
Depreciation expense	14	1,843,209	1,868,897
Transportation and travel		1,119,723	1,265,318
Professional fees		846,833	736,861
Donations		650,000	1,500,000
Representation expense		558,955	2,403,337
Taxes and licenses	32	597,959	117,605
Repairs and maintenance		51,149	349,866
Insurance expense		13,864	14,153
Subscription and periodicals		12,800	14,911
Bank charges		7,500	-
Meeting and conferences		3,125	3,500
Fines and penalties		29,286	566,466
Advertising and promotions		-	5,702
Miscellaneous		2,613,269	1,055,577
Total		10,629,441	11,952,670

27. Other Income

This account consists of the following:

	Notes	2025	2024
Interest income	7, 8	2,988,535	3,364,708
Rent income		1,104,000	1,104,000
Unrealized gain on foreign exchange		-	166,780
Miscellaneous income		116,499	349,314
Total		4,209,034	4,984,802

Interest income is broken down as follows:

	Notes	2025	2024
Interest income from cash in bank	7	2,988,535	2,174,566
Interest income from margin accounts	8	-	1,190,142
Total		2,988,535	3,364,708

Lease Agreements

Company as lessor

The Company entered into lease agreements with HYUNDAI CORPORATION for an office space in Makati City. The lease term is for a period of two (2) years commencing on June 14, 2024 to June 13, 2026, renewable by agreement of both parties.

The Company recognized income from rental of space amounted to P1,104,000 for the year ended December 31, 2025 and 2024.

The Company requires deposits for the lease agreement. This amounts to P568,486 and P921,897 as of December 31, 2025 and 2024, respectively and presented under security deposit in the separate statements of financial position (Note 18).

The lease agreement between Philippine Union Realty Development Corp. (PURDC) and the Company ended in July 31, 2022. Effective August 1, 2022, with the mutual agreement of the common shareholders of both parties, PURDC allows the company the use of its previous office space for free until further notice.

28. Retirement Benefits

This account is broken down as follows:

	2025	2024
Short - term employee benefits	3,677,751	3,423,867
Post - employment benefit	246,975	149,322
Total	3,924,725	3,573,188

The Company does not have a formal retirement benefit plan. The Company is not covered by RA 7641 since it has less than ten (10) employees.

Employee benefits are charged to the following expense:

2025	Direct cost	Operating expense	Total
Short - term employee benefits	3,677,751	-	3,677,751
Post - employment benefit	246,975	-	246,975
Total	3,924,725	-	3,924,725

2024	Direct cost	Operating expense	Total
Short - term employee benefits	3,423,867	-	3,423,867
Post - employment benefit	149,322	-	149,322
Total	3,573,188	-	3,573,188

29. Income Taxes

Income tax expense consists of the following:

	2025	2024
Current	-	-
Changes in tax rates	-	-
Regular corporate income tax (RCIT)	-	-
Deferred:		
Unrealized (loss)/gain on financial assets at FVPL	1,767,642	197,241
NOLCO	(1,611,531)	(2,245,041)
Separation benefit	(61,744)	(37,329)
Reversal of credit losses	175,378	138,263
Unrealized foreign exchange gain	(41,695)	(96,735)
Total deferred tax	228,050	(2,043,602)
Total	228,050	(2,043,602)

A reconciliation income tax on pretax income computed at the applicable statutory rates to income tax expense reported in the Statement of comprehensive income is as follows:

	2025	2024
Income/(loss) before income tax	830,304	(2,031,993)
Tax effect of:		
Non-taxable income		
Dividend income	(551,359)	(414,299)
Unrealized foreign exchange gain	-	(41,695)
Unrealized market gain	(1,143,138)	-
Interest income	(747,134)	(434,913)
Reversal of credit losses	(175,378)	-
Adjustment	1,839,581	-
	(777,428)	(890,907)
Non-deductible expenses		
Retirement expense	61,744	-
Unrealized market loss	-	193,401
Unallowable representation expense	110,930	579,435
Penalty	2,500.00	13,750
Adjustment	-	92,711
	175,173	879,298
Total	228,050	(2,043,602)

Validity of NOLCO is as follows

Year Incurred	Validity	Amount	Applied this year	Applied previous year	Expired	Net operating loss (Unapplied)	Deferred Tax Asset
2025	2028	6,446,125	-	-	-	6,446,125	1,611,531
2024	2027	8,980,166	-	-	-	8,980,166	2,245,041
2023	2026	599,595	-	-	-	599,595	149,898.75
		15,426,291	-	-	-	16,025,886	4,006,472

As provided by BIR Revenue Regulations No. 25-2020 (Section 4) dated September 30, 2020, the business or enterprise which incurred net operating loss for taxable years 2020 and 2021 shall be allowed to carry over the same as a deduction from its gross income for the next five (5) consecutive taxable years immediately following the year of such loss. The net operating loss for said taxable years may be carried over as a deduction even after the expiration of RA No. 11494 provided the same are claimed within the next five (5) consecutive taxable years immediately following the year of such loss.

Under the National Internal Revenue Code (NIRC) of 1977, the income tax liability of Corporations shall be the higher between RCIT and the Minimum Corporate Income Tax (MCIT). MCIT is computed at 2% of the modified gross income. Any excess of the MCIT over the RCIT is deferred and can be used as a tax credit against future income tax liability for the next three years.

Validity of MCIT follows:

Year Incurred	Validity	Amount	Applied this year	Applied previous year	Expired	Unapplied
2025	2028	74,592	-	-	-	74,592
2024	2027	33,295	-	-	-	33,295
2023	2026	49,104	-	-	-	49,104
		156,991	-	-	-	156,991

Deferred Income Tax Assets

The component of deferred income tax assets follows:

	2025			
	Balance at the beginning of year	Charged to OCI	Charged to P/L	Balance at the end of the year
<u>Deferred tax assets</u>				
Allowance for credit losses	1,425,802	-	(175,378)	1,250,424
NOLCO	2,394,940	1,611,531	-	4,006,472
MCIT	82,399	74,592	-	156,991
FVPL	505,653	-	(1,767,642)	(1,261,989)
Unrealized gain on foreign exchange	(41,695)	41,695	-	-
Separation benefit	133,004	61,744	-	194,748
Deferred tax assets	4,500,104	1,789,562	(1,943,020)	4,346,646

2024				
	Balance at the beginning of year	Charged to OCI	Charged to P/L	Balance at the end of the year
<u>Deferred tax assets</u>				
Allowance for credit losses	1,564,065	-	(138,263)	1,425,802
NOLCO	149,899	-	2,245,041	2,394,940
MCIT	49,104	33,295	-	82,399
FVPL	702,894	-	(197,241)	505,653
Unrealized gain on foreign exchange	(138,430)	-	96,735	(41,695)
Separation benefit	95,675	-	37,329	133,004
Deferred tax assets	2,423,207	33,295	2,043,602	4,500,104

Prepaid income tax pertains to tax payments of previous years that can be used as tax credit for future income tax liability.

Income tax payable amounted to P74,592 in 2025 and nil in 2024.

30. Related Party Transactions

Selling and Buying of Equity Securities

Certain shareholders and officers of the Company buy and sell equity securities in the Company. The transactions for 2025 and 2024 are summarized as follows:

	2025	2024
Selling	-	-
Buying	-	23,524,957

All charges and expenses related with the selling and buying of equity securities of related parties were treated as non-related party transactions.

Key Management Personnel Compensation

The key management personnel of the Company do not receive compensation. The Company's Executive Vice President received management fees of P 2,281,768 in 2025 and P2,050,478 in 2024.

31. Approval of Financial Statements

The financial statements of the Company for the year ended December 31, 2025 were authorized for issue by the Board of Directors on April 30, 2026.

32. Supplementary Information Required by the Bureau of Internal Revenue

Revenue Regulations No. 15-2010

The following information on taxes, duties and license fees paid or accrued during the year is presented for the purposes of filing with the Bureau of Internal Revenue and is not a required part of the basic financial statements.

Value-Added Tax

		Output tax		
		2025	2024	
Vatable sales	9,479,287	12%	1,137,514	986,746
Sales to government	2,495,501	12%	299,460	172,881
Output VAT for the year	11,974,787		1,436,974	1,159,628
		Input tax		
		2025	2024	
Balance, January 31		385,931		
Sale to government		129,230	-	
Purchase of capital goods	12%	-	78,687	
Domestic purchases of goods other than capital goods	617,184	12%	74,062	420,794
Domestic purchases of services	12%	-	146,744	
Importation of Goods	12%	-	-	
Input VAT for the year	617,184		589,223	646,226
Payments during the year		721,341	441,367	
Creditable Withholding VAT		126,410	72,034	
Applied against VAT payable			-	
Balance, December 31		-	-	

Withholding Taxes

	2025	2024
Tax withheld by the company on:		
Compensation	161,334	124,021
Expanded	495,484	363,129
	656,818	487,150

Taxes and Licenses

	Date paid	O.R Number	2025	2024
Municipal license	various	various	117,032	68,954
Documentary stamp	various	various	980	1,721
Real property tax	various	various	3,680	8,417
SEC license renewal/salesman	various	various	43,824	35,488
Others	various	various	432,443	3,026
Total			597,959	117,605

The Company received a Letter of Authority (LOA No. eLA202300038647) dated September 11, 2024 and (LOA No. eLA202200041091) dated November 15, 2023 from the Bureau of Internal Revenue for the examination of its books of accounts and accounting records for all internal revenue taxes for the period covered January 1, 2023 to December 31, 2023 and January 1, 2022 and December 31, 2022, respectively. The Company paid the tax deficiency for the year December 31, 2023, amounting to P1,499,599 in 2025 and for the year December 31, 2022, amounting to P499,995 in 2024.

As of the year ended December 31, 2025, the Company has no pending tax assessment and litigation.

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BA SECURITIES, INC.

**STATEMENT OF CHANGES IN LIABILITIES
SUBORDINATED TO CLAIMS OF GENERAL CREDITORS
DECEMBER 31, 2025**

There are no subordinated liabilities to claims of general creditors and no changes were presented as required under Rules 49.1.2 and 52.1.5 of the Securities Regulation Code.

Schedule 1

BA SECURITIES, INC.
RISK-BASED CAPITAL ADEQUACY WORKSHEET
December 31, 2025

Assets	568,629,478
Liabilities	114,939,967
Equity as per books	453,689,510
Adjustments to Equity per books	
Add (Deduct):	
Allowance for market decline	
Subordinated Liabilities	
Unrealized Gain / (Loss) in proprietary accounts	
Deferred Income Tax	(4,346,646)
Revaluation Reserves	
Deposit for Future Stock Subscription (No application with SEC)	
Minority Interest	
Total Adjustments to Equity per books	(4,346,646)
Equity Eligible For Net Liquid Capital	449,342,864
Contingencies and Guarantees	
Deduct: Contingent Liability	
Guarantees or indemnities	
Ineligible Assets	
a. Trading Right and all Other Intangible Assets (net)	919,600
b. Intercompany Receivables	123,174,540
c. Fixed Assets, net of accumulated and excluding those used as collateral	20,593,425
d. All Other Current Assets	16,105,028
e. Securities Not Readily Marketable	223,140,000
f. Negative Exposure (SCCP)	24,519
g. Notes Receivable (non-trade related)	
h. Interest and Dividends Receivables outstanding for more than 30 days	
i. Ineligible Insurance claims	
j. Ineligible Deposits	
k. Short Security Differences	
l. Long Security Differences not resolved prior to sale	
m. Other Assets including Equity Investment in PSE	1,780,135
Total ineligible assets	385,737,247
Net Liquid Capital (NLC)	63,605,618
Less:	
Operational Risk Req (Schedule ORR-1)	4,915,463
Position Risk Req (Schedule PRR-1)	10,697,189
Counterparty Risk (Schedule CRR-1 and detailed schedules)	5,473,418
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)	
Total Risk Capital Requirement (TRCR)	21,086,070
Net RBCA Margin (NLC-TRCR)	42,519,548
Liabilities	114,939,967
Add: Deposit for Future Stock Subscription (No application with SEC)	
Less: Exclusions from Aggregate Indebtedness	
Subordinated Liabilities	
Loans secured by securities	
Loans secured by fixed assets	
Others	
Total adjustments to AI	
Aggregate Indebtedness	114,939,967
5% of Aggregate Indebtedness	5,746,998
Required Net Liquid Capital (> of 5% of AI or P5M)	5,000,000
Net Risk-based Capital Excess / (Deficiency)	57,858,619
Ratio of AI to Net Liquid Capital	181%
RBCA Ratio (NLC / TRCR)	302%

BA SECURITIES, INC.

**INFORMATION RELATING TO THE POSSESSION OR CONTROL
REQUIREMENTS UNDER SRC RULE 49.2 ANNEX 49.2 - A
DECEMBER 31, 2025**

Customers' fully paid securities and excess margin securities not in the broker's or dealer's possession or control as of the report date but for which the required action was not taken by respondent within the time frame specified under SRC Rule 49.2 and 52.1.5:

Market Valuation	N/A
Number of items	N/A

Customers' fully paid securities and excess margin securities for which instructions to reduce to possession or control had not been issued as part of the report date, excluding items arising from "temporary lags which result from normal business operations" as permitted under Annex F of Rule 52.1-5:

Market Valuation	N/A
Number of items	N/A

BA SECURITIES, INC.

**COMPUTATION FOR DETERMINATION OF RESERVE REQUIREMENTS
UNDER ANNEX G OF RULE 49.2 ANNEX 49.2 – B
DECEMBER 31, 2025**

	CREDITS	DEBITS
Free credit balances and other credit peso balances in customer's security account	₱ 60,810,617	
Customers' securities failed to receive	47,241,731	
Debit balances in customers cash or margin accounts excluding unsecured accounts doubtful of collection		54,051,479
	-	
TOTALS	₱ 108,052,348	₱ 54,051,479
Excess of credit balances over debit balances		54,000,869
Required Reserve		-
"Special Reserved Bank Account"		63,619,228

BA 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, 2025**

During the current year audit, no material inadequacies were found to exist or found to have existed since the date of the previous audit.

BA SECURITIES, INC.

**RESULTS OF MONTHLY SECURITIES COUNT CONDUCTED PURSUANT TO
SRC RULE 52.1-10, AS AMENDED, AS OF THE DATE OF THE STATEMENTS
OF FINANCIAL CONDITION IN THE ANNUAL AUDITED FINANCIAL
STATEMENTS
DECEMBER 31, 2025**

There is no discrepancy in the result of the securities count conducted. Refer to the attached summary.

BA SECURITIES INC.
SECURITIES POSITION REPORT
As of December 31, 2025

MARKET VALUE	PSE CODE	STOCK NAME	CUSTOMERS ACCOUNT		DEALER'S/INVESTMENT		IN BOX		TRANSFER OFFICE		IN PCD	
			No. of Shares	Market Value	No. of Shares	Market Value	No. of Shares	Market Value	No. of Shares	Market Value	No. of Shares	Market Value
13.5000	2GO	2GO GROUP, INC. (ATS CONS.)	5,000	67,500.00	-	-	-	-	-	-	5,000	67,500.00
4.7700	2GOP	2GO GROUP, INC. PREF (ATSP)	5,000	23,850.00	-	-	-	-	-	-	5,000	23,850.00
-	AAA	ASIA AMAL HLDGS.CORP	50,300	-	-	44,800.00	-	-	-	-	5,500	-
2.0600	AB	ATOK BIG WEDGE	1,957	4,031.42	-	1,957.00	4,031.42	-	-	-	-	-
0.2600	ABA	ABACUS CONS RES	39,327,417	10,225,128.42	-	39,325,417.00	10,224,608.42	-	-	-	2,000	520.00
18.7800	ABG	ASIABEST GROUP (AGP)	96,202	1,806,673.56	-	96,202.00	1,806,673.56	-	-	-	-	-
4.2100	ABS	ABS-CBN	76,672	322,789.12	-	53,235.00	224,119.35	1,800	7,578.00	21,637	91,091.77	
468.0000	AC	AYALA CORP	26,874	12,577,032.00	-	26,243.00	12,281,724.00	7	3,276.00	624	292,032.00	
1.2000	ACE	ACESITE(PHILS)HOTEL (DHC)	2,214,000	2,656,800.00	-	2,214,000.00	2,656,800.00	-	-	-	-	-
2.7200	ACEN	ACEN CORPORATION	2,199,112	5,981,584.64	-	1,829,549.00	4,976,373.28	-	-	369,563	1,005,211.36	
1,010.0000	ACENA	ACEN CORP. PREF. SHARES SERIES A	5,000	5,050,000.00	-	5,000.00	5,050,000.00	-	-	-	-	-
1,070.0000	ACENB	ACEN CORP. PREF. SHARES SERIES B	41,100	43,977,000.00	-	41,100.00	43,977,000.00	-	-	-	-	-
2,540.0000	ACPAR	AYALA CORP.PREF. A (RE-ISSUANCE)	8,080	20,523,200.00	-	8,080.00	20,523,200.00	-	-	-	-	-
1,989.0000	ACPB4	AYALA CORP. PREF. CLASS B SERIES 4	2,300	4,574,700.00	-	2,300.00	4,574,700.00	-	-	-	-	-
0.4700	ACR	ALSONS CONS RES (TGR)	1,840,230	864,908.10	-	1,830,230.00	860,208.10	-	-	10,000	4,700.00	
28.0000	AEV	ABOITIZ EQTY VENT.	389,850	10,915,800.00	-	344,030.00	9,632,840.00	2,000	56,000.00	43,820	1,226,960.00	
8.1900	AGI	ALLIANCE GLOBAL INC.	1,092,900	8,950,851.00	-	1,092,900.00	8,950,851.00	-	-	-	-	-
-	ALC	ALSONS CEMENT CORP.	1,548	-	-	-	-	48	-	1,500	-	-
0.4200	ALCO	ARTHALAND CORP. (URDI,EIBR)	449,082	188,614.44	-	449,082.00	188,614.44	-	-	-	-	-
485.0000	ALCPD	ARTHALAND CORP. PREF. SERIES D	6,400	3,104,000.00	-	6,400.00	3,104,000.00	-	-	-	-	-
500.0000	ALCPF	ARTHALAND CORP. PREF. SERIES F	22,600	11,300,000.00	-	22,600.00	11,300,000.00	-	-	-	-	-
22.4500	ALI	AYALA LAND	1,303,372	29,260,701.40	-	1,225,486.00	27,512,160.70	650	14,592.50	77,236	1,733,948.20	
0.0310	ALLDY	ALLDAY MARTS, INC.	1,609,000	49,879.00	-	1,609,000.00	49,879.00	-	-	-	-	-
1.3000	ALLHC	AYALALAND LOGISTICS HLDGS.CORP(POPI	347,000	451,100.00	-	287,000.00	373,100.00	-	-	60,000	78,000.00	
0.8400	ALTER	ALTERNERGY HOLDINGS CORPORATION	1,476,000	1,239,840.00	-	1,476,000.00	1,239,840.00	-	-	-	-	-
-	AMC	ALASKA MILK CORP.	10,000	-	-	-	-	-	-	10,000	-	-
0.5400	ANI	AGRINURTURE, INC.	1,293,560	698,522.40	-	1,293,560.00	698,522.40	-	-	-	-	-
14.4000	ANS	ANSCOR	176,405	2,540,232.00	-	140,876.00	2,028,614.40	-	-	35,529	511,617.60	
44.0000	AP	ABOITIZ POWER CORP.	97,600	4,294,400.00	-	97,600.00	4,294,400.00	-	-	-	-	-
0.1060	APC	ASIAN PET CORP	741,000	78,546.00	-	461,000.00	48,866.00	-	-	280,000	29,680.00	
0.0050	APL	APOLLO GLOBAL CAPITAL, INC. (YEHEY)	575,235,700	2,876,178.50	-	575,235,700.00	2,876,178.50	-	-	-	-	-
0.7000	APO	ANGLO PHIL OIL	212,112	148,478.40	-	165,192.00	115,634.40	-	-	46,920	32,844.00	
8.4000	APVI	ALTUS PROPERTY VENTURES, INC.	2,242	18,832.80	207.00	1,738.80	2,449.00	20,571.60	-	-	-	-
12.4400	APX	APEX MINING	205,765	2,559,716.60	-	201,606.00	2,507,978.64	-	-	4,159	51,737.96	
0.0046	AR	ABRA MINING	199,200,000	916,320.00	-	196,000,000.00	901,600.00	-	-	3,200,000	14,720.00	
0.4000	ARA	ARANETA PROPERTIES,INC.(CHR)	100,295	40,118.00	6,900.00	2,760.00	94,460.00	37,784.00	-	-	12,735	5,094.00
43.5000	AREIT	AREIT, INC.	142,900	6,216,150.00	-	142,900.00	6,216,150.00	-	-	-	-	-
0.8200	ASLAG	RASLAG CORP.	40,000	32,800.00	-	40,000.00	32,800.00	-	-	-	-	-
6.0300	AT	ATLAS CONS MNG	54,109	326,277.27	-	51,314.00	309,423.42	352	2,122.56	2,443	14,731.29	
34.5000	ATI	ASIAN TERMINAL, INC.	121,689	4,198,270.50	-	116,689.00	4,025,770.50	-	-	5,000	172,500.00	
0.4950	ATN	ATN HOLDINGS INC.(JIN)	400,200	198,099.00	-	260,200.00	128,799.00	-	-	140,000	69,300.00	
0.4950	ATNB	ATN HOLDINGS INC. B (JIN B)	128,800	63,756.00	-	70,800.00	35,046.00	-	-	58,000	28,710.00	
39.2000	AUB	ASIA UNITED CORP.	81,000	3,175,200.00	-	81,000.00	3,175,200.00	-	-	-	-	-
2.3600	AXLM	AXELUM RESOURCES CORPORATION	50,000	118,000.00	-	50,000.00	118,000.00	-	-	-	-	-

5.0000	BC	BENGUET CORP	46,890	234,450.00	-	39,519.00	197,595.00	-	-	7,371	36,855.00
4.8300	BCB	BENGUET CORP B	7,659	36,992.97	-	1,887.00	9,114.21	-	-	5,772	27,878.76
134.6000	BDO	BDO UNIBANK, INC.	311,455	41,921,843.00	-	311,455.00	41,921,843.00	-	-	-	-
1.3200	BEL	BELLE CORP.	1,747,043	2,306,096.76	-	1,712,043.00	2,259,896.76	-	-	35,000	46,200.00
-	BELW	BELLE CORP. WARRANTS	600	-	-	-	-	-	-	600	-
-	BF	BANCO FILIPINO SAVINGS	120	-	-	-	-	120	-	-	-
0.0390	BHI	BOULEVARD PROP. HLDNGS, INC	3,040,000	118,560.00	-	3,040,000.00	118,560.00	-	-	-	-
0.6500	BKR	BRIGHT KINDLE RES.&INVST,INC. (BKD)	685,000	445,250.00	-	685,000.00	445,250.00	-	-	-	-
2.5400	BLOOM	BLOOMBERRY RESORTS CORP. (AAI)	1,357,000	3,446,780.00	-	1,357,000.00	3,446,780.00	-	-	-	-
9.2000	BNCOM	BANK OF COMMERCE	23,937,600	220,225,920.00	-	23,937,600.00	220,225,920.00	-	-	-	-
116.1000	BPI	BANK OF PHIL ISLANDS	76,316	8,860,287.60	-	74,074.00	8,599,991.40	-	-	2,242	260,296.20
0.9300	BRN	A BROWN CO	139,263	129,514.59	-	139,254.00	129,506.22	-	-	9	8.37
97.0000	BRNP	A. BROWN COMPANY, INC.PREF.SERIES A	9,790	949,630.00	-	9,790.00	949,630.00	-	-	-	-
0.1170	BSC	BASIC ENERGY CORPORATION	206,570,781	24,168,781.38	-	206,400,856.00	24,148,900.15	-	-	169,925	19,881.23
0.9500	C	CHELSEA LOGISTICS HLDGS. CORP.(CLC)	1,788,700	1,699,265.00	-	1,788,700.00	1,699,265.00	-	-	-	-
52.9000	CAB	CONCRETE AGGREGATES CORP. "B"	1,000	52,900.00	-	1,000.00	52,900.00	-	-	-	-
57.0000	CBC	CHINA BANKING CORPORATION	189,823	10,819,911.00	-	189,823.00	10,819,911.00	-	-	-	-
0.5900	CDC	CITYLAND DEVELOPMENT CORP.	2,149	1,267.91	-	2,149.00	1,267.91	-	-	-	-
32.0000	CEB	CEBU AIR, INC.	47,480	1,519,360.00	-	47,480.00	1,519,360.00	-	-	-	-
0.0720	CEI	CROWN EQUITIES, INC.(PR)	11,132,160	801,515.52	-	10,932,160.00	787,115.52	-	-	200,000	14,400.00
6.1200	CHI	CEBU HOLDINGS	42,125	257,805.00	-	-	-	-	-	42,125	257,805.00
40.3000	CHIB	CHINA BANK	140	5,642.00	-	-	-	-	-	140	5,642.00
1.0900	CHP	CEMEX HOLDINGS PHILIPPINES, INC.	642,300	700,107.00	-	642,300.00	700,107.00	-	-	-	-
2.3500	CLI	CEBU LANDMASTERS, INC.	47,499	111,622.65	-	47,499.00	111,622.65	-	-	-	-
1,000.0000	CLIA1	CEBU LANDMASTERS,INC.PREF.SERIES A1	3,600	3,600,000.00	-	3,600.00	3,600,000.00	-	-	-	-
1,073.0000	CLIA2	CEBU LANDMASTERS,INC.PREF.SERIES A2	1,500	1,609,500.00	-	1,500.00	1,609,500.00	-	-	-	-
15.3200	CNVRG	CONVERGE INFO.& COMM.TECH.SOLUTIONS	61,000	934,520.00	-	61,000.00	934,520.00	-	-	-	-
0.0280	COAL	COAL ASIA HOLDINGS INCORPORATED	14,000,000	392,000.00	-	14,000,000.00	392,000.00	-	-	-	-
6.9900	COSCO	COSCO CAPITAL, INC. (APM)	252,729	1,766,575.71	-	252,729.00	1,766,575.71	-	-	-	-
0.6900	CPG	CENTURY PROPERTIES GRP., INC.(PWR)	743,704	513,155.76	-	743,704.00	513,155.76	-	-	-	-
2.3900	CPM	CENTURY PEAK HOLDINGS CORP.	120	286.80	-	120.00	286.80	-	-	-	-
7.0000	CPVB	CEBU PROP VENT B	10,000	70,000.00	-	-	-	-	-	10,000	70,000.00
4.2800	CREC	CITICORE RENEWABLE ENERGY CORP.	36,000	154,080.00	-	36,000.00	154,080.00	-	-	-	-
3.5700	CREIT	CITICORE ENERGY REIT CORPORATION	1,125,000	4,016,250.00	-	1,125,000.00	4,016,250.00	-	-	-	-
1.6800	CROWN	CROWN ASIA CHEMICALS CORPORATION	151,000	253,680.00	-	151,000.00	253,680.00	-	-	-	-
0.3300	CYBR	CYBER BAY CORPORATION (CITY)	1,228,000	405,240.00	-	1,228,000.00	405,240.00	-	-	-	-
9.2800	DD	DOUBLED DRAGON PROPERTIES CORP.	518,500	4,811,680.00	-	518,500.00	4,811,680.00	-	-	-	-
1.0200	DDMPR	DDMP REIT, INC.	6,971,000	7,110,420.00	204,000.00	208,080.00	7,175,000.00	7,318,500.00	-	-	-
97.0000	DDPR	DOUBLE DRAGON PROPERTIES CORP. PREF	139,000	13,483,000.00	-	139,000.00	13,483,000.00	-	-	-	-
4.7000	DELM	DEL MONTE PACIFIC LTD. (DMPL)	25,800	121,260.00	-	25,800.00	121,260.00	-	-	-	-
0.8000	DFNN	DFNN INC.	10,000	8,000.00	-	10,000.00	8,000.00	-	-	-	-
1.4500	DGTL	DIGITAL TELECOMMUNICATIONS INC.,	106,000	153,700.00	-	-	-	-	-	106,000	153,700.00
1.3900	DHI	DOMINION HOLDINGS, INC. (BLFI)	354,485	492,734.15	-	354,485.00	492,734.15	-	-	-	-
0.6800	DITO	DITO CME HLDGS.CORP(ISM)	2,102,024,746	1,429,376,827.28	-	2,101,996,016.00	1,429,357,290.88	-	-	28,730	19,536.40
5.0000	DIZ	DIZON COPPER	2,474	12,370.00	-	1,259.00	6,295.00	-	-	1,215	6,075.00
10.5400	DMC	DMCI HOLDINGS	161,000	1,696,940.00	-	161,000.00	1,696,940.00	-	-	-	-
2.8600	DNA	DNA HOLDINGS CORP.(RPL)(ALT)	34,400	98,384.00	-	34,400.00	98,384.00	-	-	-	-
3.8500	DNL	D & L INDUSTRIES, INC.	450,000	1,732,500.00	-	450,000.00	1,732,500.00	-	-	-	-
-	DUC	DAVAO UNION	1,000	-	-	-	-	-	-	1,000	-
0.2700	ECVC	EAST COAST VULCAN CORPORATION (VUL)	8,182,400	2,209,248.00	-	8,173,000.00	2,206,710.00	-	-	9,400	2,538.00
2.8400	EEL	ENGINEERING EQUIPMENT INC.	185,392	526,513.28	-	172,842.00	490,871.28	-	-	12,550	35,642.00
98.4000	EELPB	EEL CORPORATION PREF. SERIES B	29,900	2,942,160.00	-	29,900.00	2,942,160.00	-	-	-	-
0.0094	EG	IP E-GAME VENTURES, INC.	38,420,000	361,148.00	-	38,420,000.00	361,148.00	-	-	-	-
-	EGRN	EVERWOODS GREEN RES.AND HLDGS.,INC.	490,000	-	-	360,000.00	-	-	-	130,000	-

-	EIBA	EXPORT & IND. BANK, INC.(URB)(EIB)	70,486,784	-	1,000,000.00	-	71,486,484.00	-	-	-	300	-
0.1040	ELI	EMPIRE EAST LAND HLDGS INC	23,619,446	2,456,422.38	-	-	23,531,566.00	2,447,282.86	-	-	87,880	9,139.52
3.3400	ENEX	ENEX ENERGY CORP. (ACEX)	5,231	17,471.54	-	-	5,231.00	17,471.54	-	-	-	-
2.8100	ETON	ETON PROPERTIES PHIL. INC. (BALABAC	115,756	325,274.36	-	-	14,000.00	39,340.00	-	-	101,756	285,934.36
1.0000	EURO	EURO-MED LABORATORIES PHIL. INC.	18,829	18,829.00	-	-	18,829.00	18,829.00	-	-	-	-
11.6000	EW	EAST WEST BANKING CORP.	19,500	226,200.00	-	-	19,500.00	226,200.00	-	-	-	-
55.0000	FB	SAN MIGUEL FOOD & BEV.,INC.(PF)	12,554,820	690,515,100.00	-	-	12,554,820.00	690,515,100.00	-	-	-	-
4.2000	FCC	FORTUNE CEMENT CORP.	1,000	4,200.00	-	-	-	-	-	-	1,000	4,200.00
0.5800	FCG	FIGARO COFFEE GROUP, INC.	784,000	454,720.00	-	-	784,000.00	454,720.00	-	-	-	-
4.5500	FDC	FILINVEST DEVT. CORP.	96,211	437,760.05	69.00	313.95	96,211.00	437,760.05	-	-	69	313.95
1,010.0000	FDCPA	FILINVEST DEVT.CORP. PREF.SERIES A	5,500	5,555,000.00	-	-	5,500.00	5,555,000.00	-	-	-	-
1,004.0000	FDCPB	FILINVEST DEVT.CORP. PREF.SERIES B	2,000	2,008,000.00	-	-	2,000.00	2,008,000.00	-	-	-	-
7.5000	FFI	FILIPINO FUND	14,500	108,750.00	264.00	1,980.00	14,500.00	108,750.00	-	-	264	1,980.00
17.7400	FGEN	FIRST GEN CORP.	4,018	71,279.32	-	-	4,018.00	71,279.32	-	-	-	-
3.1000	FILRT	FILINVEST REIT, CORPORATION	625,000	1,937,500.00	-	-	625,000.00	1,937,500.00	-	-	-	-
2.6000	FJP	F&J PRINCE HOLDINGS CORP.(UER)	48,531	126,180.60	-	-	48,531.00	126,180.60	-	-	-	-
2.2100	FJPB	F&J PRINCE HOLDINGS "B" (UERB)	856	1,891.76	-	-	856.00	1,891.76	-	-	-	-
0.7700	FLI	FILINVEST LAND	268,488	206,735.76	-	-	229,026.00	176,350.02	-	-	39,462	30,385.74
80.0000	FMIC	FIRST METRO INVESTMENT CORP.(SBC)	60	4,800.00	-	-	-	-	-	-	60	4,800.00
1.3500	FNI	GLOBAL FERRONICKEL HLDGS.,INC.(CMT)	2,887,868,108	3,898,621,945.80	705.00	951.75	2,887,865,412.00	3,898,618,306.20	-	-	3,401	4,591.35
77.0000	FPH	FIRST PHIL HLDGS	20,051	1,543,927.00	-	-	8,692.00	669,284.00	-	-	11,359	874,643.00
0.2400	FPI	FORUM PACIFIC, INC. (AIR)	1,120,000	268,800.00	-	-	720,000.00	172,800.00	-	-	400,000	96,000.00
0.6400	FRUIT	FRUITAS HOLDINGS, INC.	75,000	48,000.00	-	-	75,000.00	48,000.00	-	-	-	-
-	FYN	FILSYN CORP. "A"	158	-	-	-	158.00	-	-	-	-	-
0.0870	GEO	GEOGRACE RESOURCES PHIL. INC.	252,693	21,984.29	-	-	252,643.00	21,979.94	-	-	50	4.35
0.6900	GERI	GLOBAL-ESTATE RES,INC (LND)	408,260	281,699.40	-	-	399,860.00	275,903.40	-	-	8,400	5,796.00
1,584.0000	GLO	GLOBE TELECOMS, INC.	1,712	2,711,808.00	-	-	1,538.00	2,436,192.00	-	-	174	275,616.00
5.4100	GMA7	GMA NETWORK, INC.	88,900	480,949.00	-	-	88,900.00	480,949.00	-	-	-	-
5.2900	GMAP	GMA HOLDINGS INC.	62,500	330,625.00	-	-	62,500.00	330,625.00	-	-	-	-
0.1800	GO	GOTESCO LAND, INC.	700,000	126,000.00	-	-	700,000.00	126,000.00	-	-	-	-
0.2000	GOB	GOTESCO LAND INC B (SUB)	853,174	170,634.80	-	-	851,174.00	170,234.80	-	-	2,000	400.00
0.1800	GREEN	GREENERGY HOLDINGS INC. (MUSX)	508,550	91,539.00	-	-	508,550.00	91,539.00	-	-	-	-
295.0000	GSMI	GINEBRA SAN MIGUEL (LTDI)	80,000	23,600,000.00	-	-	73,000.00	21,535,000.00	-	-	7,000	2,065,000.00
595.0000	GTCPA	GT CAPITAL HOLDINGS,INC.	(10,410)	(6,193,950.00)	-	-	(10,410.00)	(6,193,950.00)	-	-	-	-
1,000.0000	GTPPB	GT CAPITAL HOLDINGS INC. PREF. B	3,300	3,300,000.00	-	-	3,300.00	3,300,000.00	-	-	-	-
4.5000	HI	HOUSE OF INVEST.	800	3,600.00	-	-	800.00	3,600.00	-	-	-	-
0.2370	HOME	ALLHOME CORPORATION	368,500	87,334.50	-	-	368,500.00	87,334.50	-	-	-	-
1.1000	HTI	HAUS TALK, INC.	381,000	419,100.00	-	-	381,000.00	419,100.00	-	-	-	-
0.1990	I	I REMIT	34,031	6,772.17	-	-	34,031.00	6,772.17	-	-	-	-
567.0000	ICT	INTERNATIONAL CONTAINER SERVICES IN	51,061	28,951,587.00	-	-	48,522.00	27,511,974.00	-	-	2,539	1,439,613.00
3.4700	IMI	INTEG. MICRO-ELECTRONICS	158,799	551,032.53	-	-	158,799.00	551,032.53	-	-	-	-
0.7000	IMP	IMPERIAL RES	26,000	18,200.00	-	-	3,000.00	2,100.00	-	-	23,000	16,100.00
0.3150	INFRA	PHIL. INFRADEV HOLDINGS INC.(IRC)	126,420,189	39,822,359.54	-	-	126,419,689.00	39,822,202.04	-	-	500	157.50
1.0200	ION	IONICS CIRCUITS	709,500	723,690.00	-	-	709,500.00	723,690.00	-	-	-	-
1.5700	IPM	IPM HLDGS,INC.(MIC)	5,371,000	8,432,470.00	-	-	5,371,000.00	8,432,470.00	-	-	-	-
6.0000	IPO	IPEOPLE,INC. A (PET)	39,746	238,476.00	-	-	15,601.00	93,606.00	-	-	24,145	144,870.00
0.1230	IS	ISLAND INFORMATION & TECHNOLOGY INC	1,495,042	183,890.17	-	-	1,493,042.00	183,644.17	-	-	2,000	246.00
180.0000	JFC	JOLLIBEE FOODS	74,690	13,444,200.00	-	-	70,193.00	12,634,740.00	-	-	4,497	809,460.00
994.0000	JFCPB	JOLLIBEE FOODS CORP. PREF. SERIES B	7,640	7,594,160.00	-	-	7,640.00	7,594,160.00	-	-	-	-
23.6500	JGS	JG SUMMIT HLDGS	382,920	9,056,058.00	-	-	380,920.00	9,008,758.00	-	-	2,000	47,300.00
3.0800	JOH	JOLLIVILLE HOLDINGS CORP.	300	924.00	-	-	300.00	924.00	-	-	-	-
2.4800	KEEPR	THE KEEPERS HOLDINGS, INC. (DAVIN)	475,041	1,178,101.68	-	-	473,500.00	1,174,280.00	-	-	1,541	3,821.68
2.2000	KEP	KEPPEL PHILS.,PROPERTIES,INC.(CSE)	33,508	73,717.60	-	-	18,508.00	40,717.60	-	-	15,000	33,000.00
3.0000	KPM	KEPPEL PHILS. MARINE, INC. (KSI)	66,038	198,114.00	-	-	-	-	-	-	66,038	198,114.00

0.4300	KPP	KUOK PHIL PROP	170,402	73,272.86	-	-	-	-	-	170,402	73,272.86	
0.1850	LC	LEPANTO CONS	5,899,442	1,091,396.77	-	5,426,723.00	1,003,943.76	4,553	842.31	468,166	86,610.71	
0.1870	LCB	LEPANTO CONS B	1,726,052	322,771.72	-	1,123,137.00	210,026.62	-	-	602,915	112,745.11	
1.5500	LIB	LIBERTY TELECOMS	34,000	52,700.00	-	15,000.00	23,250.00	-	-	19,000	29,450.00	
0.2500	LMG	LMG CHEMICALS CORP.	12,000	3,000.00	-	12,000.00	3,000.00	-	-	-	-	
3.7200	LPZ	LOPEZ HOLDINGS CORP. (BENPRESS)	407,688	1,516,599.36	-	371,228.00	1,380,968.16	-	-	36,460	135,631.20	
-	LRC	LANDOIL RES.	23,204,000	-	-	-	-	-	-	23,204,000	-	
-	LRCB	LANDOIL RESOURCES B	1,320,000	-	-	-	-	-	-	1,320,000	-	
9.0000	LRI	REP.CEMENT & BLDG MTLs (RCM)	74,955	674,595.00	-	-	-	-	-	74,955	674,595.00	
0.6100	LSC	LORENZO SHIPPING CORP.	106,545,551	64,992,786.11	-	106,487,551.00	64,957,406.11	-	-	58,000	35,380.00	
14.7800	LTG	LT GROUP, INC. (TDY)	302,500	4,470,950.00	-	302,000.00	4,463,560.00	-	-	500	7,390.00	
0.0073	MA	MANILA MNG	41,474,711	302,765.39	6,581,459.00	48,044.65	43,299,710.00	316,087.88	-	4,756,460	34,722.16	
0.0072	MAB	MANILA MNG B	24,265,340	174,710.45	5,461,014.00	39,319.30	29,475,314.00	212,222.26	-	251,040	1,807.49	
4.3400	MAC	MACROASIA CORPORATION (CHC)	736,308	3,195,576.72	-	736,308.00	3,195,576.72	-	-	-	-	
6.9900	MACAY	MACAY HLDGS (MAKE)	3,132	21,892.68	-	3,132.00	21,892.68	-	-	-	-	
0.3700	MAH	METRO ALLIANCE HLDGS (MARSMAN)	30,224	11,182.88	-	30,224.00	11,182.88	-	-	-	-	
0.6900	MAHB	METRO ALLIANCE HLDGS "B"	101,375	69,948.75	-	101,375.00	69,948.75	-	-	-	-	
0.7000	MARC	MARCVENTURES HLDGS INC	34,334	24,033.80	-	33,604.00	23,522.80	-	-	730	511.00	
2.4500	MAXS	MAXS GROUP,INC (PCKH)	5,300	12,985.00	-	5,300.00	12,985.00	-	-	-	-	
0.1640	MB	MANILA BULLETTIN	361,964	59,362.10	78.00	12.79	323,451.00	53,045.96	4,161	682.40	34,430	5,646.52
68.5000	MBT	METROBANK	237,107	16,241,829.50	1.00	68.50	214,315.00	14,680,577.50	-	22,793	1,561,320.50	
0.0250	MC	MARSTEEL CONSOLIDATED	12,300,000	307,500.00	-	-	11,300,000.00	282,500.00	-	1,000,000	25,000.00	
0.0290	MCB	MARSTEEL CONS. B	50,086,500	1,452,508.50	-	-	41,686,500.00	1,208,908.50	-	8,400,000	243,600.00	
0.0900	MED	MEDCO HOLDINGS	2,460,173,441	221,415,609.69	-	-	2,460,173,441.00	221,415,609.69	-	-	-	
0.2600	MEDIC	MEDILINES DISTRIBUTORS INC.	4,015,000	1,043,900.00	-	-	4,015,000.00	1,043,900.00	-	-	-	
2.0800	MEG	MEGAWORLD PROP	3,300,523	6,865,087.84	-	-	3,292,648.00	6,848,707.84	-	7,875	16,380.00	
574.0000	MER	MERALCO	60,703	34,843,522.00	-	-	57,397.00	32,945,878.00	211	121,114.00	3,095	1,776,530.00
1,880.0000	MFC	MANULIFE FINANCIAL CORP.	929	1,746,520.00	-	-	929.00	1,746,520.00	-	-	-	
0.0600	MG	MILLENNIUM GLOBAL HLDGS INC.(IP)	278,200	16,692.00	-	-	275,000.00	16,500.00	-	3,200	192.00	
-	MGH	METRO GLOBAL HLDGS.CORP.(FC)	198,850	-	-	-	173,700.00	-	-	25,150	-	
0.1150	MHC	MABUHAY HLDGS	558,345,236	64,209,702.14	532,000.00	61,180.00	422,095,105.00	48,540,937.08	-	136,782,131	15,729,945.07	
1.2700	MJC	MANILA JOCKEY CLUB	43,340	55,041.80	-	-	43,340.00	55,041.80	-	-	-	
1.0000	MJIC	MJCI INVEST. INC. (PC/EBE/APR/MI)	3,081	3,081.00	-	-	3,081.00	3,081.00	-	-	-	
0.4000	MM	MERRYMART CONSUMER CORPORATION	698,700	279,480.00	-	-	698,700.00	279,480.00	-	-	-	
-	MMC	MARCOPPER MINING	3,043	-	-	-	-	-	-	3,043	-	
0.1000	MON	MONDRAGON INTL	2,077,585	207,758.50	-	-	-	-	-	2,077,585	207,758.50	
5.8000	MONDE	MONDE NISSIN CORPORATION	905,700	5,253,060.00	-	-	905,700.00	5,253,060.00	-	-	-	
0.8700	MRC	MRC ALLIED	461,800	401,766.00	-	-	461,800.00	401,766.00	-	-	-	
14.0000	MREIT	MREIT, INC.	138,000	1,932,000.00	-	-	138,000.00	1,932,000.00	-	-	-	
1.1500	MRSGL	METRO RETAIL STORES GROUP, INC.	186,000	213,900.00	-	-	186,000.00	213,900.00	-	-	-	
5.1900	MVC	MABUHAY VINYL CORP.	147,400	765,006.00	-	-	102,400.00	531,456.00	-	45,000	233,550.00	
40.3000	MWC	MANILA WATER COMPANY, INC.	26,500	1,067,950.00	-	-	26,500.00	1,067,950.00	-	-	-	
2.9900	MWIDE	MEGAWIDE CONSTRUCTION CORPORATION	100,037	299,110.63	-	-	100,037.00	299,110.63	-	-	-	
103.0000	MWP5	MEGAWIDE CONST.CORP.PREF.SERIES 5	24,000	2,472,000.00	-	-	24,000.00	2,472,000.00	-	-	-	
103.8000	MWP6C	MEGAWIDE CONST. CORP.PREF.SERIES 6C	36,000	3,736,800.00	-	-	36,000.00	3,736,800.00	-	-	-	
100.4000	MWP7A	MEGAWIDE CONST. CORP.PREF.SERIES 7A	12,000	1,204,800.00	-	-	12,000.00	1,204,800.00	-	-	-	
-	NAS	NASIPIT LUMBER CO. INC., "A"	700	-	-	-	-	-	700	-	-	
-	NASB	NASIPIT LUMBER CO. INC., "B"	320	-	-	-	-	-	320	-	-	
0.3150	NI	NIHAO MINERAL RES. (MHI) (MAGNUM)	52,000	16,380.00	-	-	52,000.00	16,380.00	-	-	-	
3.8900	NIKL	NICKEL ASIA CORPORATION	1,665,400	6,478,406.00	-	-	1,665,400.00	6,478,406.00	-	-	-	
-	NN	NEGROS NAVIG	60,000	-	-	-	-	-	-	60,000	-	
0.6800	NOW	NOW CORP. (ICTV)	83,400	56,712.00	-	-	83,400.00	56,712.00	-	-	-	
0.7700	NRPC	NATIONAL REINSURANCE CORP.	256,000	197,120.00	-	-	256,000.00	197,120.00	-	-	-	
-	NXGEN	NEXTGENESIS CORP. (ASIATRUST)	179,700	-	-	-	177,600.00	-	-	2,100	-	

0.1010	OM	OMICO CORPORATION	1,701,984	171,900.38	-	-	1,674,034.00	169,077.43	-	-	27,950	2,822.95
0.0120	OPM	ORIENTAL PET	85,192,205	1,022,306.46	-	-	74,478,642.00	893,743.70	16,400	196.80	10,697,163	128,365.96
0.0120	OPMB	ORIENTAL PET B	75,814,076	909,768.91	-	-	71,589,118.00	859,069.42	-	-	4,224,958	50,699.50
0.3700	ORE	ORIENTAL PENINSULA RES. GROUP, INC.	76,000	28,120.00	-	-	76,000.00	28,120.00	-	-	-	-
0.0089	OV	THE PHILODRILL A	166,468,506	1,481,569.70	-	-	137,282,039.00	1,221,810.15	-	-	29,186,467	259,759.56
0.9500	PA	PACIFICA HLDGS	18,300	17,385.00	-	-	11,800.00	11,210.00	-	-	6,500	6,175.00
3.8000	PAL	PAL HOLDINGS INC. (BAGUIO)	45,057	171,216.60	-	-	27,508.00	104,530.40	-	-	17,549	66,686.20
2.6100	PAX	PAXYS, INC. (FH)	34,400	89,784.00	-	-	34,400.00	89,784.00	-	-	-	-
7.7000	PBB	PHILIPPINE BUSINESS BANK	1,091,389	8,403,695.30	-	-	1,091,389.00	8,403,695.30	-	-	-	-
16.7000	PBC	PHIL BANK OF COMMUNICATIONS	2,430,487	40,589,132.90	-	-	2,430,487.00	40,589,132.90	-	-	-	-
-	PCI	P C I BANK	2	-	-	-	-	-	-	-	2	-
2.4800	PCOR	PETRON CORP	8,441,702	20,935,420.96	-	-	8,324,537.00	20,644,851.76	-	-	117,165	290,569.20
-	PCP	P I C O P	5,190,840	-	-	-	5,119,655.00	-	-	-	71,185	-
3.5000	PERC	PETROENERGY RES.CORP.(PET PREF)	20,155	70,542.50	-	-	20,094.00	70,329.00	-	-	61	213.50
38.0000	PGOLD	PUREGOLD PRICE CLUB, INC.	123,000	4,674,000.00	-	-	123,000.00	4,674,000.00	-	-	-	-
0.2370	PHA	PREMIER HORIZON ALLIANCE CORP.(PEP)	3,532,000	837,084.00	-	-	3,532,000.00	837,084.00	-	-	-	-
-	PHC	PHILCOMSAT HOLDINGS CORP. (LB)	993,834	-	-	-	993,834.00	-	-	-	-	-
0.2800	PHES	PHILIPPINE ESTATES CORP.	21,747,000	6,089,160.00	53,000.00	14,840.00	21,800,000.00	6,104,000.00	-	-	-	-
16.7000	PHN	PHINMA CORP. (BCI)	41,968	700,865.60	-	-	40,316.00	673,277.20	-	-	1,652	27,588.40
0.1330	PHR	PH RESORTS GROUP HOLDINGS,INC.(H2O)	502,000	66,766.00	-	-	502,000.00	66,766.00	-	-	-	-
0.7100	PLC	PREMIUM LEISURE CORP. (SINO)	40,000	28,400.00	-	-	-	-	-	-	40,000	28,400.00
7.8000	PLTL	PILTEL CORP	3,400	26,520.00	-	-	-	-	-	-	3,400	26,520.00
16.2000	PLUS	DIGIPLUS INTERACTIVE CORP. (LR)	163,283	2,645,184.60	-	-	159,288.00	2,580,465.60	-	-	3,995	64,719.00
10.8000	PMPC	PANASONIC MFG. PHILS. (MEP)	227,645	2,458,566.00	-	-	227,645.00	2,458,566.00	-	-	-	-
-	PMT	PRIMETOWN PROPERTY GROUP INC	12,101	-	-	-	12,101.00	-	-	-	-	-
54.4000	PNB	PHIL NATL BANK	24,951	1,357,334.40	-	-	22,475.00	1,222,640.00	-	-	2,476	134,694.40
5.0000	PNBW	PHIL NATL BANK WARRANT	67	335.00	-	-	-	-	-	-	67	335.00
-	PNC	P N C C	88,892	-	-	-	82,636.00	-	-	-	6,256	-
-	PNOC	PNOC EXPLO CORP	10,000	-	-	-	-	-	-	-	10,000	-
4.1700	PNX	PHOENIX PETROLEUM PHILS.	205,249,187	855,889,109.79	-	-	205,249,187.00	855,889,109.79	-	-	-	-
177.9000	PNX4	PHOENIX PETROLEUM PHILS.,INC.PREF4	3,500	622,650.00	-	-	-	3,500.00	-	-	-	-
13.2000	PPC	PRYCE PROPERTIES CORP.	84,405	1,114,146.00	-	-	84,405.00	1,114,146.00	-	-	-	-
1.0000	PPI	PHILTOWN PROPERTIES INC.	50,911	50,911.00	-	-	-	-	-	-	50,911	50,911.00
6.6000	PRC	PHIL RACING CLUB	10,048	66,316.80	-	-	10,048.00	66,316.80	-	-	-	-
1.0200	PREIT	PREMIER ISLAND POWER REIT CORP.	90,000	91,800.00	-	-	90,000.00	91,800.00	-	-	-	-
1,005.0000	PRF3B	PETRON CORP.PREF.SERIES 3B	156,905	157,689,525.00	-	-	156,905.00	157,689,525.00	-	-	-	-
979.5000	PRF4A	PETRON CORP.PREF.SERIES 4A	327,720	321,001,740.00	-	-	327,720.00	321,001,740.00	-	-	-	-
995.0000	PRF4B	PETRON CORP.PREF.SERIES 4B	208,970	207,925,150.00	-	-	208,970.00	207,925,150.00	-	-	-	-
1,009.0000	PRF4C	PETRON CORP.PREF.SERIES 4C	232,770	234,864,930.00	-	-	232,770.00	234,864,930.00	-	-	-	-
990.0000	PRF4D	PETRON CORP.PREF.SERIES 4D	795,110	787,158,900.00	-	-	795,110.00	787,158,900.00	-	-	-	-
1,000.0000	PRF4E	PETRON CORP.PREF.SERIES 4E	771,790	771,790,000.00	-	-	771,790.00	771,790,000.00	-	-	-	-
1.3000	PRIM	PRIME MEDIA HLDNGS, INC.(FSTE/PDCP)	798	1,037.40	-	-	798.00	1,037.40	-	-	-	-
1.2800	PRMX	PRIMEX CORP.	39,513,000	50,576,640.00	-	-	39,513,000.00	50,576,640.00	-	-	-	-
54.0000	PSB	PS BANK	7,046	380,484.00	-	-	7,018.00	378,972.00	-	-	28	1,512.00
205.4000	PSE	PHIL. STOCK EXCHANGE, INC.	1,292,399	265,458,754.60	111,377.00	22,876,835.80	1,403,775.00	288,335,385.00	1	205.40	-	-
120.0000	PTC	PHIL TRUST CO.	100	12,000.00	-	-	100.00	12,000.00	-	-	-	-
-	PTI	PHILTOWN PROPERTIES, INC.	-	-	8,074.00	-	-	-	-	-	8,074	-
-	PTT	P T&T - A	1,262,066	-	-	-	1,222,066.00	-	-	-	40,000	-
9.9000	PX	PHILEX MNG	1,111,903	11,007,839.70	-	-	959,926.00	9,503,267.40	-	-	151,977	1,504,572.30
2.3800	PXP	PXP ENERGY CORP. (PHILEX PET)	759,988	1,808,771.44	3.00	7.14	759,991.00	1,808,778.58	-	-	-	-
25.9500	RCB	RIZAL COMMERCIAL BANKING CORPORATIO	78,886	2,047,091.70	-	-	78,876.00	2,046,832.20	-	-	10	259.50
2.6800	RCI	ROXAS & CO. INC. (CAC)	1,812	4,856.16	-	-	983.00	2,634.44	-	-	829	2,221.72
8.0200	RCR	RL COMMERCIAL REIT, INC.	312,000	2,502,240.00	-	-	312,000.00	2,502,240.00	-	-	-	-
6.3500	REDC	REPOWER ENERGY DEVT. CORP.	84,800	538,480.00	-	-	84,800.00	538,480.00	-	-	-	-

2.3000	REG	REPUBLIC GLASS	6,823	15,692.90	-	-	-	-	-	6,823	15,692.90	
4.7500	RFM	R F M CORP	66,104	313,994.00	-	66,104.00	313,994.00	-	-	-	-	
16.1600	RLC	ROBINSON LAND	384,356	6,211,192.96	-	368,556.00	5,955,864.96	-	-	15,800	255,328.00	
0.1090	RLT	PHIL RLTY	360,316	39,274.44	-	207,959.00	22,667.53	-	-	152,357	16,606.91	
1.8500	ROCK	ROCKWELL LAND CORPORATION	131,337	242,973.45	2,029.00	3,753.65	129,436.00	239,456.60	594	1,098.90	3,336	6,171.60
1.4500	ROX	ROXAS HOLDINGS INC.	42,085	61,023.25	-	-	15,085.00	21,873.25	-	-	27,000	39,150.00
-	RPC	REYNOLDS PHILIPPINES CORP.	881,351	-	-	-	-	-	858,351	-	23,000	-
33.0500	RRHI	ROBINSONS RETAIL HOLDINGS, INC.	143,000	4,726,150.00	-	143,000.00	4,726,150.00	-	-	-	-	
-	SBC	SOLIDBANK CORP.	7	-	-	-	-	-	-	-	7	-
3.8900	SBS	SBS PHILIPPINES CORP.	110,307	429,094.23	-	110,307.00	429,094.23	-	-	-	-	
28.2500	SCC	SEMIRARA COAL CORP. COM	262,020	7,402,065.00	-	262,020.00	7,402,065.00	-	-	-	-	
-	SDP	SIME DARBY TIRE	14	-	-	-	-	-	14	-	-	
65.6500	SECB	SECURITY BANK CORP	167,156	10,973,791.40	-	166,388.00	10,923,372.20	-	-	768	50,419.20	
37.0000	SEVN	PHIL. SEVEN CORPORATION	348	12,876.00	-	348.00	12,876.00	-	-	-	-	
0.0470	SFI	SWIFT FOODS	2,625,479	123,397.51	-	2,623,979.00	123,327.01	-	-	1,500	70.50	
1.5500	SFIP	SWIFT FOODS, INC. PREFERRED	3,215	4,983.25	-	3,215.00	4,983.25	-	-	-	-	
1.2700	SGI	SOLID GROUP INC.	172,000	218,440.00	-	170,000.00	215,900.00	-	-	2,000	2,540.00	
16.5600	SGP	SYNERGY GRID & DEV'T.PHILS., INC.	115,200	1,907,712.00	300,000.00	4,968,000.00	415,200.00	6,875,712.00	-	-	-	
6.9300	SHLPH	PILIPINAS SHELL PETROLEUM CORP.	32,650	226,264.50	-	32,650.00	226,264.50	-	-	-	-	
3.5400	SHNG	SHANG PROPERTIES,INC.(EDSA PROP)	60,090	212,718.60	-	60,090.00	212,718.60	-	-	-	-	
3,440.0000	SLF	SUN LIFE FINANCIAL, INC.	873	3,003,120.00	-	873.00	3,003,120.00	-	-	-	-	
2.6000	SLI	STA. LUCIA LAND, INC.	6,000	15,600.00	-	5,000.00	13,000.00	-	-	1,000	2,600.00	
699.5000	SM	SM INVESTMENT CORP.	17,416	12,182,492.00	-	17,416.00	12,182,492.00	-	-	-	-	
82.0000	SMC	SAN MIGUEL "A"	10,397,023	852,555,886.00	-	10,366,994.00	850,093,508.00	4,685	384,170.00	25,344	2,078,208.00	
74.5000	SMC2I	SMC PREF. 2I	1,650,260	122,944,370.00	-	1,650,260.00	122,944,370.00	-	-	-	-	
77.6500	SMC2L	SMC PREF. 2L	16,606,500	1,289,494,725.00	-	16,606,500.00	1,289,494,725.00	-	-	-	-	
80.5000	SMC2N	SMC PREF. 2N	22,739,300	1,830,513,650.00	-	22,739,300.00	1,830,513,650.00	-	-	-	-	
81.0000	SMC2O	SMC PREF. 2O	19,398,500	1,571,278,500.00	-	19,398,500.00	1,571,278,500.00	-	-	-	-	
77.0000	SMC2P	SMC PREF. 2P	2,637,700	203,102,900.00	-	2,637,700.00	203,102,900.00	-	-	-	-	
77.8000	SMC2Q	SMC PREF. 2Q	885,900	68,923,020.00	-	885,900.00	68,923,020.00	-	-	-	-	
77.5000	SMC2R	SMC PREF. 2R	272,300	21,103,250.00	-	272,300.00	21,103,250.00	-	-	-	-	
77.8000	SMC2S	SMC PREF. 2S	24,071,700	1,872,778,260.00	-	23,971,700.00	1,864,998,260.00	100,000	7,780,000.00	-	-	
76.5000	SMC2T	SMC PREF. 2T	6,224,600	476,181,900.00	-	6,224,600.00	476,181,900.00	-	-	-	-	
76.0000	SMC2U	SMC PREF. 2U	8,551,000	649,876,000.00	-	8,551,000.00	649,876,000.00	-	-	-	-	
6.8100	SMDC	SM DEVELOPMENT CORP.	55,850	380,338.50	-	-	-	-	-	55,850	380,338.50	
22.7500	SMPH	SM PRIME HLDGS	1,698,215	38,634,391.25	-	1,692,615.00	38,506,991.25	-	-	5,600	127,400.00	
0.1820	SOC	SOUTH CHINA RESOURCES, INC.	420,000	76,440.00	-	360,000.00	65,520.00	-	-	60,000	10,920.00	
9.7400	SPC	SPC POWER CORPORATION	5,000	48,700.00	-	5,000.00	48,700.00	-	-	-	-	
2.3600	SPM	SEAFRONT RES.	25,330	59,778.80	-	19,551.00	46,140.36	-	-	5,779	13,638.44	
1.1700	SPNEC	SOLAR PHILS. NUEVA ECIJA CORP.	41,048,124	48,026,305.08	-	41,048,124.00	48,026,305.08	-	-	-	-	
2.6300	SSI	SSI GROUP, INC.	132,000	347,160.00	-	132,000.00	347,160.00	-	-	-	-	
1.4100	STI	STI EDUC. SYSTEMS HLDGS.INC.(JTH)	10,000	14,100.00	-	10,000.00	14,100.00	-	-	-	-	
-	STN	STENIEL MFG.	1,049,534	-	-	1,031,332.00	-	-	-	18,202	-	
1.2500	STR	STARMALLS, INC. (PO)	12,000	15,000.00	-	12,000.00	15,000.00	-	-	-	-	
0.7600	SUN	SUNTRUST RESORT HOLDINGS, INC.	459,464	349,192.64	-	447,800.00	340,328.00	-	-	11,664	8,864.64	
-	SWM	SANITARY WARES	362,140	-	-	-	-	361,140	-	1,000	-	
0.4400	T	TKC METALS CORP. (SQL WIZARD)WIZ	261,000	114,840.00	-	261,000.00	114,840.00	-	-	-	-	
0.1330	TBGI	TRANSPACIFIC BROADCAST	6,525,000	867,825.00	-	6,525,000.00	867,825.00	-	-	-	-	
13.0000	TCB2C	CIRTEK HLDGS.PHILS.CORP.PREF.B2C	21,800	283,400.00	-	21,800.00	283,400.00	-	-	-	-	
8.2600	TCB2D	CIRTEK HLDGS.PHILS.CORP.PREF.B2D	8,900	73,514.00	-	8,900.00	73,514.00	-	-	-	-	
0.6300	TECH	CIRTEK HLDGS. PHILS. CORP (CHIPS)	1,576,808	993,389.04	-	1,576,808.00	993,389.04	-	-	-	-	
1,260.0000	TEL	PLDT, INC.	24,032	30,280,320.00	-	23,448.00	29,544,480.00	516	650,160.00	68	85,680.00	
-	TELA	PLDT "A"	65	-	-	-	-	-	-	65	-	
-	TELB	PLDT "B"	250	-	-	-	-	-	-	250	-	

-	TELD	PLDT "D"	15	-	-	-	-	-	-	-	15	-
-	TELE	PLDT "E"	75	-	-	-	-	-	-	-	75	-
-	TELF	PLDT "F"	30	-	-	-	-	-	-	-	30	-
-	TELG	PLDT "G"	100	-	-	-	-	-	-	-	100	-
-	TELH	PLDT "H"	70	-	-	-	-	-	-	-	70	-
-	TELI	PLDT "I"	130	-	-	-	-	-	-	-	130	-
-	TELJ	PLDT "J"	100	-	-	-	-	-	-	-	100	-
-	TELM	PLDT "M"	580	-	-	-	-	-	-	-	580	-
-	TELN	PLDT "N"	320	-	-	-	-	-	-	-	320	-
-	TELO	PLDT "O"	360	-	-	-	-	-	-	-	360	-
-	TELQ	PLDT "Q"	270	-	-	-	-	-	-	-	270	-
-	TELR	PLDT "R"	880	-	-	-	-	-	-	-	880	-
-	TELS	PLDT "S"	180	-	-	-	-	-	-	-	180	-
-	TELT	PLDT SERIES T	5,740	-	-	-	-	-	-	-	5,740	-
-	TELZ	PLDT "Z"	180	-	-	-	-	-	-	-	180	-
61.0000	TFHI	TOP FRONTIER INVST. HOLDINGS, INC.	1,179,753	71,964,933.00	-	-	1,179,753.00	71,964,933.00	-	-	-	-
0.5900	TUGS	HARBOR STAR SHIPPING SERVICES, INC.	206,500	121,835.00	-	-	206,500.00	121,835.00	-	-	-	-
26.6000	UBP	UNION BANK	23,746	631,643.60	1,027.00	27,318.20	23,141.00	615,550.60	-	-	1,632	43,411.20
0.2460	UNI	UNIOIL RES. & HOLDINGS CO	339,000	83,394.00	-	-	-	-	309,000	76,014.00	30,000	7,380.00
-	UP	UNIVERSAL RIGHTFIELD	42,002,301	-	20,000.00	-	-	-	41,982,301	-	40,000	-
0.0058	UPM	UNITED PARAGON MNG	82,363,550	477,708.59	-	-	82,363,550.00	477,708.59	-	-	-	-
67.3000	URC	UNIVERSAL ROBINA	556,990	37,485,427.00	-	-	556,990.00	37,485,427.00	-	-	-	-
-	UW	UNIWIIDE HOLDINGS INC.	2,259,000	-	-	-	2,198,000.00	-	-	-	61,000	-
0.8900	V	IVANTAGE CORPORATION (OIL)	875,496	779,191.44	-	-	825,496.00	734,691.44	-	-	50,000	44,500.00
0.5300	VITA	VITARICH	83,750	44,387.50	-	-	83,250.00	44,122.50	-	-	500	265.00
1.0400	VLL	VISTA LAND & LIFESCAPES	3,411,165	3,547,611.60	-	-	3,411,165.00	3,547,611.60	-	-	-	-
91.9500	VLL2A	VISTA LAND AND LANDSCAPES, PREF. 2A	-	-	15,000.00	1,379,250.00	15,000.00	1,379,250.00	-	-	-	-
1.7300	VMC	VICTORIAS MILL	121,638	210,433.74	-	-	121,638.00	210,433.74	-	-	-	-
19.4400	VVT	VIVANT CORP. (STAR,SLT)	5,337	103,751.28	-	-	2,837.00	55,151.28	-	-	2,500	48,600.00
6.2000	WEB	PHILWEB. CORP. (SSO)	448,290	2,779,398.00	-	-	446,040.00	2,765,448.00	-	-	2,250	13,950.00
-	WHI	WISE HOLDINGS, INC. (DPH)	7,492	-	-	-	-	-	7,492	-	-	-
-	WHIB	WISE HONDINGS ,INC "B" (DPHB)	1,870	-	-	-	-	-	1,870	-	-	-
0.2600	WIN	WELLEX IND.INC.(RED)	6,061,713	1,576,045.38	-	-	6,061,000.00	1,575,860.00	-	-	713	185.38
6.9600	WLCN	WILCON DEPOT, INC.	98,400	684,864.00	-	-	98,400.00	684,864.00	-	-	-	-
0.4050	WPI	WATERFRONT PHILS INC.	1,459,200	590,976.00	-	-	1,459,200.00	590,976.00	-	-	-	-
0.2480	X	XURPAS INC.	133,300	33,058.40	-	-	133,300.00	33,058.40	-	-	-	-
0.0670	ZHI	ZEUS HOLDINGS INC.	1,108,000	74,236.00	-	-	1,108,000.00	74,236.00	-	-	-	-
			10,640,012,141	20,205,206,531	14,297,207	29,634,455	10,379,976,139	20,186,089,256	43,657,286	9,098,053	230,675,923	39,653,676

RECONCILIATION OF RETAINED EARNINGS FOR DIVIDEND DECLARATION

For the reporting period ended December 31, 2025

BA SECURITIES, INC.

Unit 1906, 1/F PSE Tower 5th Ave., Cor., 28th St., BGC, Fort Bonifacio, Taguig City

Unappropriated retained earnings, beginning of reporting period		211,540,356
Add: Category A: Items that are directly credited to Unappropriated Retained Earnings		
Reversal of Retained Earnings Appropriation/s	-	
Effect of restatements or prior-period adjustments	773,605	
Others	-	773,605
		<hr/>
Less: Category B: Items that are directly debited to Unappropriated Retained Earnings		
Dividend declaration during the reporting period	-	
Retained Earnings appropriated during the reporting period	-	
Effect of restatements or prior-period adjustments		
Deferred income tax asset, prior year	(4,500,104)	(4,500,104)
		<hr/>
Unappropriated Retained Earnings, as adjusted		207,813,857
		<hr/>
Add/Less: Net Income (loss) for the current year		3,093,167
		<hr/>
Less: Category C.1: Unrealized income recognized in the profit or loss during the reporting period (net of tax)		
Equity in net income of associate/joint venture, net of dividends declared	-	
Unrealized foreign exchange gain, except those attributable to cash and cash equivalents	-	
Unrealized fair value adjustment (mark-to-market gains) of financial instruments at fair value through profit or loss (FVTPL)	(4,572,551)	
Unrealized fair value gain of Investment Property	-	
Deferred tax asset decrease/(increase) for the year	153,458	
Other unrealized gains or adjustments to the retained earnings as a result of certain transactions accounted for under the PFRS	-	(4,419,093)
Sub-total		<hr/> (1,325,926)
		<hr/>
Add: Category C.2: Unrealized income recognized in the profit or loss in prior reporting periods but realized in the current reporting period (net of tax)		
Realized foreign exchange gain, except those attributable to Cash and cash equivalents	-	
Realized fair value adjustment (mark-to-market gains) of financial instruments at fair value through profit or loss (FVTPL)		
Realized fair value gain of Investment Property	-	
Other realized gains or adjustments to the retained earnings as a result of certain transactions accounted for under the PFRS	-	-
Sub-total		<hr/> -
		<hr/>

RECONCILIATION OF RETAINED EARNINGS FOR DIVIDEND DECLARATION

For the reporting period ended December 31, 2025

BA SECURITIES, INC.

Unit 1906, 1/F PSE Tower 5th Ave., Cor., 28th St., BGC, Fort Bonifacio, Taguig City

Add: Category C.3: Unrealized income recognized in profit or loss in prior periods but reversed in the current reporting period (net of tax)		
Reversal of previously recorded foreign exchange gain, except those attributable to cash and cash equivalents	-	
Reversal of previously recorded fair value adjustment (mark-to-market gains) of financial instruments at fair value through profit or loss (FVTPL)	-	
Reversal of previously recorded fair value gain of Investment Property	-	
Reversal of other unrealized gains or adjustments to the retained earnings as a result of certain transactions accounted for under the PFRS, previously recorded	-	-
Sub-total		<hr/> <hr/>
Adjusted Net Income (Loss)		(1,325,926)
Add: Category D: Non-actual losses recognized in profit or loss during the reporting period (net of tax)		
Depreciation on revaluation increment (after tax)	-	-
Sub-total		<hr/> <hr/>
Add/Less: Category E: Adjustments related to relief granted by the SEC and BSP		
Amortization of the effect of reporting relief	-	
Total amount of reporting relief granted during the year	-	
Others	-	-
Sub-total		<hr/> <hr/>
Add/Less: Category F: Other items that should be excluded from the determination of the amount of available for dividends distribution		
Net movement of treasury shares (except for reacquisition of redeemable shares)	-	
Net movement of deferred tax asset not considered in the reconciling items under the previous categories	-	
Net movement in deferred tax asset and deferred tax liabilities related to same transaction, e.g., set up of right of use of asset and lease liability, set-up of asset and asset retirement obligation, and set up of service concession asset and concession payable	-	
Adjustment due to deviation from PFRS/GAAP - gain (loss)	-	
Others - Appropriation for capital expenditures	(6,500,000)	(6,500,000)
Sub-total		<hr/> <hr/> (7,825,926)
Total Retained Earnings, end of the reporting period available for dividend		<hr/> <hr/> 199,987,931

BA SECURITIES, INC.
SUPPLEMENTARY SCHEDULE OF EXTERNAL AUDITOR
FEE-RELATED INFORMATION

December 31, 2025 and 2024

(Per SEC Memorandum Circular No.18, series of 2024)

	2025	2024
Total Audit Fees (Section 2.1a)	200,000.00	200,000.00
Non-audit service fees:		
Other assurance services	-	-
Tax services	-	-
All other services	10,000.00	10,000.00
Total Non-audit Fees (Section 2.1b)	10,000.00	10,000.00
Total Audit and Non-audit Fees	210,000.00	210,000.00

Audit and non-audit fees of other related entities

	2025	2024
Audit Fees	60,000.00	60,000.00
Non-audit service fees:		
Other assurance services	-	-
Tax services	-	-
All other services	-	-
Total Audit and Non-audit Fees of other related entities	60,000.00	60,000.00

BA SECURITIES, INC.
FINANCIAL SOUNDNESS INDICATORS
December 31, 2025

Ratio	Formula	2025	2024
Current Ratio	Total Current Assets divided by Total Current Liabilities		
	Total Current Assets	184,660,604	119,435,040
	Divided by: Total Current Liabilities	114,160,975	25,336,310
		1.618:1	4.714:1
Acid test Ratio	Quick Assets (Total Current Assets less Inventories and Other Current Assets) divided by Total Current Liabilities		
	Total Current Assets	184,660,604	119,435,040
	Less: Inventories	-	-
	Other Current Assets	5,865,950	4,370,365
	Quick Assets	178,794,653	115,064,675
	Divide by: Total Current Liabilities	114,160,975	25,336,310
		1.566:1	4.541:1
Working Capital to Total Asset	Working Capital divided by Total Asset		
	Working Capital	70,499,628	94,098,731
	Divided by: Total Asset	568,629,478	499,206,624
		0.124:1	0.188:1
Solvency ratio	Total Debt Divided by Total Asset		
	Total Debt	114,939,967	25,868,327
	Divided by: Total Asset	568,629,478	499,206,624
		4.947:1	19.298:1
Debt to Equity Ratio	Total Debt divided by Total Equity		
	Total Debt	114,939,967	25,868,327
	Divided by: Total Equity	453,689,510	450,769,971
		0.253:1	0.057:1
Asset to Equity Ratio	Total Asset divided by Total Equity		
	Total Asset	568,629,478	499,206,624
	Divided by: Total Equity	453,689,510	450,769,971
		1.253:1	1.107:1
Interest Rate Coverage Ratio	EBIT divided by Interest Expense		
	EBIT	3,321,217	8,127,970
	Divided by: Interest Expense	-	-
		N/A	N/A

Profitability Ratio	Net Income/(Loss) after tax divide by Total equity		
	Net Income/(Loss) after tax	3,093,167	(6,084,368)
	Divided by: Total Equity	453,689,510	450,769,971
		0.007:1	-0.013:1
Return on Asset (ROA)	Net Income/(Loss) after tax divide by Average Asset		
	Net Income/(Loss) after tax	3,093,167	6,084,368
	Divided by: Average Asset	533,918,051	595,369,665
		0.006:1	-0.01:1
Return on Equity	Net Income/(Loss) after tax divide by Average equity		
	Net Income/(Loss) after tax	3,093,167	(6,084,368)
	Divided by: Average equity	452,229,741	456,570,191
		0.007:1	-0.013:1
Gross Profit Margin Ratio	Net Income/(Loss) before income tax divide by Revenue		
	Net Income/(Loss) before income tax	3,321,217	8,127,970
	Divided by: Revenue	9,741,624	1,160,101
		0.341:1	7.006:1
Profit Margin	Net Income/(Loss) after tax divide by Revenue		
	Net Income/(Loss) after tax	3,093,167	(6,084,368)
	Divided by: Revenue	19,356,830	8,378,183
		0.16:1	-0.726:1