

**TOWER SECURITIES, INC.**

**AUDITED FINANCIAL STATEMENTS**

December 31, 2025 and 2024

With Report of Independent Auditors

**TOWER SECURITIES, INC.**  
**ANNUAL AUDITED FINANCIAL REPORT**  
**TABLE OF CONTENTS**  
**DECEMBER 31, 2025**

Cover Page

Statement of Management's Responsibility for Financial Statements

Report of Independent Auditors

Statements of Financial Position

Statements of Comprehensive Income

Statements of Changes in Equity

Statements of Cash Flows

Notes to Financial Statements

Supplemental Written Statement of Independent Auditors

Report of Independent Auditors on Supplementary Schedules

Schedule I - Statement of Changes in Liabilities Subordinated  
to Claims of General Creditors

Schedule II - Computation of Risk-Based Capital Adequacy (RBCA) Ratio  
Under SRC Rule 49.1

Schedule III - Information Relating to the Possession or Control  
Requirements Under Annex 49.2-A of SRC Rule 49.2

Schedule IV - Computation for Determination of Reserve Requirements  
Under Annex 49.2-B of SRC Rule 49.2

Schedule V - A Report Describing Any Material Inadequacies Found to  
Exist or Found to have Existed Since the Date of The Previous Audit

Schedule VI - Results of Quarterly Securities Count Conducted pursuant  
to SRC Rule 52.1-10, as amended

Schedule VII - Financial Soundness Indicators in Two Comparative  
Periods Under SRC Rule 68, as Amended

Schedule VIII - Reconciliation of Retained Earnings Available for  
Dividend Declaration

Annex "A" – Supplementary Schedule of External Auditor Fee-Related Information

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

**ANNUAL AUDITED FINANCIAL REPORT**

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

Report for the Period Beginning January 1, 2025 and December 31, 2025.

**IDENTIFICATION OF BROKER**

<i>Name of Broker:</i> <b>Tower Securities, Inc.</b>			
<i>Address of Principal Place of Business:</i>		<b>1802C PSE Centre, Exchange Rd.</b>	
		<b>Ortigas Center, Pasig City</b>	
<i>Name and Phone Number of Person to Contact in Regard to this Report</i>			
<i>Name:</i>	<b>Amado Reyes</b>	<i>Tel. No.</i>	<b>8635-4448 to 49</b>
		<i>Fax No.</i>	

**IDENTIFICATION OF ACCOUNTANT**

<i>Name of Independent Certified Public Accountant whose opinion is contained in this report:</i>			
<i>Name:</i>	<b>Maria Antoniette V. Mariano-Cruz</b>	<i>Tel No.</i>	<b>8893-8291</b>
		<i>Fax No.</i>	<b>N/A</b>
<i>Address:</i>	<b>Unit 2108 Cityland 10 Tower 2</b>		
	<b>6815 Ayala Avenue, Makati City</b>		
<i>Certificate Number</i>	<b>109720</b>		
<i>PTR Number</i>	<b>7485031</b>	<i>Date Issued</i>	<b>January 5, 2026</b>

**TOWER SECURITIES, INC.**  
**STATEMENT OF MANAGEMENT RESPONSIBILITY**  
**FOR FINANCIAL STATEMENTS**

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Securities and Exchange Commission  
The SEC Headquarters  
7907 Makati Avenue, Salcedo Village  
Barangay Bel-Air, Makati City

The management of Tower 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 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 shareholders.

Mariano Caguete & Co. CPAs, the independent auditors appointed by the shareholders, has audited the financial statements of the Company in accordance with Philippine Standards on Auditing, and in its report to the shareholders, has expressed its opinion on the fairness of presentation upon completion of such audit.



**RAYMOND PETER L. UNLAY**  
Chairman of the Board and President



**SHERRY U. MACAM**  
Treasurer

Signed this 11<sup>th</sup> day of May 2026



## **REPORT OF INDEPENDENT AUDITORS**

The Shareholders and Board of Directors  
Tower Securities, Inc.  
1802C PSE Centre, Exchange Rd.  
Ortigas Center, Pasig City

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

#### *Opinion*

We have audited the financial statements of Tower 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 policy information.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of Tower Securities, Inc. 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 audits 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 audit opinion.

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

Management is responsible for the preparation and fair presentation of these 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.

*Auditors' 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 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 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 the 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 Legal and 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 for the year ended December 31, 2025 required by the Bureau of Internal Revenue as disclosed in Note 27 to the financial statements is presented for purposes of additional analysis and is not a required part of the basic financial statements prepared in accordance with PFRS. Such supplementary information is the responsibility of management. The supplementary information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

### **MARIANO CAGUETE & CO., CPAs**

By:

### **MARIA ANTONIETTE V. MARIANO-CRUZ**

Partner

CPA License No. 109720

Tax Identification No. 924-998-281-001

BOA/PRC Reg. No. 5612, August 13, 2023, valid until August 12, 2026

SEC Partner Accreditation No. 109720-SEC (Group A)

Valid to Cover audit of 2025 financial statements

SEC Firm Accreditation No. 5612-SEC (Group A)

Valid to Cover audit of 2025 financial statements

BIR Firm Accreditation No. 08-006268-000-2025, October 13, 2025, valid until October 12, 2028

BIR Partner Accreditation No. 08-006268-001-2026, March 19, 2026, valid until March 18, 2029

P.T.R. No. 7485031, issued on January 05, 2026, Tarlac City

May 11, 2026

Makati City, Philippines

**TOWER SECURITIES, INC.**  
**STATEMENTS OF FINANCIAL POSITION**

	Note	December 31, 2025		December 31, 2024	
		Money Balance	Security Valuation	Money Balance	Security Valuation
ASSETS			Long	Long	Short
<b>Current assets</b>					
Cash	5,23	P 259,553,809		P 108,688,870	
Financial assets at fair value through profit or loss (FVPL)	6,24	12,575,859	P 12,575,859	14,301,251	P 14,301,251
Trade receivables	7,23	462,841,181	4,650,275,051	642,304,395	4,971,525,605
Other current assets	8	367,966		650,471	
<b>Total Current Assets</b>		<b>735,338,815</b>		<b>765,944,987</b>	
<b>Noncurrent assets</b>					
Financial assets at fair value through other comprehensive income (FVOCI)	9,23,24	11,093,654	11,093,654	8,872,400	8,872,400
Property and equipment	10	66,211			
Trading right	11	7,700,000		8,000,000	
Deferred tax assets - net	21	4,636,928		9,530,664	
Refundable deposits	12	3,764,373		3,764,373	
<b>Total Noncurrent Assets</b>		<b>27,261,166</b>		<b>30,167,437</b>	
<b>TOTAL ASSETS</b>		<b>P 762,599,981</b>		<b>P 796,112,424</b>	
<b>Securities in Vault, Transfer Office and Philippine Central Depository, Inc.</b>					P 11,955,725,324
<b>LIABILITIES AND EQUITY</b>					
<b>Current liabilities</b>					
Trade payables	13	P 621,554,212	8,699,893,948	P 678,190,828	6,961,026,068
Income tax payable				89,433	
Other current liabilities	14	697,543		677,816	
<b>Total current liabilities</b>		<b>622,251,755</b>		<b>678,958,077</b>	
<b>Noncurrent Liabilities</b>					
Notes payable	17			1,000,000	
Retirement benefit obligation	15	8,006,964		4,492,199	
<b>Total noncurrent liabilities</b>		<b>8,006,964</b>		<b>5,492,199</b>	
<b>Total Liabilities</b>		<b>630,258,719</b>		<b>684,450,276</b>	
<b>EQUITY</b>					
Share Capital	16	30,000,000		30,000,000	
Retained earnings	16	90,030,093		68,559,524	
Unrealized gain on financial assets at FVOCI	9	7,715,290		6,048,342	
Revaluation surplus	11,16	4,719,000		4,944,000	
Accumulated remeasurement gain (loss)	15	(123,121)		2,110,282	
<b>Total Equity</b>		<b>132,341,262</b>		<b>111,662,148</b>	
<b>TOTAL LIABILITIES AND EQUITY</b>		<b>P 762,599,981</b>	<b>P 13,373,838,512</b>	<b>P 796,112,424</b>	<b>P 11,955,725,324</b>

See Accompanying Notes to Financial Statements.

**TOWER SECURITIES, INC.**  
**STATEMENTS OF COMPREHENSIVE INCOME**

	Note	Years Ended December 31,	
		2025	2024
<b>REVENUES</b>			
Commissions	2	₱ 36,175,512	₱ 33,248,660
Others:			
Dividend income	6	1,026,731	1,382,048
Trading (losses) gain	6	(1,746,916)	3,913,558
		<b>35,455,327</b>	<b>38,544,266</b>
<b>COST OF SERVICES</b>	17	<b>20,434,540</b>	18,981,196
<b>GROSS PROFIT</b>		<b>15,020,787</b>	19,563,070
<b>OPERATING EXPENSES</b>	18	<b>12,897,700</b>	11,383,907
<b>OTHER INCOME (CHARGES)</b>	19	<b>25,504,555</b>	5,154,694
<b>INCOME BEFORE INCOME TAX</b>		<b>27,627,642</b>	13,333,857
<b>PROVISION FOR INCOME TAX</b>	20	<b>6,174,089</b>	2,999,138
<b>NET INCOME FOR THE YEAR</b>		<b>21,453,553</b>	10,334,719
<b>OTHER COMPREHENSIVE INCOME (LOSS)</b>			
<i>Items that may be reclassified to profit or loss:</i>			
Change in fair value of trading right, net of tax		(225,000)	-
<i>Items that will not be reclassified to profit or loss:</i>			
Unrealized gain removed from equity and recognized in profit or loss	9	(6,953)	-
Changes in fair value of financial assets at FVOCI, net of tax	9	1,677,011	(243,450)
Remeasurement loss on retirement benefit - net of tax	15	(2,233,403)	-
<b>OTHER COMPREHENSIVE LOSS</b>		<b>(788,345)</b>	(243,450)
<b>TOTAL COMPREHENSIVE INCOME</b>		<b>₱ 20,665,208</b>	<b>₱ 10,091,269</b>
<b>EARNINGS PER SHARE</b>			
Basic and diluted	22	₱ 0.72	₱ 0.34

See Accompanying Notes to Financial Statements.

**TOWER SECURITIES, INC.**  
**STATEMENTS OF CHANGES IN EQUITY**

	For the year ended December 31, 2025						
	Share Capital (Note 16)	Retained Earnings Appropriated (Note 16)	Retained Earnings Unappropriated (Note 16)	Financial Asset Gain on at FVOCI (Note 9)	Revaluation Surplus (Note 11,16)	Accumulated Remeasurement Gain (Loss) (Note 15)	Total
Balances, January 01, 2025	₱ 30,000,000	₱ 27,476,977	₱ 41,082,547	₱ 6,048,342	₱ 4,944,000	₱ 2,110,282	₱ 111,662,148
Net income for the year	-	-	21,453,553	-	-	-	21,453,553
Other comprehensive loss	-	-	-	1,677,011	(225,000)	(2,233,403)	(781,392)
Transfer of gain on disposal of equity investments at FVOCI fair value through OCI to retained earnings	-	-	17,016	(10,063)	-	-	6,953
Total comprehensive income for the year	-	-	21,470,569	1,666,948	(225,000)	(2,233,403)	20,679,114
Appropriation for the year (Note 16)	-	4,290,711	(4,290,711)	-	-	-	-
<b>Balances, December 31, 2025</b>	<b>₱ 30,000,000</b>	<b>₱ 31,767,688</b>	<b>₱ 58,262,405</b>	<b>₱ 7,715,290</b>	<b>₱ 4,719,000</b>	<b>₱ (123,121)</b>	<b>₱ 132,341,262</b>

	For the year ended December 31, 2024						
	Share Capital (Note 16)	Retained Earnings Appropriated (Note 16)	Retained Earnings Unappropriated (Note 16)	Financial Asset Gain on at FVOCI (Note 9)	Revaluation Surplus (Note 11,16)	Accumulated Remeasurement Gain (Note 15)	Total
Balances, January 01, 2024	₱ 30,000,000	₱ 25,410,033	₱ 32,814,772	₱ 6,291,792	₱ 4,944,000	₱ 2,110,282	₱ 101,570,879
Net income for the year	-	-	10,334,719	-	-	-	10,334,719
Other comprehensive loss	-	-	-	(243,450)	-	-	(243,450)
Total comprehensive income for the year	-	-	10,334,719	(243,450)	-	-	10,091,269
Appropriation for the year (Note 16)	-	2,066,944	(2,066,944)	-	-	-	-
<b>Balances, December 31, 2024</b>	<b>₱ 30,000,000</b>	<b>₱ 27,476,977</b>	<b>₱ 41,082,547</b>	<b>₱ 6,048,342</b>	<b>₱ 4,944,000</b>	<b>₱ 2,110,282</b>	<b>₱ 111,662,148</b>

See Accompanying Notes to Financial Statements.

**TOWER SECURITIES, INC.**  
**STATEMENTS OF CASH FLOWS**

		<b>Years Ended December 31,</b>	
	Note	2025	2024
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Income before income tax		₱ 27,627,642	₱ 13,333,857
Adjustments for:			
Interest income	5	(822,179)	(138,135)
Unrealized loss (gain) on financial assets at FVPL	6	1,728,007	(3,980,777)
Dividend income	6,9	(1,026,731)	(1,382,048)
Provision for expected credit losses	7	9,895,951	29,932,449
Recovery from expected credit losses	7	(34,531,190)	(35,049,004)
Depreciation	10	10,679	-
Retirement expense	15	536,894	414,649
Interest expense	17	41,665	99,996
Operating income before working capital changes		<b>3,460,738</b>	3,230,987
Changes in operating assets and liabilities:			
(Increase) decrease in:			
Financial assets at FVPL	6	(2,615)	(947)
Trade receivables	7	204,098,453	(6,408,898)
Other current assets	8	282,505	62,820
(Decrease) increase in:			
Trade payables	13	(56,636,616)	(36,377,996)
Other current liabilities	14	19,727	(372,429)
Cash generated from (used in) operations		<b>151,222,192</b>	(39,866,463)
Dividends received	6	1,026,731	1,382,048
Interest paid	17	(41,665)	(99,996)
Interest received	5	822,179	138,135
Income tax paid		(1,105,968)	(1,246,495)
Net cash provided by (used in) operating activities		<b>151,923,469</b>	(39,692,771)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Proceeds from disposal of financial asset at FVOCI	9	18,360	-
Additions to property and equipment	10	(76,890)	-
Net cash used in investing activities		<b>(58,530)</b>	-
<b>CASH FLOWS FROM FINANCING ACTIVITY</b>			
Payment of notes payable	17	(1,000,000)	-
<b>NET INCREASE (DECREASE) IN CASH</b>		<b>150,864,939</b>	(39,692,771)
<b>CASH, JANUARY 01</b>		<b>108,688,870</b>	148,381,641
<b>CASH, DECEMBER 31</b>	5	<b>₱ 259,553,809</b>	₱ 108,688,870

See Accompanying Notes to Financial Statements.

# **TOWER SECURITIES, INC.**

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## **NOTES TO FINANCIAL STATEMENTS**

### **1. Corporate Information**

Tower Securities, Inc. (the "Company") was incorporated in the Philippines on November 29, 1989 and was licensed by the Securities and Exchange Commission (SEC) to engage in the business of dealing, purchasing or otherwise acquiring, owning, holding, managing, using or obtaining an interest, alone or in conjunction with any person natural or juridical, domestic or foreign, in all kinds of securities, including but not limited to, shares of stock, bonds, debentures, warrants, notes and other debt securities.

The Company's registered principal place of business is at 1802C PSE Centre, Exchange Rd., Ortigas Center, Pasig City.

The financial statements of the Company as at and for the year ended December 31, 2025 including the comparative figures for 2024, were authorized for issue by the Board of Director (BOD) on May 11, 2026.

### **2. Financial Reporting Framework and Basis of Preparation and Presentation**

#### Basis of Preparation

The accompanying financial statements have been prepared on a historical cost basis except for financial assets at fair value through profit or loss (FVTPL) and financial assets at fair value through other comprehensive income (FVOCI) that have been measured at fair value. The financial statements are presented in Philippine peso, the functional currency of Company, and all values are rounded to the nearest peso, except when otherwise indicated.

#### Security Valuation

The security position of customers classified as long position pertains to shares of stock that a customer bought with the expectation that the shares will rise in value whereas customers with short position pertains to the sale of shares of borrowed stocks in the open market with the expectation that the price thereof will decrease over time, at which point the customers will purchase the shares and return the shares to the broker (to the Company or other brokers) which the customers borrowed from.

#### Statement of Compliance

The financial statements of the Company have been prepared in compliance with Philippine Financial Reporting Standards (PFRSs). The term PFRS includes all applicable PFRS, Philippine Accounting Standards (PAS) and interpretation, which have been approved by the Financial Reporting Standards Council (FRSC) and adopted by the SEC, including SEC pronouncements.

### **3. Summary of Material Accounting Policy Information**

The material accounting policy information that has been used in the preparation of these financial statements are summarized in the succeeding pages. These policies have been consistently applied to all the years presented, unless otherwise stated.

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#### Changes in Accounting Policies and Disclosures

The accounting policies adopted are consistent with those of the previous financial year, except for the adoption of new standards effective beginning January 1, 2025. The Company has not early adopted any standard, interpretation or amendment that has been issued but is not yet effective.

Unless otherwise indicated, adoption of these new standards did not have an impact on the financial statements.

- Amendments to PAS 21, *The Effects of Changes in Foreign Exchange Rates – Lack of Exchangeability*. The amendments specify how an entity should assess whether a currency is exchangeable and how it should determine a spot exchange rate when exchangeability is lacking.

The amendments are effective for annual reporting periods beginning on or after January 1, 2025. Earlier adoption is permitted and that fact must be disclosed. When applying the amendments, an entity cannot restate comparative information.

The amendments have no impact on the Company's financial statements as the Company does not have foreign currency transactions.

#### Issued but not yet Effective

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

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

- Amendments to Illustrative Examples on PFRS 7, PFRS 18, PAS 1, PAS 8, PAS 26, and PAS 37, *Disclosures about Uncertainties in the Financial Statements*
- Amendments to PFRS 9 and PFRS 7, *Classification and Measurement of Financial Instruments*
- Amendments to PFRS 9 and PFRS 7, *Contracts Referencing Nature-dependent Electricity*
- Annual Improvements to PFRS Accounting Standards – Volume 11
  - Amendments to PAS 1, *Hedge Accounting by a First-time Adopter*
  - Amendments to PFRS 7, *Gain on Loss on Derecognition*
  - Amendments to PFRS 9, *Lessee Derecognition of Lease Liabilities and Transaction Price*
  - Amendments to PFRS 10, *Determination of a 'De Facto Agent'*
  - Amendments to PAS 7, *Cost Method*

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

- PFRS 17, *Insurance Contracts*
- PFRS 18, *Presentation and Disclosure in Financial Statements*
- PFRS 19, *Subsidiaries without Public Accountability*
- Amendments to PAS 21, *Translation to a Hyperinflationary Presentation Currency*

### *Deferred effectivity*

- Amendments to PFRS 10, *Consolidated Financial Statements*, and PAS 28, *Sale or Contribution of Assets between an Investor and its Associate or Joint Venture*

The revised, amended, and additional disclosures or accounting changes provided by the standards and interpretations will be included in the financial statements in the year of adoption, if applicable.

### Financial Instruments

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

**Date of Recognition.** The Company recognizes a financial asset or a financial liability in the statements of financial position when it becomes a party to the contractual provisions of a financial instrument. In the case of a regular way purchase or sale of financial assets, recognition and derecognition, as applicable, is done using trade date accounting.

**Initial Recognition and Measurement.** Financial instruments are recognized initially at fair value, which is the fair value of the consideration given (in case of an asset) or received (in case of a liability). The initial measurement of financial instruments, except for those designated at FVPL, includes transaction cost.

### Financial Assets

**Classification.** The Company classifies its financial assets at initial recognition under the following categories: (a) financial assets at amortized cost, (b) financial assets at FVOCI, and (c) financial assets at FVPL. The classification of a financial instrument largely depends on the Company's business model and its contractual cash flow characteristics.

#### *Financial Assets at FVPL*

Financial assets that do not meet the criteria for being measured at amortized cost or FVOCI are classified under this category. Specifically, financial assets at FVPL include financial assets that are (a) held for trading, (b) designated upon initial recognition at FVPL, or (c) mandatorily required to be measured at fair value. Financial assets are classified as held for trading if they are acquired for the purpose of selling or repurchasing in the near term.

After initial recognition, financial assets at FVPL are subsequently measured at fair value. Gains or losses arising from the fair valuation of financial assets at FVPL are recognized in profit or loss.

As at December 31, 2025 and 2024, the Company designated its investment in equity securities as financial assets at FVPL (see Note 6).

#### *Financial Assets at FVOCI*

Equity securities designated at FVOCI are those that the Company made an irrevocable election to present in other comprehensive income the subsequent changes in fair value. The designation is made on instrument-by-instrument basis. Equity securities at FVOCI are initially measured at fair value plus transaction costs. Subsequently, they are measured at fair value, with no deduction for sale or disposal costs. Gains and losses arising from changes in fair value

are recognized in other comprehensive income. When the asset is disposed of, the cumulative gain or loss previously recognized in other comprehensive income is not reclassified to profit or loss, but is reclassified directly within equity. Equity securities at FVOCI are not subject to impairment assessment.

Dividends earned on holding these equity instruments are recognized in the statement of comprehensive income when the Company's right to receive the dividends is established, unless the dividends clearly represent recovery of a part of the cost of the investment. Dividends earned are recognized in the statement of comprehensive income under other revenues.

As at December 31, 2025 and 2024, the Company designated its investment in PSE shares as financial assets at FVOCI (see Note 9).

*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 impairment, 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. Financial assets at amortized cost are included under current assets if realizability or collectability is within 12 months after the reporting period. Otherwise, these are classified as concurrent assets.

As at December 31, 2025 and 2024, the Company's cash and cash equivalents, trade and other receivables, and refundable deposits are classified under this category (see Notes 5, 7 and 12).

Cash includes cash on hand and cash in banks. Cash are measured at face value.

*Trade Receivables.* For trade receivables without significant financing component, the Company has applied the simplified approach in measuring ECL.

Simplified approach requires that ECL should always be based on the lifetime ECL. The Company has established a provision matrix that is based on its historical credit loss experience, adjusted for forward-looking factors specific to the debtors and the economic environment and an assessment of both the current as well as the forecasted direction of conditions at the reporting date, including time value of money where appropriate.

Refundable deposits pertain to clearing fund contributions made to Securities Clearing Corporation of the Philippines (SCCP). Clearing fund contributions shall be refunded upon cessation of business and/or termination of membership to the SCCP. Refundable deposit is measured at the amount of cash paid.

*Impairment*

The Company recognizes an allowance for expected credit loss (ECL) for all financial instruments not measured at FVPL. 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.

*Other Financial Assets or Amortized Cost.*

For these financial instruments, the ECL is based on the 12-month ECL, which pertains to the portion of lifetime ECL 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.

The Company considers a financial asset in default when contractual payments are 2 days past due unless it is demonstrated that the non-payment was an administrative oversight rather than resulting from financial difficulty of the borrower. However, in certain cases, the Company may also consider a financial asset to be in default when internal or external information indicates that the Company is unlikely to receive the outstanding contractual amounts in full before taking into account any credit enhancements held by the Company. A financial asset is written off when there is no reasonable expectation of recovering the contractual cash flows.

*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 other comprehensive income.

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.

There were no reclassifications of financial assets in 2025 and 2024.

### *Derecognition*

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

*Classification.* The Company classifies its financial liabilities at initial recognition under the following categories: (a) financial liabilities at amortized cost and (b) financial liabilities at FVPL.

As at reporting date, the Company does not have financial liabilities measured at FVPL.

### *Financial Liabilities at amortized cost*

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.

This category includes trade payables and other current liabilities (excluding statutory liabilities).

*Derecognition.* 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 profit or loss.

Offsetting of Financial Assets and Liabilities

Financial assets and financial liabilities are offset and the net amount is 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.

Property and Equipment

Property and equipment are stated at cost less accumulated depreciation and allowance for impairment loss, if any. When assets are sold or retired, their cost, accumulated depreciation and any allowance for impairment are eliminated from the accounts and any gain or loss resulting from the disposal is included in the statements of comprehensive income.

Depreciation is computed on a straight-line basis over the following estimated useful lives of the assets:

<u>Category</u>	<u>Number of Years</u>
Office condominium and improvements	10-15 years
Office furniture and fixtures	2-3 years
Transportation equipment	3 years

The estimated useful lives and depreciation method are reviewed periodically to ensure that these are consistent with the expected pattern of economic benefits from the items of property and equipment.

When assets are retired or otherwise disposed of, the cost and the related accumulated depreciation and any impairment in value are removed from the accounts. Any resulting gain or loss is recognized in statements of comprehensive income.

Fully-depreciated assets are retained in the accounts until they are no longer in use and no further charge for depreciation is made in respect of those assets.

Intangible Asset

Intangible asset pertains to the Company's exchange trading right.

Exchange trading right is initially measured at cost and is subsequently carried at revalued amount (Fair value). The fair value of the trading right can be determined by reference to an active market at subsequent measurement date, the revaluation model is applied from that date. If the trading right's carrying amount is increased as a result of a revaluation, the increase shall be credited directly to equity under the heading of revaluation surplus. However, the increase shall be recognized in profit or loss to the extent that it reverses a revaluation decrease of the same asset previously recognized in profit or loss. The Company does not intend to sell its exchange trading right in the near future.

#### Impairment of Nonfinancial Assets

The Company's non-financial assets are subject to impairment testing. These assets are tested for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable.

#### Equity

Share capital represents the nominal value of shares that have been issued.

Appropriated retained earnings pertain to reserve fund required to be maintained by companies engaged in the securities brokerage business in compliance with SEC Memorandum Circular No. 16, Series of 2004, *Adoption of the Risk Based Capital Adequacy Requirement/Ratio (RBCA) for Brokers Dealers*.

Unappropriated retained earnings represent accumulated earnings of the Company less dividends declared.

Revaluation surplus comprises cumulative mark-to-market valuation of exchange trading right.

#### Revenue Recognition

Revenue is recognized when control of goods or services is transferred to the customers at an amount that reflects the consideration to which the Company expects to be entitled in exchange for those goods or services. The Company assesses its revenue arrangements against specific criteria in order to determine if it is acting as principal or agent. The Company has concluded that it is acting as a principal in all of its revenue arrangements.

For revenue stream covered by PFRS 15, the Company exercise judgment, taking into consideration all of the relevant facts and circumstances when applying each step of the five-step model to contracts with customers.

#### *Commissions*

Commissions are recognized as income upon confirmation of trade deals. These are computed for every trade transaction based on a percentage of the amount of trading transaction.

#### Revenue outside of scope of PFRS 15

The following specific recognition criteria must be met before revenue is recognized:

#### *Interest*

Interest income on cash in bank and interest-bearing placements is recorded on a time proportion basis taking into account the effective yield of the asset.

#### *Trading gains (losses) - net*

Trading gains (losses) – net represents results arising from trading activities including all gains and losses from changes in fair value for financial assets and financial liabilities at FVPL and gains and losses from disposal of investment securities at FVPL and debt securities at FVOCI.

#### *Dividend income*

Dividend income is recognized when the Company's right to receive the payment is established, which is generally when shareholders of the issuer approve the dividend.

*Other income*

Other income is recognized when earned.

Costs and Expenses

Costs and expenses are decreases in economic benefits during the accounting period in the form of outflows or decrease of assets or incurrence of liabilities that result in decreases in equity, other than those relating to distributions to equity participants. Cost of services such as commissions, stock exchange dues and fees, central depository fees, research costs, and communication costs are recognized when the related revenue is earned or when the service is rendered. The majority of operating expenses incurred by the Company such as indirect personnel costs, professional fees, computer services, and other operating expenses are overhead in nature and are recognized with regularity as the Company continues its operations.

Foreign Currency Translations

For financial reporting purposes, foreign currency-denominated monetary assets and liabilities are translated into their equivalents in Philippine peso based on the closing rate prevailing at the reporting date and foreign currency-denominated income and expense at the exchange rate at the date of transaction. Foreign exchange differentials arising from foreign currency transactions and restatements of foreign currency-denominated assets and liabilities are credited to or charged against current operations in the year in which the rates change.

Non-monetary items that are measured in terms of historical cost in a foreign currency are translated using the exchange rates as at the dates of the initial transactions. Non-monetary items measured at fair value in a foreign currency are translated using the exchange rates at the date when the fair value was determined.

Retirement Benefits

*Short-term employee benefits and compensation absences*

Wages, salaries, paid annual leave and sick leave, bonuses, and non-monetary benefits are recognized as employee benefit expense and accrued when the associated services are rendered by the employee of the Company. Other employee benefits include Social Security System, Philhealth and other contributions.

*Defined benefit plan*

The net defined benefit liability or asset is the aggregate of the present value of the defined benefit obligation at the end of the reporting period reduced by the fair value of plan assets (if any), adjusted for any effect of limiting a net defined benefit asset to the asset ceiling.

The cost of providing benefits under the defined benefit plans is actuarially determined using the projected unit credit method.

Defined benefit cost comprises the following:

- Service costs comprising current service cost, past service cost and gains or losses on nonroutine settlements.
- Interest expense, which is calculated by applying the discount rate to the DBL, not of income from plan assets.

Remeasurements gains and losses arising from experience adjustments and changes in actuarial assumptions are recognized in other comprehensive income in the period which they arise. Such gains and losses are not reclassified to profit or loss in subsequent periods.

#### Income Taxes

##### *Current income tax*

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

##### *Deferred income tax*

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

Deferred income tax liabilities are recognized for all deductible temporary differences, carryforward benefit of unused tax credits (minimum corporate income tax or MCIT) and unused tax losses (net operating loss carry over or NOLCO), to the extent that it is probable that taxable profit will be available against which the deductible temporary differences, and the carryforward benefit of unused tax credits and unused tax losses can be utilized.

The carrying amount of deferred income tax assets is reviewed at each financial position date and reduced to the extent that it is probable that sufficient taxable profit will be available to allow all or part of the deferred income tax to be utilized. Unrecognized deferred tax assets are reassessed at each reporting date and are recognized to the extent that it has become probable that future taxable profit will allow the deferred tax asset to be recovered.

Deferred income tax assets and liabilities are measured at the tax rate that is expected to apply to the period when the asset is realized or settled, based on tax rate (and tax laws) that has been enacted or substantively enacted at the financial position date.

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

Current tax and deferred tax relating to items recognized directly in equity is also recognized in equity and not in the statement of comprehensive income.

#### Provisions

Provisions are recognized when present obligations will probably lead to an outflow of economic resources and they can be estimated reliably even if the timing or amount of the outflow may still be uncertain. A present obligation arises from the presence of a legal or constructive commitment that has resulted from past events.

Provisions are reviewed at each financial position date and adjusted to reflect the current best estimate.

In those cases where the possible outflow of economic resource as a result of present obligations is considered probable or remote, or the amount to be provided for cannot be measured reliably, no liability is recognized in the financial statements.

Probable inflows of economic benefits that do not yet meet the recognition criteria of an asset are considered contingent assets, hence, are not recognized in the financial statements.

#### Contingencies

Contingent liabilities represent possible obligations whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company. They are not recognized in the financial statements but are disclosed unless the possibility of an outflow of resources embodying economic benefits is remote. A contingent asset is not recognized in the financial statements but disclosed when an inflow of economic benefits is probable.

#### Related Entities and Related Party Transactions

Related party relationships exist when one party has the ability to control, directly, or indirectly through one or more intermediaries, the other party or exercise significant influence over the other party in making financial and operating decisions. Such relationships also exist between and/or among entities which are under common control with the reporting enterprise, or between and/or among the reporting enterprise and its key management personnel, directors, or its stockholders. Transactions between related parties are accounted for at arm's length prices or on terms similar to those offered to non-related entities in an economically comparable market.

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

#### Events After Financial Reporting Period

Post-year-end events that provide additional information about the Company's position at the end of the reporting period (adjusting events) are reflected in the financial statements. Post-year-end events that are not adjusting events, if any, are disclosed in the notes to the financial statements, when material.

### **4. Material Accounting Judgments and Estimates**

PAS 1, *Presentation of Financial Statements*, requires disclosures about key sources of estimation uncertainty and judgments that management has made in the process of applying accounting policies. The following are critical judgments and key estimates and assumptions that have a significant risk of material adjustment to the carrying amount of assets and liabilities within the next financial year and/or in future periods.

#### Judgments

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

#### *Fair value of financial assets and liabilities*

Where fair values of financial assets and liabilities recorded on the statements of financial position cannot be derived from the active markets, they are determined using a variety of valuation techniques that include the use of mathematical models. The input of these models is taken from observable markets where possible, but where this is not feasible, a degree of judgment is required in establishing fair values.

#### Estimates

The key assumptions concerning the future and other sources of estimation uncertainty at the financial position date that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are discussed below.

#### *Assessment for the ECL on trade receivables*

The Company, applying the simplified approach in the computation of ECL, initially uses a provision matrix based on historical default rates for trade receivables. The provision matrix specifies provision rates depending on the number of days that a trade receivable is past due. The Company also uses appropriate groupings if its historical credit loss experience shows significantly different loss patterns for different customer segments. The Company then adjusts the historical credit loss experience with forward-looking information on the basis of current observable data to reflect the effects of current and forecasted economic conditions.

The Company adjust historical default rates to forward-looking default rate by determining the closely related economic factor affecting each customer segment. The Company regularly reviews the methodology and assumptions used for estimating ECL to reduce any difference between estimates and actual credit loss experience.

The determination of the relationship between historical default rated and forecasted economic condition is a significant accounting estimate. Accordingly, the provision for credit losses on trade receivables is sensitive to changes in assumptions about forecasted economic conditions,

The Company also considers trade receivables that are more than three (3) days past due to be the latest point at which lifetime ECL should be recognized unless it can be demonstrate that this does not represent a significant increase in credit risk such as when non-payment was an administrative oversight rather than resulting from financial difficulty of the counterparty.

Provision for expected credit losses amounted to ₱9,895,951 and ₱29,932,449 in 2025 and 2024, respectively Recovery from credit losses on trade receivables amounted to ₱34,531,190 and ₱35,049,004 in 2025 and 2024, respectively. The carrying amount of trade receivables amounted to ₱462,841,181 and ₱642,304,395 as at December 31, 2025 and 2024, respectively (see Note 7).

#### *Impairment of financial assets*

The measurement of impairment losses under PFRS 9 across all categories of financial assets requires judgement, in particular, the estimation of the amount and timing of future cash flows and collateral values when determining impairment losses and the assessment of a significant increase in credit risk. These estimates are driven by a number of factors, changes in which can result in different levels of allowances.

*Recognition of deferred tax assets*

The Company reviews the carrying amount of deferred income taxes at each financial position date and reduces deferred tax assets to the extent that it is no longer probable that sufficient taxable income will be available to allow all or part of the deferred tax assets to be utilized. However, there is no assurance that the Company will generate sufficient taxable income to allow all or part of deferred tax assets to be utilized. The Company looks at its project performance in assessing the sufficiency of future taxable income.

The details of recognized deferred tax assets are disclosed in Note 20.

*Estimated retirement liability*

The cost of defined benefit retirement plan and other post-employment benefits is determined using actuarial valuations. The actuarial valuation involves making assumptions about discount rates, future salary increases and mortality rates. The defined benefit obligation is highly sensitive to changes in underlying assumptions due to the complexity of the valuation and its long-term nature.

In determining the appropriate discount rate, management considers the market yields on Philippine government bonds with terms consistent with the expected employee benefit payouts as of the statement of financial position date.

Mortality rate is based on publicly available mortality tables. Those mortality tables tend to change only at intervals in response to demographic changes.

Future salary increases are based on expected future inflation rates in the Philippines.

All assumptions are reviewed at each statement of financial position date. The details of assumptions used in the actuarial valuation and the carrying amounts of retirement liability as of December 31, 2025 and 2024 are disclosed in Note 15.

**5. Cash**

This account consists of:

	<b>2025</b>	<b>2024</b>
Cash in banks	₱ <b>259,543,809</b>	₱ 108,678,870
Cash on hand	10,000	10,000
	₱ <b>259,553,809</b>	₱ 108,688,870

Cash in banks represents deposit to various local banks which earns interest at prevailing bank deposit rates.

In compliance with Securities Regulation Code (SRC) Rule 49.2 covering customer protection and custody of securities, the Company maintains a special reserve bank account for the exclusive benefit of its customers amounting to ₱659,830 and ₱659,500 as at December 31, 2025 and 2024, respectively. The Company's reserve requirement is determined based on SEC's

prescribed computations. As at December 31, 2025 and 2024, the Company's reserve accounts are adequate to cover its reserve requirements.

Total interest income earned from cash in banks amounted to ₱822,179 and ₱138,135 in 2025 and 2024, respectively.

## 6. Financial Asset at FVTPL

This account represents quoted equity securities held by the Company for trading purposes.

	2025	2024
Equities in the PHISIX	₱ 2,228,174	₱ 2,301,326
Equities outside the PHISIX	10,347,685	11,999,925
	₱ 12,575,859	₱ 14,301,251

The roll-forward analysis of this account as follows:

	2025	2024
Balance, January 01	₱ 14,301,251	₱ 10,319,528
Additions during the year	330,013,660	255,644,232
Disposals during the year	(330,011,045)	(255,643,286)
Unrealized gain (loss) on financial assets at FVPL	(1,728,007)	3,980,777
Balance, December 31	₱ 12,575,859	₱ 14,301,251

The Company's financial assets at FVPL as at December 31, 2025 and 2024 are carried at fair values based on sources classified under the Level 1 category. The fair values of financial assets at FVPL are based on quoted market process or bidding dealer price quotations from active markets as at reporting date (see Note 25).

Details of trading gains (losses) - net recognized in the statements of comprehensive income follow:

	2025	2024
Realized loss on sale	₱ (18,909)	₱ (67,219)
Unrealized (losses) gains on fair value changes	(1,728,007)	3,980,777
	₱ (1,746,916)	₱ 3,913,558

Dividend income earned from financial assets at FVTPL amounted to ₱485,731 and ₱1,382,048 in 2025 and 2024, respectively.

## 7. Trade Receivables

This account consists of:

	2025	2024
Receivable from:		
Customers	₱ 471,768,627	₱ 686,167,578
Clearing house	16,464,344	6,163,846
Total	488,232,971	692,331,424
Less: allowance for ECL	(25,391,790)	(50,027,029)
	₱ 462,841,181	₱ 642,304,395

Trade receivables from customers consist of amounts due within two (2) business days from transaction date as follows:

	2025		2024	
	Money Balance	Security Valuation	Money Balance	Security Valuation
Over 250%	₱ 418,748,890	₱ 4,605,871,119	₱ 275,992,694	₱ 4,263,779,789
Between 200%-250%	1,742,313	3,789,324	238,900,075	535,176,510
Between 150%-200%	1,123,180	1,923,685	16,669,901	27,160,803
Between 100%-150%	11,704,662	14,815,712	100,436,667	116,078,174
Below 100%	36,869,830	23,875,211	52,442,850	29,330,329
Unsecured accounts	1,579,752	-	1,725,391	-
	471,768,627	4,650,275,051	686,167,578	4,971,525,605
Less: allowance for expected credit losses	25,391,790	-	50,027,029	-
	₱ 446,376,837	₱ 4,650,275,051	₱ 636,140,549	₱ 4,971,525,605

Collaterals related to receivables from customers and brokers pertain to quoted equity securities amounting to ₱433,319,045 and ₱631,999,337 as at December 31, 2025 and 2024, respectively. The fair values of these securities are based on prevailing quoted market prices, which is usually the closing prices, from active markets as at reporting date (Level 1).

Provision for expected credit losses pertains to specific provisions on past due receivables. Balances and movement in the allowance for expected credit losses are as follows:

	2025	2024
Balance, Janaury 01	₱ 50,027,029	₱ 55,143,584
Provision for expected credit losses	9,895,951	29,932,449
Recovery from expected credit losses	(34,531,190)	(35,049,004)
Balance, December 31	₱ 25,391,790	₱ 50,027,029

## 8. Other Current Assets

This account consists of:

	2025	2024
Advances to officers and employees	₱ 281,797	₱ 650,471
Prepaid income tax	86,169	-
	₱ 367,966	₱ 650,471

Advances to officers and employees refer to loans of officers and amounts for liquidation. The Company expects to collect within six months to one year.

Prepaid income tax represents quarterly income tax payments which can be applied to future income tax liabilities.

## 9. Financial Asset at FVOCI

This account consists of Philippine Stock Exchange (PSE) equity securities amounting to ₱11,093,654 and ₱8,872,400 in 2025 and 2024, respectively.

In 2025, the Company recognized gain on sale amounting to ₱17,016 which was recognized directly in the retained earnings. No similar transaction in 2024.

The Company's financial assets at FVOCI as at December 31, 2025 and 2024 are carried at fair value based on sources classified under Level 1 category. The fair values of financial assets at FVOCI are based on quoted market prices or bidding dealer price quotations from active markets as at reporting date (Note 3).

The balances and movements of cumulative unrealized gains on financial assets at FVOCI included as part of "Equity" in the statement of financial position as at December 31 are as follows:

	December 31, 2025		
	Unrealized Gains on Financial Assets at FVOCI		Deferred Tax
	Assets at FVOCI	Deferred Tax	Total
Balances, beginning of year	₱ 8,064,456	₱ 2,016,114	₱ 6,048,342
Disposal	(13,417)	(3,354)	(10,063)
Changes in fair value of financial assets at FVOCI recognized during the year	2,236,014	559,003	1,677,011
Balance, end of year	₱ 10,287,053	₱ 2,571,763	₱ 7,715,290

	December 31, 2024		
	Unrealized Gains on Financial		
	Assets at FVOCI	Deferred Tax	Total
Balances, beginning of year	₱ 8,389,056	₱ 2,097,264	₱ 6,291,792
Changes in fair value of financial assets at FVOCI recognized during the year	(324,600)	(81,150)	(243,450)
Balance, end of year	₱ 8,064,456	₱ 2,016,114	₱ 6,048,342

Dividend income earned from financial assets at FVOCI amounted to ₱541,000 and nil in 2025 and 2024, respectively.

## 10. Property and Equipment

The roll forward analysis of this account is as follows:

	2025				
	Office Condominium and Office Furniture Improvements and Fixtures			Transportation Equipment	Total
	Improvements	and Fixtures	Equipment		
<b>Cost</b>					
Balance, January 01, 2025	₱ 13,418,452	₱ 1,296,277	₱ 15,282,887	₱ 29,997,616	
Additions	-	-	76,890	76,890	
Balance, December 31, 2025	13,418,452	1,296,277	15,359,777	30,074,506	
<b>Accumulated Depreciation</b>					
Balance, January 01, 2025	13,418,452	1,296,277	15,282,887	29,997,616	
Depreciation	-	-	10,679	10,679	
Balance, December 31, 2025	13,418,452	1,296,277	15,293,566	30,008,295	
Net book value	₱ -	₱ -	₱ 66,211	₱ 66,211	

	2024			
	Office Condominium and Improvements	Office Furniture and Fixtures	Transportation Equipment	Total
<u>Cost</u>				
Balance, January 01, 2024	₱ 13,418,452	₱ 1,296,277	₱ 15,282,887	₱ 29,997,616
Additions	-	-	-	-
Balance, December 31, 2024	13,418,452	1,296,277	15,282,887	29,997,616
<u>Accumulated Depreciation</u>				
Balance, January 01, 2024	13,418,452	1,296,277	15,282,887	29,997,616
Depreciation	-	-	-	-
Balance, December 31, 2024	13,418,452	1,296,277	15,282,887	29,997,616
Net book value	₱ -	₱ -	₱ -	₱ -

As at December 31, 2025 and 2024, the cost of fully depreciated property and equipment still in use amounted to ₱29,997,616, respectively.

The Company did not recognize any impairment losses on its property and equipment in 2025 and 2024 since there are no observable indications that the assets' values have significantly declined during the period.

## 11. Trading Right

Trading right represents the Company's privilege in trading securities at the PSE floor. Under the PSE rules, the Company's trading right (previously the exchange membership seat) is pledged at its full value to the PSE to secure the payment of all debts due to other members of the exchange arising out of or in connection with the present or future contracts relating to Securities.

In 2001, the demutualization or conversion of PSE into a stock corporation was approved by the Securities and Exchange Commission (SEC) effective August 8, 2001. Each membership seat will be exchanged for shares of stock of PSE. In accordance with the conversion, PSE will issue 9.2 million shares with a par value of ₱1 per share out of the members' contribution of ₱286.6 million. Thus, each of the 184 members/brokers will subscribe to a total of 50,000 shares of stocks with a par value of P1 per share. The balance of members' contribution of ₱277.4 million will be treated as additional paid-in surplus in the financial statements of PSE.

In addition to the shares, each member will receive a Certificate of Trading Right to maintain their continued access to the trading floor of PSE. The Right can be assigned and transferred by the members. The effects of the conversion plan specifically on the separate valuation of the ownership of the exchange seat and the trading right have been recognized in the Company's financial statements.

The trading right is measured using the revaluation model, with fair value determined using a market-based approach. In determining fair value, management considers the latest transacted price of exchange trading rights, as confirmed by the Philippines Stock Exchange, as the primary input. Management assesses whether there are any significant changes in market conditions that would require adjustment to the observed transaction price. In the absence of such indicators, the transaction price is considered to approximate fair value at reporting date.

The latest transacted price of the exchange trading right as of December 31, 2025 and 2024 amounted to ₱7.7 million and ₱8 million, respectively. Changes in the fair value recognized in other comprehensive income net of tax amounted to ₱225,000.

The trading right is classified under Level 3 of the fair value hierarchy, as observable inputs are limited and transactions are not frequent.

Movements in exchange trading right follow:

	2025	2024
Cost	₱ 1,408,000	₱ 1,408,000
Revaluation surplus		
Balance, January 01	6,592,000	6,592,000
Net fair value changes	(300,000)	-
Balance, December 31	6,292,000	6,592,000
	₱ 7,700,000	₱ 8,000,000

## 12. Refundable Deposits

Refundable deposits are monthly contributions by clearing members of the Securities Clearing Corporation of the Philippines (SCCP) the Clearing and Trade Guaranty Fund (CTGF) for an amount of 1/500 of 1% of the total monthly turnover value net of block sales and cross transactions of the same flag. As at December 31, 2025 and 2024 refundable deposit amounted to ₱3,764,373.

## 13. Trade Payables

This account consists of trade payable to customers which are non-interest bearing are normally settled within 1 year.

The Company's trade payables to customers and their security valuation follows:

	2025		2024	
	Money Balance	Security Valuation	Money Balance	Security Valuation
With money balance	₱ 621,554,212	₱ 5,864,157,043	₱ 678,190,828	₱ 3,028,428,100
Without money balance	-	2,835,736,905	-	3,932,597,968
	<b>₱ 621,554,212</b>	<b>₱ 8,699,893,948</b>	<b>₱ 678,190,828</b>	<b>₱ 6,961,026,068</b>

Payables to customers include payable to related parties amounting to ₱27,792,775 and ₱43,859,113 as at December 31, 2025 and 2024, respectively (see Note 21).

#### 14. Other Current Liabilities

This account consists of:

	2025	2024
Taxes payable	₱ 642,317	₱ 541,713
Stock transaction payable	32,376	97,958
Statutory payables	22,850	38,145
	<b>₱ 697,543</b>	<b>₱ 677,816</b>

Taxes payable consist of output VAT, withholding tax expanded and withholding taxes on compensation. These are noninterest-bearing and are normally settled within 30 days.

Statutory payables are payable to government agencies for mandatory contributions to the Social Security System (SSS), Philippine Health Insurance Corporation (PHIC), and Home Development Mutual Fund (HDMF).

#### 15. Retirement Benefit Obligation

The Company has an unfunded, noncontributory, defined benefit pension plan covering substantially all of its regular employees. The benefits are based on years of service and compensation on the last year of employment. The latest actuarial valuation was made on March 24, 2026. The management believe that there is no significant movement on the valuation from December 31, 2025.

Under the existing regulatory framework, Republic Act 7641 requires a provision for retirement pay to qualified private sector employees in the absence of any retirement plan in the entity, provided however that the employee's retirement benefits under any collective bargaining and other agreements shall not be less than those provided under the law. The law does not require minimum funding of the plan.

The amounts included in 'Operating expense' in the statements of comprehensive income are as follows:

	<b>2025</b>	<b>2024</b>
Current service cost	₱ <b>269,532</b>	₱ 169,996
Net interest expense	<b>267,362</b>	244,653
Expense recognized during the year	₱ <b>536,894</b>	₱ 414,649

The net pension assets and net retirement obligation included in the statements of financial position are as follows:

	<b>2025</b>	<b>2024</b>
Present value of the defined benefit obligation	₱ <b>8,006,964</b>	₱ 4,492,199
Fair value of plan assets	-	-
Net retirement obligation	₱ <b>8,006,964</b>	₱ 4,492,199

Changes in the present value of the defined benefit obligation as at December 31, 2025 and 2024 recognized in the statements of financial position follow:

	<b>2024</b>	<b>2024</b>
Balance, beginning of year	₱ <b>4,492,199</b>	₱ 4,077,550
Current service cost	<b>269,532</b>	169,996
Interest cost	<b>267,362</b>	244,653
Actuarial loss	<b>2,977,871</b>	-
Balance, end of year	₱ <b>8,006,964</b>	₱ 4,492,199

Movement of accumulated remeasurement loss (gains) recognized in 'Other Comprehensive income' are as follows:

	<b>2025</b>	<b>2024</b>
Balance, beginning of year	₱ <b>(2,813,709)</b>	₱ (2,813,709)
Remeasurement losses (gains):		
Experience adjustments	-	-
Change in assumptions	<b>2,977,871</b>	-
Balance, end of year	₱ <b>164,162</b>	₱ (2,813,709)

The cost of defined benefit retirement plans as well as the present value of the benefit obligation is determined using actuarial valuations. The actuarial valuation involves making various assumptions. The principal assumptions used are shown below:

	<b>2025</b>	<b>2024</b>
Discount rate	<b>6.00%</b>	6.00%
Future salary increase rate	<b>2.50%</b>	2.50%
Average remaining working life	<b>10 years</b>	10 years

The Company performed *sensitivity analysis* for the decrease in the discount rate as the decrease in the discount rate will increase the amount of the defined benefit obligation. Management believes that as of the reporting date, it is only the decline in the discount rate that could significantly affect the retirement obligation. Management believes that the retirement obligation will not be sensitive to the salary rate increases because it is expected to be the same level during the remaining life of the obligation. The sensitivity analysis has been determined based on reasonably possible change in the discount rate occurring at the end of the reporting period assuming all other assumptions were held constant:

	2025	2024
Discount rate		
7.00% (Actual + 1.00%)	₱ (266,619)	₱ (236,345)
6.00% (Actual)	28,640	264,557
Salary increase rate		
7.00% (Actual + 1.00%)	295,904	271,301
6.00% (Actual)	(277,967)	(248,356)
Increase in DBO if no attrition rates	673	4,359

The weighted average duration of defined benefit obligation is 3.5 years. The Company does not expect to contribute to the fund next year. The expected future benefit payments are as follows:

Financial Year		
2026	₱	1,991,185
2027-2028		4,851,399
2029-2036		3,137,031
	₱	9,979,615

## 16. Equity

### Share Capital

The Company has an authorized share capital of ₱100,000,000 divided into 100,000,000 shares at ₱1 par value per share. As at December 31, 2025 and 2024, 30,000,000 share were issued and outstanding amounting to ₱30,000,000.

As at December 31, 2025 and 2024, the Company has five (5) shareholders owning 100 or more shares each of the Company's outstanding share capital.

### Appropriated Retained Earnings

SRC Rule 49.1 (B) Reserve Fund, requires that every broker dealer shall annually appropriate a certain minimum percentage of its audited profit after tax and transfer the same to appropriated retained earnings. Appropriation shall be 30.00%, 20.00% and 10.00% of profit after tax for broker dealers with unimpaired paid-up capital between ₱10.00 million to ₱30.00 million, between ₱30.00 million to ₱50.00 million and more than ₱50.00 million, respectively.

Under the same Rule, where in any financial year, the paid-up capital is impaired, Broker Dealers are required to transfer the appropriated retained earnings to the capital account an amount equivalent to the impairment.

As at December 31, 2025 and 2024, the Company's unimpaired paid-up capital amounted to ₱30.0 million. Therefore, the Company falls within the "between ₱30.00 million to ₱50.00 million" bracket where the required appropriation is 20% of profit after tax. Accordingly, the Company appropriated ₱4,290,711 and ₱2,066,944 in 2025 and 2024, respectively. Total appropriated retained earnings as at December 31, 2025 and 2024 amounted to ₱31,767,687 and ₱27,476,977, respectively.

Revaluation Surplus

As at December 31, 2025 and 2024, the Company's revaluation surplus amounted to ₱4,719,000 and ₱4,944,000, respectively, which is the excess of fair value over carrying amount of trading right as revalued and is presented in the Company's statements of changes in equity, net of related deferred tax liability of ₱1,573,000 and ₱1,640,000, respectively (Note 11).

**17. Cost of Services**

This account consists of:

	2025	2024
Commissions	₱ 16,226,981	₱ 15,395,054
Stock exchange dues and fees	4,207,559	3,586,142
	₱ 20,434,540	₱ 18,981,196

**18. Operating Expenses**

This account consists of:

	2025	2024
Salaries and employee benefits	₱ 5,284,115	₱ 5,220,593
Communication, light and water	2,184,201	2,224,402
Separation pay	1,263,100	-
Transportation and travel	619,772	577,866
Retirement expense (Note 15)	536,894	414,649
Professional fees	468,121	433,890
Repairs and maintenance	445,148	450,815
Taxes and licenses	441,677	443,125
SSS, PHIC, and HDMF contributions	408,223	367,338
Association dues	291,270	260,610
Insurance expense	261,157	214,768
Office supplies used	176,709	225,317
Bank charges	14,743	15,680
Rental (Note 26)	13,800	13,800
Depreciation (Note 10)	10,679	-
Entertainment and representation	5,414	-
Miscellaneous	472,677	521,054
	₱ 12,897,700	₱ 11,383,907

**19. Other Income (Charges)**

This account consists of:

	2025	2024
Recovery from ECL (Note 7)	₱ 34,531,190	₱ 35,049,004
Provision for ECL (Note 7)	(9,895,951)	(29,932,449)
Interest income (Note 5)	822,179	138,135
Interest expense (Note 17)	(41,665)	(99,996)
Miscellaneous	88,802	-
	₱ 25,504,555	₱ 5,154,694

Miscellaneous income consists mostly of other commission and transfer fees.

## 20. Provision for Income Tax

The components of income tax expense as reported in the profit or loss section of the statements of comprehensive income are as follows:

	2025	2024
Current income tax	₱ 1,016,535	₱ 828,467
Deferred income tax	5,157,554	2,170,671
	<b>₱ 6,174,089</b>	<b>₱ 2,999,138</b>

The reconciliation between the income tax based on statutory income tax rate and provision for income tax reported in the statements of comprehensive income is as follows:

	2025	2024
Income at statutory tax rate	₱ 6,906,911	₱ 3,333,464
Adjustments for:		
Income exempt from income tax	(8,889,481)	(2,654,378)
Income subject to different tax rate	(41,109)	(6,907)
Nondeductible expenses	3,040,214	156,288
Movements of deferred tax	5,157,554	2,170,671
	<b>₱ 6,174,089</b>	<b>₱ 2,999,138</b>

The components of net deferred tax liabilities as of December 31, 2025 and 2024 are as follows:

	2025	2024
Deferred tax assets on:		
Allowance for ECL	₱ 6,347,948	₱ 12,506,757
Retirement benefit obligation	2,001,741	1,123,050
Unrealized loss on financial assets at FVTPL	432,002	-
	<b>8,781,691</b>	<b>13,629,807</b>
Deferred tax liabilities on:		
Unrealized gain on financial assets at FVTPL	-	(435,029)
Unrealized gain on financial assets at FVOCI	(2,571,763)	(2,016,114)
Revaluation surplus	(1,573,000)	(1,648,000)
	<b>(4,144,763)</b>	<b>(4,099,143)</b>
Deferred tax assets (liabilities) - net	<b>₱ 4,636,928</b>	<b>₱ 9,530,664</b>

The Company is subject to MCIT which is computed at 2.0% of gross income net of allowable deductions, as defined under the tax regulations or to RCIT, whichever is higher. In 2025 and 2024, the Company RCIT as it was higher than MCIT in both years.

In 2025 and 2024, the Company opted to claim itemized deductions in computing for its income tax due.

## 21. Related Party Transactions

The amounts and balances arising from the significant related party transactions of the Company are as follows:

Classification of Related Party/Transactions	Year	Amount	Outstanding Balance	Terms and Conditions
<i>Shareholders</i>				
Trade Payables	2025	₱-	₱27,792,775	Normal credit terms unsecured; unimpaired
	2024	-	43,859,113	
Notes Payable	2025	(1,000,000)	-	Payable in 3 to 5 years, 10% interest rate per annum
	2024	-	(1,000,000)	

Classification of Related Party/Transactions	Year	Amount	Outstanding Balance	Terms and Conditions
<i>Key Management</i>				
<i>Personnel</i>				
Short-term benefits	2025	₱1,906,000	₱-	Payable monthly
	2024	1,906,000	-	
Retirement benefits	2025	-	2,595,762	Payable upon retirement
	2024	-	-	
Advances	2025	368,674	281,797	Payable within six months to one year
	2024	(62,819)	650,471	

## 22. Earnings Per Share

This figure is computed as follows:

	2025	2024
Net income	₱ 21,453,553	₱ 10,334,719
Weighted average number of shares outstanding	30,000,000	30,000,000
Basic earnings per share	₱ 0.72	₱ 0.34

Basic/diluted earnings per share is computed based on weighted average number of common shares outstanding during each year adjusted for any stock dividends declared, if any. No stock options, warrants and debenture bonds were offered, exercised nor converted for this fiscal year. Hence, the basic and diluted earnings per share are the same.

### 23. Financial Risk Management Objectives and Policies

The Company's principal financial instruments consist mainly of cash, financial assets at FVPL, trade receivables, financial assets at FVOCI, trade payables, and loans payable.

The main risks arising from the Company's use of financial instruments include credit risk, liquidity risk, foreign currency risk, interest rate risk, and equity price risk. The Company's overall risk management process focuses on the unpredictability of financial markets and seeks to minimize potential adverse effects on the Company's financial performance. The BOD regularly reviews and approves the appropriate policies for managing these financial risks, as summarized below.

#### Credit Risk

The Company's exposure to credit risk arises from the failure of a counterparty in fulfilling its financial commitments to the Company under the prevailing contractual terms. Financial instruments that potentially subject the Company to credit risk consist primarily of trade and other receivables and other financial assets at amortized cost.

The Company's maximum amount of credit risk exposure without taking into account any collateral, other credit enhancement or credit risk mitigating features is shown below:

	2025			
	12-month ECL	Lifetime ECL - non credit- impaired	Lifetime ECL - credit- impaired	Total
<i>Financial assets at amortized cost</i>				
Cash	₱ 259,543,809	₱ -	₱ -	₱ 259,543,809
Trade receivables	-	488,232,971	-	488,232,971
	₱ 259,543,809	₱ 488,232,971	₱ -	₱ 747,776,780

	2024			
	12-month ECL	Lifetime ECL - non credit- impaired	Lifetime ECL - credit- impaired	Total
<i>Financial assets at amortized cost</i>				
Cash in banks	₱ 108,678,870	₱ -	₱ -	₱ 108,678,870
Trade receivables	-	692,331,424	-	692,331,424
	₱ 108,678,870	₱ 692,331,424	₱ -	₱ 801,010,294

#### *Trade Receivables*

The Company limits its exposure to credit risk on receivables from stock brokering by transacting mainly with recognized and creditworthy customers based on their profile (i.e., financial capacity, reputation, collateral). The Company also monitors receivable balances regularly. In accordance with the RBCA requirements, limits are imposed to avoid large exposure to a single client or counterparty and single equity relative to a particular issuer company or group of companies. Furthermore, credit exposures are minimized by collateral held in the form of securities purchased.

The Company uses a provision matrix to calculate ECL for trade receivables. The provision rates are based on days past due for groupings of various customer segments analyzed by customer type, credit terms, and offsetting arrangements. The provision matrix is based on the Company's historical default rates, which are adjusted for forward- looking information if forecast of economic conditions (i.e. stock market index) are expected to improve over the next year which can lead to a decreased number of defaults in the stock trading industry. At reporting date, the observed historical default rates are updated and changes in the forward-looking estimates are analyzed.

As at December 31, 2025 and 2024, the exposure to credit risk for trade receivables by type of counterparty is as follows:

December 31, 2025				
	Neither Past Due nor Credit Impaired	Past due but not Credit Impaired	Credit Impaired	Total
Customers	₱ 446,376,837	₱ 25,391,790	-	₱ 471,768,627

December 31, 2024				
	Neither Past Due nor Credit Impaired	Past due but not Credit Impaired	Credit Impaired	Total
Customers	₱ 636,140,549	₱ 50,027,029	-	₱ 686,167,578

The aging analysis of the Company's trade receivables from customers as at December 31 is as follows:

Days from Transaction Date of Counterparty	2025		
	Amount	Collateral (Net of Haircut)	Counterparty Exposure
T+0 - T+1	₱ 8,987,941	₱ 1,824,204,019	₱ (1,815,216,078)
T+2 - T-12	81,282,002	498,390,854	(417,108,852)
T+13 - T+30	63,883,633	151,960,284	(88,076,651)
T+31 - T+365	317,615,051	663,756,804	(346,141,753)
	₱ 471,768,627	₱ 3,138,311,961	₱ (2,666,543,334)

Days from Transaction Date of Counterparty	2024		
	Amount	Collateral (Net of Haircut)	Counterparty Exposure
T+1 - T-3	₱ 9,608,093	₱ 1,401,069,334	₱ (1,391,461,241)
T+4 - T-14	85,737,671	558,594,310	(472,856,639)
T+15 - T-30	28,127,151	600,859,342	(572,732,191)
T-31 - T+365	562,694,663	770,827,563	(208,132,900)
	₱ 686,167,578	₱ 3,331,350,549	₱ (2,645,182,971)

SRC requires broker/dealers to maintain a stock record for each cash and margin account of every customer regardless of the frequency of transactions. The stock record is a record of accountability reflecting all securities for which the Company has custodial responsibility or proprietary ownership. Transactions in the customer accounts cover both money balances and security positions, with the security transaction and related money generally recorded on the settlement date.

On a regular basis, collateral valuations of customers' accounts are analyzed to ensure that these are sufficient to cover the outstanding balances due to the Company.

As at December 31, 2025 and 2024, trade receivables from customers amounting to ₱444,797,085 and ₱634,415,158 are secured by collateral comprising of equity securities of listed companies with a total market value of ₱4,650,275,051 and ₱4,971,525,605, respectively (see Note 7).

*Other Financial Assets at Amortized Cost*

The Company's other financial assets at amortized cost consist of cash. The Company limits its exposure to credit risk by investing its cash only with banks that have good credit standing and reputation in the local and international banking industry. These instruments are graded in the top category by an acceptable credit rating agency and, therefore, are considered to be low credit risk investments.

It is the Company's policy to measure ECL on other financial assets at amortized cost on a 12-month basis. However, when there has been a significant increase in credit risk since origination, the allowance will be based on the lifetime ECL.

When determining if there has been a significant increase in credit risk, the Company considers reasonable and supportable information that is available without undue cost or effort and that is relevant for the particular financial instrument being assessed such as, but not limited to, the following factors:

- Actual or expected external and internal credit rating downgrade;
- Existing or forecasted adverse changes in business, financial or economic conditions; and
- Actual or expected significant adverse changes in the operating results of the borrower.

As at December 31, 2025 and 2024, management has determined that there is no significant increase in credit risk associated with its cash.

**Liquidity Risk**

Liquidity risk arises from the possibility that the Company may encounter difficulties in raising adequate funds to meet its financial commitments at a reasonable cost. The Company's objectives in effectively managing its liquidity are: (a) to ensure that adequate funding is available at all times; (b) to meet the commitments as they arise without incurring unnecessary costs; and (c) to be able to access funding when needed at the least possible cost.

The Company monitors its cash flows, particularly the receivables from customers' collections and the funding requirements of operations, to ensure an adequate balance of inflows and outflows. Further, special reserve requirements for the customers of the Company are maintained in the bank (Note 5).

The table below summarizes the maturity profile of the financial liabilities of the Company based on remaining contractual undiscounted cash flows as at December 31, 2025 and 2024:

	2025			
	On Demand	Less than 1 Year	One Year and Above	Total
Trade payables	₱ -	₱ 621,554,212	₱ -	₱ 621,554,212

  

	2024			
	On Demand	Less than 1 Year	One Year and Above	Total
Trade payables	₱ -	₱ 678,190,828	₱ -	₱ 678,190,828
Notes payable	-	-	1,000,000	1,000,000
	₱ -	₱ 678,190,828	₱ 1,000,000	₱ 679,190,828

Liquidity risk arises from the possibility that the Company may encounter difficulties in raising funds to meet commitments from financial instruments or that market for derivatives may not exist in some circumstances.

The Company manages its liquidity profile to meet the following objectives:

- a. To ensure that adequate funding is available at all times;
- b. To meet commitments as they arise without incurring unnecessary costs; and
- c. To be able to access funding when needed at least possible cost.

As at December 31, 2025 and 2024, all of the Company's liabilities which consist of payable to customers are contractually payable on demand and up to sixty (60) days' term.

Correspondingly, the financial assets that can be used by the Company to manage its liquidity risk as at December 31, 2025 and 2024 consists of cash, financial assets at FVPL and trade receivables.

Foreign Currency Risk

The Company does not have exposure to foreign currency risk as most of its transactions are denominated in Philippine Peso, its functional currency.

Interest Rate Risk

As at December 31, 2025 and 2024, the Company has no significant interest rate risk exposure due to the short-term maturities of its interest-bearing financial assets and the Company does not have financial instruments which are subject to floating interest rate.

Equity Price Risk

Equity price risk is the risk that the fair values of quoted equity securities would decrease as a result of the adverse changes in the quoted equity prices as affected by both rational and irrational market forces. The equity price risk exposure of the Company arises mainly from its financial assets at FVPL and financial asset at FVOCI.

The Company's policy is to maintain the risk to an acceptable level. Movement in share price is monitored regularly to determine the impact on its financial position.

The table below sets forth the impact of changes in PSE index (PSEi) in the Company's unrealized gain or loss on its financial assets at FVPL and FVOCI in 2025 and 2024:

Change in PSEi	2025		2024	
Change in PSEi	<b>21.00%</b>	<b>(21.00%)</b>	78.75%	(78.75%)
Change in profit or loss	₱ <b>(362,881)</b>	₱ <b>362,881</b>	₱ 3,134,862	₱ (3,134,862)
Change in other comprehensive	<b>264,129</b>	<b>(264,129)</b>	(143,788)	143,788

The sensitivity rates used for reporting equity price risk represents management's assessment of the reasonably possible change in equity pricing per PSEi. The sensitivity analysis includes the Company's stock portfolio with amounts adjusted by its specific beta for their valuation at the reporting date.

**24. Capital Management**

Capital Management

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 net capital requirements imposed by the PSE and the SEC.

The Company, being a broker/dealer in securities, is regulated by PSE and SEC and subject to the following capital requirements in accordance with the SRC.

*Required Capitalization for Broker/Dealers*

In compliance with SRC Rule 28 of the 2015 *Implementing Rules and Regulations of SRC*, trading participants are required to have an unimpaired paid-up capital of ₱100.0 million for those who will be participating in a registered clearing agency.

Unimpaired paid-up capital pertains to the Company's paid-up capital less any deficit. The unimpaired paid-up capital of the Company amounted to ₱30,000,000 as at December 31, 2025 and 2024.

*Reserve Fund*

The Company shall annually appropriate a certain minimum percentage of its audited net income and transfer the same to "Appropriated Retained Earnings" as prescribed by SRC Rule 49.1 (B).

Appropriation amounting to ₱4,290,711 and ₱2,066,944 equivalent to 20% of net income was made in 2025 and 2024, respectively. Cumulative retained earnings appropriated for the reserve fund amounted to ₱31,767,688 and ₱27,476,977 as at December 31, 2025 and 2024, respectively.

*Net Liquid Capital (NLC)*

The Company is required, at all times, to have and maintain an NLC of at least ₱5,000,000 or 5% of its Aggregate Indebtedness (AI), whichever is higher.

In computing for NLC, all non-allowable assets/equities and collateralized liabilities are deducted, and allowable liabilities and equities are added to equity per books. The equity eligible for NLC pertains to the sum of the following:

- a. Equity per books;
- b. Liabilities subordinated to the claims of creditors in conformity with SRC Rule 49.1 and in accordance with a prescribed schedule; and
- c. Deposits for future stock subscription for which an application for increase in capital stock or request for exemption for registration has been presented for filing or has been filed with the SEC.

The equity eligible for NLC shall exclude deferred income tax, revaluation reserves, and minority interest and any outside investment in affiliates and associates.

In computing for NLC, the equity eligible for NLC is adjusted by the following:

- a. Adding unrealized gains (or deducting unrealized losses) in the accounts of the Company;
- b. Deducting fixed assets and assets which cannot be readily converted into cash (less any AI in accordance with SRC Rule 49.1);
- c. Deducting general guarantees and indemnities for loans and indebtedness other than those incurred by the Company, unless otherwise permitted by the SEC; and
- d. Deducting long and short securities differences.

AI shall mean the total money liabilities of a broker/dealer arising in connection with any transaction whatsoever and includes, among others, money borrowed, money payable against securities loaned and securities failed to receive, market value of securities borrowed to the extent to which no equivalent value is paid or credited (other than the market value of margin securities borrowed from customers and margin securities borrowed from non-customers), customers' and non-customers' free credit balances, and credit balances in customers' and non-customers' accounts having short positions in securities, but excluding the items set out in SRC Rule 49.1 (1) (D).

The Company's NLC met the minimum prescribed amounts as at December 31, 2025 and 2024 as shown below:

	2025	2024
NLC:		
Equity eligible for NLC	₱ 127,704,334	₱ 102,131,484
Less ineligible assets	22,624,238	20,636,773
	<b>105,080,096</b>	81,494,711
Required NLC:		
Higher of:		
5% of AI	31,112,588	34,214,512
Minimum amount	5,000,000	5,000,000
	<b>31,112,588</b>	34,214,512
Net risk based capital excess	₱ 73,967,508	₱ 47,280,199

*Ratio of AI to NLC*

The Company shall not permit its AI to all other persons to exceed 2,000% of its NLC.

The Company's ratio of AI to NLC is 592% and 840% as at December 31, 2025 and 2024, respectively.

*RBCA Requirement/Ratio*

The RBCA requirement/ratio refers to the minimum level of capital to be maintained by firms which are licensed or securing a broker/dealer license, taking into consideration the firm size, complexity, and business risk. Such risks that are considered in determining the capital requirement include, among others, operational, position, counterparty, large exposure, underwriting, and margin financing risks. The RBCA ratio should be greater than or equal to 1.1 or 110%.

The RBCA ratio is the ratio linking the NLC of the Company to its Total Risk Capital Requirement (TRCR), calculated as the Company's NLC divided by its TRCR. The TRCR, in accordance with SRC Rule 49.1, is the sum of:

- a. Operational Risk Requirement (ORR);
- b. Credit Risk Requirement which include requirements for Counterparty Risk, Settlement Risk, Large Exposure Risk, and Margin Lending/Financing Risk; and
- c. Position or Market Risk Requirement.

	2025	2024
NLC	₱ 105,080,096	₱ 81,494,711
TRCR:		
Operational risk	7,584,412	9,256,336
Position risk	4,178,733	4,775,305
Counterparty risk	-	1,186,882
Total Risk Capital Requirement (TRCR)	11,763,145	15,218,523
RBCA ratio (NLC/TRCR)	893%	535%

As at December 31, 2025 and 2024, the Company is compliant with the required RBCA ratio.

*Ratio of Core Equity to ORR*

The Company's core equity shall be at all times greater than its ORR.

Core equity refers to the sum of paid-up common stock, common stock dividends distributable, additional paid-in capital, surplus reserves excluding revaluation reserves or appraisal capital, and opening retained earnings adjusted for all current year movements. Core equity shall exclude treasury shares and unbooked valuation reserves and other capital adjustments (such as unrealized gain in value of financial assets at FVOCI).

The Company's ratio of core equity to ORR is as follows:

	2025	2024
Share capital	₱ 30,000,000	₱ 30,000,000
Beginning retained earnings	68,559,524	58,224,805
Core equity	98,559,524	88,224,805
ORR	7,584,412	9,256,336
Ratio of Core Equity to ORR	1300%	953%

As at December 31, 2025 and 2024, the Company is compliant with required ratio of core equity to ORR.

*Position risk requirement*

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

	2025		2025
	Total Market Value of Instrument	Position Risk Factors	PRR
Equities in PHISIX	₱ 2,228,174	25%	₱ 557,043
Other equities outside PHISIX	10,347,685	35%	3,621,690
	₱ 12,575,859		₱ 4,178,733

	2024		
	Total Market Value of Instrument	Position Risk Factors	2024 PRR
Equities in PHISIX	₱ 2,301,326	25%	₱ 575,331
Other equities outside PHISIX	11,999,925	35%	4,199,974
	₱ 14,301,251		₱ 4,775,305

*Counterparty risk requirement*

This amount is necessary to accommodate a given level of counterparty risk. Counterparty risk is the risk of a counterparty defaulting on its financial obligation to a Broker Dealer.

*Aggregate indebtedness (AI)*

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

## 25. Fair Value Measurement

The following table presents the carrying amounts and fair values of the Company's assets measured at fair value (recurring measurements) and for which fair value is disclosed, and the corresponding fair value hierarchy:

	Note	2025			
		Carrying Amount	Quoted Prices in Active Markets (Level 1)	Significant Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
<i>Asset measured at fair value:</i>					
Financial assets at FVTPL	6	₱ 12,575,859	₱ 12,575,859	-	-
Financial assets at FVOCI	9	11,093,654	11,093,654	-	-
Trading right	11	7,700,000	-	-	7,700,000
		₱ 31,369,513	₱ 23,669,513	-	₱ 7,700,000

	Note	2024		Significant	Significant
		Carrying Amount	Quoted Prices in Active Markets (Level 1)	Observable Inputs (Level 2)	Unobservable Inputs (Level 3)
<i>Asset measured at fair value:</i>					
Financial assets at FVTPL	6	₱ 14,301,251	₱ 14,301,251	₱ -	₱ -
Financial assets at FVOCI	9	8,872,400	8,872,400	-	-
Trading right	11	-	-	-	8,000,000
		₱ 23,173,651	₱ 23,173,651	₱ -	₱ 8,000,000

Financial assets are classified within the fair value hierarchy based on inputs used in determining fair value.

Financial instruments with quoted prices in active markets are classified under Level 1, while financial instruments with unquoted prices are classified under Level 3, as valuation is based on unobservable inputs. In the absence of reliable inputs, cost may be used as an estimate of fair value.

UITFs are classified under Level 2 as their values are based on net asset values per unit or cash surrender values provided by the respective fund managers or insurance companies.

The Company distinguishes between financial instruments measured using observable inputs and those measured using unobservable inputs to ensure consistency with PFRS 7 and PFRS 13.

There were no transfers between Level 1, Level 2 and Level 3, in 2025 and 2024.

The table below presents the financial assets and liabilities as at December 31, 2025 and 2024 whose carrying amounts approximate their fair value:

	2025	2024
<i>Financial assets at amortized cost:</i>		
Cash	₱ 259,553,809	₱ 108,688,870
Receivable from customers	446,376,837	636,140,549
Receivable from clearing house	16,464,344	6,163,846
	₱ 722,394,990	₱ 750,993,265
<i>Financial liabilities at amortized cost:</i>		
Payable to customers	₱ 621,554,212	₱ 678,190,828

*Current Financial Assets and Liabilities.* The carrying amounts of cash, trade receivables, and trade payables approximate their fair values due to their short-term nature.

The management believes that the effect of discounting the future receipts from these financial instruments using the prevailing market rates is not significant.

## 26. Lease Commitments

*Company as a Lessee.* The Company leases its parking space under operating lease agreement, renewable annually under such terms and conditions that may be agreed by the parties.

Rent expense recognized in profit or loss as part of operating expenses in the statements of comprehensive income amounted to ₱13,800 in 2025 and 2024.

## 27. Supplementary Information Required by the Bureau of Internal Revenue (BIR)

The BIR requires companies to provide supplementary information in the notes to financial statements for the taxable year. The amounts relating to such information may not necessarily be the same as those amounts disclosed in the financial statements which were prepared in accordance with PFRS.

### Requirements Under RR No. 15-2010

In compliance with the requirements set forth by Revenue Regulations 15-2010, hereunder are the information on taxes, duties and license fees paid or accrued for the year ended December 31, 2025:

#### A. Value-Added Tax (VAT)

The Company's sales are subject to output VAT while its purchases from other VAT-registered individuals or corporations are subject to input VAT. The VAT rate is 12%.

#### *Output VAT*

In 2025, the Company declared output VAT of ₱4.3 million arising from commission income amounting to ₱36.2 million.

#### *Input VAT*

The movements in input VAT Input as at December 31, 2025 are summarized below:

	<b>2025</b>
Balance, January 01, 2025	₱ -
Current year's purchases of:	
Services	308,756
Domestic purchases	1,029,210
Total Allowable Input tax	1,337,966
Input tax applied against Output tax	(1,337,966)
Balance, December 31, 2025	₱ -

**B. Withholding Taxes**

The amount of withholding taxes paid and accrued in 2025 consists of the following:

	<b>Paid</b>	<b>Accrued</b>	<b>Total</b>
Expanded withholding tax	₱ 1,521,731	₱ 106,514	₱ 1,628,245
Withholding tax on compensation and benefits	353,000	4,855	357,855
	₱ 1,874,731	₱ 111,369	₱ 1,986,100

**C. Other Taxes and Licenses**

The details of taxes and licenses for the year ended December 31, 2025 follows:

	<b>2025</b>
Business permits and licenses	₱ 274,491
Real property tax	97,030
SEC licenses	68,303
Others	1,853
	₱ 441,677

**D. Deficiency Tax Assessment and Tax Cases**

As at December 31, 2025, the Company did not receive any final tax assessment from the BIR and is not currently involved in any tax case for any open taxable years.

Information on amounts for duties, tariff fees and excise taxes are not applicable since there were no transactions that the Company would be subject to these taxes.

Requirements Under RR No. 34-2020

RR No. 34-2020 prescribes the guidelines and procedures on the submission of BIR Form No. 1709, transfer pricing documentation and other supporting documents for related party transactions. The Company is not covered by these requirements as the Company did not fall in any of the categories identified under Section 2 RR No. 34-2020



**Mariano Caguete & Co.**

507 Cityland 10 Tower 1  
1209 H.V. Dela Costa  
Makati City, Philippines  
+(63)2-88938291  
+(63)2-88040867  
www.mccpasph.com

**SUPPLEMENTAL WRITTEN STATEMENT  
OF INDEPENDENT AUDITORS**

The Shareholders and Board of Directors  
Tower Securities, Inc.  
1802C PSE Centre, Exchange Rd.  
Ortigas Center, Pasig City

We have audited the financial statements of Tower Securities, Inc. (the 'Company') for the year ended December 31, 2025, on which we have rendered the attached report dated May 11, 2026.

In compliance with Revised Securities Regulation Code Rule 68, we are stating that the Company has five (5) shareholders owning one hundred (100) or more shares each as at December 31, 2025.

**MARIANO CAGUETE & CO., CPAs**

By:

**MARIA ANTONIETTE V. MARIANO-CRUZ**

Partner

CPA License No. 109720

Tax Identification No. 924-998-281-001

BOA/PRC Reg. No. 5612, August 13, 2023, valid until August 12, 2026

SEC Partner Accreditation No. 109720-SEC (Group A)

Valid to Cover audit of 2025 financial statements

SEC Firm Accreditation No. 5612-SEC (Group A)

Valid to Cover audit of 2025 financial statements

BIR Firm Accreditation No. 08-006268-000-2025, October 13, 2025, valid until October 12, 2028

BIR Partner Accreditation No. 08-006268-001-2026, March 19, 2026, valid until March 18, 2029

P.T.R. No. 7485031, issued on January 05, 2026, Tarlac City

May 11, 2026

Makati City, Philippines



**REPORT OF INDEPENDENT AUDITORS  
ON SUPPLEMENTARY SCHEDULES**

The Shareholders and Board of Directors  
Tower Securities, Inc.  
1802C PSE Centre, Exchange Rd.  
Ortigas Center, Pasig City

We have audited in accordance with Philippine Standards on Auditing, the financial statements of Tower Securities, Inc. as at December 31, 2025 and have issued our report thereon dated May 11, 2026. Our audit was made for the purpose of forming an opinion on the financial statements taken as a whole. Schedules I to VIII are the responsibility of the Company's management. These schedules are presented for purpose of complying with Securities Regulation Code Rule 52.1-5 and are not part of the basic financial statements. These schedules have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, fairly stated in all material respects the financial data required to be set forth therein in relation to the basic financial statements taken as a whole.

**MARIANO CAGUETE & CO., CPAs**

By:

**MARIA ANTONIETTE V. MARIANO-CRUZ**

Partner

CPA License No. 109720

Tax Identification No. 924-998-281-001

BOA/PRC Reg. No. 5612, August 13, 2023, valid until August 12, 2026

SEC Partner Accreditation No. 109720-SEC (Group A)

Valid to Cover audit of 2025 financial statements

SEC Firm Accreditation No. 5612-SEC (Group A)

Valid to Cover audit of 2025 financial statements

BIR Firm Accreditation No. 08-006268-000-2025, October 13, 2025, valid until October 12, 2028

BIR Partner Accreditation No. 08-006268-001-2026, March 19, 2026, valid until March 18, 2029

P.T.R. No. 7485031, issued on January 05, 2026, Tarlac City

May 11, 2026

Makati City, Philippines

**TOWER SECURITIES, INC.  
STATEMENT OF CHANGES IN LIABILITIES  
SUBORDINATED TO CLAIMS OF GENERAL CREDITORS  
DECEMBER 31, 2025**

There are no liabilities subordinated to claims of general creditors.

**SCHEDULE II**

**TOWER SECURITIES, INC.**  
**COMPUTATION OF RISK-BASED CAPITAL ADEQUACY RATIO**  
**UNDER SRC RULE 49.1**  
**DECEMBER 31, 2025**

Assets	₱762,599,981
Liabilities	630,258,719
Equity as per books	132,341,262
Adjustment to equity per books	
Add (Deduct):	
Allowance for market decline	
Subordinated liabilities	
Unrealized Gain/Loss in Proprietary Accounts	
Deferred income tax	(4,636,928)
Revaluation Reserve	
Deposit for Future Stock Subscription	
Minority Interest	
Total Adjustments to Equity per books	(4,636,928)
Equity Eligible for Net Liquid Capital	127,704,334
Contingencies and Guarantees	
Deduct: Contingent Liability	
Guarantees or Indemnities	
Ineligible Assets	
a. Trading Right and all Other Intangible Assets	7,700,000
b. Intercompany Receivables	
c. Fixed Assets, net of accumulated and excluding those used as collateral	66,211
d. All Other Current Assets	3,764,373
e. Securities Not Readily Marketable	
f. Negative Exposure (SCCP)	
g. Notes Receivables (non-trade related)	
h. Interest and Dividend 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 Investments in PSE	11,093,654
Total ineligible assets	22,624,238
Net Liquid Capital (NLC)	105,080,096
Less:	
Operation Risk Requirement	7,584,412
Position Risk Requirement	4,178,733
Counterparty Risk	
Large Exposure Risk	
LERR to a single client	
LERR to a single debt	
LERR to a single issuer and group of companies	
Total Risk Capital Requirement (TRCR)	11,763,145

Net RBCA Margin (NLC-TRCR)	93,316,951
Liabilities	630,258,719
Add: Deposit for Future Sock Subscription	
Less: Exclusions from Aggregate Indebtedness	
Subordinated Liabilities	
Loans and Secured Liabilities	
Loans Secured by Fixed Assets	
Others	8,006,964
Total Adjustment to AI	8,006,964
Aggregate Indebtedness	622,251,755
5% of Aggregate Indebtedness	31,112,588
Required Net Liquid Capital (> of 5% of AI or P5M)	5,000,000
Net Risk-based Capital Excess/(Deficiency)	₱73,967,508
Ratio of AI to Net Liquid Capital	592%
RBCA Ratio (NLC/TRCR)	893%

**TOWER SECURITIES, INC.  
INFORMATION RELATING TO THE POSSESSION OR CONTROL REQUIREMENTS UNDER  
ANNEX 49.2-A OF SRC RULE 49.2  
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 reporting date (for which instructions to reduce possession or control had been issued as of the report date but for which the required action was not taken by respondent within the time frame specified under Annex F of SRC Rule 49.2):

Market Valuation	NIL
Number of Items	NIL

Customers fully paid securities and excess margin securities for which instructions to reduce possession or control had not been issued as of the report dated, excluding items arising from "temporary lags which result from normal business operations" as permitted under Annex F of SRC Rule 49.2:

Market Valuation	NIL
Number of Items	NIL

**TOWER SECURITIES, INC.**  
**COMPUTATION FOR DETERMINATION OF RESERVE REQUIREMENTS**  
**UNDER ANNEX 49.2-B OF SRC RULE 49.2**  
**DECEMBER 31, 2025**

Particulars	Credits	Debits
1. Free credit balances and other credit balance in customers' security accounts.	₱383,200,664	
2. Monies borrowed collateralized by securities carried for the account of customers.		
3. Monies payable against customers' securities loaned.		
4. Customers' securities failed to receive.		
5. Credit balances in firm accounts which are attributable to principal sales to customer.		
6. Market value of stock dividends, stock splits and similar distributions receivable outstanding over 30 calendar days old,		
7. Market value of the short security count differences over 30 calendar days old.		
8. Market value of short securities and credits (not to be offset by long or by debits) in all suspense accounts over 30 calendar days.		
9. Market value of securities which are in transfer in excess of 40 calendar days and have not been confirmed to be in transfer by the transfer agent or the issuer during the 40 days.		
10. Debit balances in customers' cash or margin accounts excluding unsecured accounts and accounts doubtful of collection.		₱435,220,374
11. Securities borrowed to effectuate short sales by customer and securities borrowed to make delivery on customers' securities failed to deliver.		
12. Failed to deliver customers' securities not older than 30 calendar days.		
13. Others:		
Total		
Net Credit (Debit)	(₱52,019,710)	
Required Reserve (100% of net credit if making a weekly computation and 105% if monthly)		

**SCHEDULE V**

**TOWER 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**

There are no matters involving the Company's internal control structure and its operations that are considered to be material weaknesses.

**TOWER SECURITIES, INC.  
RESULTS OF QUARTERLY SECURITIES COUNT  
CONDUCTED PURSUANT TO SRC 52.1-10, AS AMENDED  
DECEMBER 31, 2025**

There is no discrepancy in the results of the securities count conducted. See attached summary.

TOWER SECURITIES, INC.

SECURITIES POSITION REPORT  
DECEMBER 31, 2025

STOCK CODE	MARKET PRICE	N A M E O F S T O C K S	CUSTOMERS' ACCOUNT No. of Shares	ACCOUNT Market Value	DEALER'S ACCOUNT No. of Shares	MARKET VALUE	PHIL. CENTRAL DEPOSITORY No. of Shares	MARKET VALUE	TRANSFER OFFICE No. of Shares	MARKET VALUE	IN VAULT No. of Shares	MARKET VALUE	UPLIFTMENT No. of Shares	MARKET VALUE
ZGO	-	ZGO GROUP, INC.	1,800	-	-	-	1,800	-	-	-	-	-	-	-
AAA	-	ASIA AMALGAMATED	571,700	-	-	-	571,700	-	-	-	-	-	-	-
AB	2.060	ATOK BIG WEDGE	7,832,763	16,135,492	2,700	5,562	16,141,054	-	-	-	-	-	-	-
ABA	0.260	ABACORRE CAPITAL HOLDINGS, INC.	30,981,693	8,055,240	28,500	7,410	31,010,193	8,062,650	-	-	-	-	-	-
ABG	18.780	ASTABEST GROUP INTL, INC.	23,900	448,842	355	6,667	24,255	455,509	-	-	-	-	-	-
ABS	4.210	ABS-CBN BROADCASTING CORP.	9,180,661	38,650,583	50	211	9,180,711	38,650,793	-	-	-	-	-	-
ABSP	3.410	ABS-CBN HDGS CORP - PDR	2,205,605	7,521,113	25	85	1,918,630	6,542,528	-	-	-	-	-	-
AC	468.000	AYALA CORPORATION	133,958	62,692,344	84	39,312	134,042	62,731,656	-	-	-	-	-	-
ACE	1.200	AGESITE (PHILS.) HOTEL CORP.	1,301,250	1,561,500	-	-	1,301,250	1,561,500	-	-	-	-	-	-
ACEN	2.720	ACEN CORPORATION	59,176,596	160,960,341	1,331	3,620	59,177,927	160,963,961	-	-	-	-	-	-
ACENB	1.070.000	ACEN CORP. PREFERRED SERIES B SHARES	8,100	8,667,000	-	-	8,100	8,667,000	-	-	-	-	-	-
ACPAR	2,540.000	AYALA CORP. RE-ISSUANCE OF CLASS A	3,600	9,144,000	-	-	3,600	9,144,000	-	-	-	-	-	-
ACP3	1,988.000	AYALA CORP. CLASS B PREFERRED SHARES	1,115	2,216,620	-	-	1,115	2,216,620	-	-	-	-	-	-
ACP4	1,989.000	AYALA CORP. CLASS B SERIES 4 PREF	800	1,591,200	-	-	800	1,591,200	-	-	-	-	-	-
ACR	0.470	ALSONS CONS. RESOURCES, INC.	15,177,000	7,133,190	-	-	15,177,000	7,133,190	-	-	-	-	-	-
AEV	28.000	ABOITIZ EQUITY VENTURES, INC.	1,766,477	49,461,356	227	6,356	1,766,704	49,467,712	-	-	-	-	-	-
AGI	8.190	ALLIANCE GLOBAL GROUP, INC.	10,056,800	82,381,572	-	-	10,056,800	82,381,572	-	-	-	-	-	-
AGW	1.170	ALLIANCE GLOBAL GROUP INC. WARRANTS	1,182,025	1,382,969	-	-	1,182,025	1,382,969	-	-	-	-	-	-
ALCO	0.420	ARTHALAND CORPORATION	99,179,475	41,655,380	130,000	54,600	99,309,475	41,709,980	-	-	-	-	-	-
ALCPD	485.000	ARTHALAND CORP. PREF D SHARES	6,780	3,288,300	-	-	6,780	3,288,300	-	-	-	-	-	-
ALCPF	500.000	ARTHALAND CORP. SERIES F PREF SHARES	16,000	8,000,000	-	-	16,000	8,000,000	-	-	-	-	-	-
ALHI	3.870	ANCHOR LAND HDGS., INC.	275,700	1,066,959	-	-	275,700	1,066,959	-	-	-	-	-	-
ALI	22.450	AYALA LAND, INC.	9,214,115	206,856,882	47,003	1,055,217	9,261,118	207,912,099	-	-	-	-	-	-
ALDY	0.031	ALDAY MARTS, INC.	40,607,100	1,259,820	-	-	40,607,100	1,259,820	-	-	-	-	-	-
ALHC	1.300	AYALALAND LOGISTICS HOLDINGS CORP.	9,545,700	12,409,410	50,000	65,000	9,595,700	12,474,410	-	-	-	-	-	-
ALTER	0.840	ALTERNERGY HOLDINGS CORPORATION	2,118,000	1,779,120	-	-	2,118,000	1,779,120	-	-	-	-	-	-
ANI	0.540	AGRINUTURE, INC.	432,000	233,280	-	-	432,000	233,280	-	-	-	-	-	-
ANS	14.400	A. SORIANO CORPORATION "A"	825,037	11,880,533	-	-	825,037	11,880,533	-	-	-	-	-	-
AP	44.000	ABOITIZ POWER CORP.	3,396,000	149,424,000	-	-	3,396,000	149,424,000	-	-	-	-	-	-
APC	0.106	APC GROUP, INC.	35,530,000	3,766,180	-	-	35,530,000	3,766,180	-	-	-	-	-	-
APL	0.005	APOLLO GLOBAL CAPITAL, INC.	3,157,925,300	15,789,627	1,700	9	3,157,927,000	15,789,635	-	-	-	-	-	-
APO	0.700	ANGLO-PHIL. HOLDINGS CORP.	13,480,302	9,436,211	17,600	12,320	13,497,462	9,448,223	-	-	440	308	-	-
APV	8.400	ALTUS PROPERTY VENTURES, INC.	699,907	5,879,219	36	302	699,943	5,879,521	-	-	-	-	-	-
APX	12.440	APEX MINING CO., INC. "A"	53,552,676	666,195,289	-	-	53,552,676	666,195,289	-	-	-	-	-	-
AR	0.005	ABRA MINING & INDUSTRIES CORP.	3,279,100,000	15,083,860	10,000,000	46,000	3,289,100,000	15,129,860	-	-	-	-	-	-
ARA	0.400	ARANETA PROPERTIES, INC.	1,266,786	506,714	38,400	15,360	1,305,186	522,074	-	-	-	-	-	-
ARET	43.500	AYALA LAND, INC. REIT	535,570	23,297,295	-	-	535,570	23,297,295	-	-	-	-	-	-
ASLAG	0.820	RASLAG CORPORATION	97,100	79,622	-	-	97,100	79,622	-	-	-	-	-	-
AT	6.030	ATLAS CONS MNG & DEVT CORP.	4,565,191	27,529,102	333	2,008	4,565,524	27,530,110	-	-	-	-	-	-
ATI	34.500	ASIAN TERMINALS, INC.	2,312,199	79,770,866	55,666	1,920,477	2,367,865	81,691,343	-	-	-	-	-	-
ATN	0.495	ATN HOLDINGS, INC. - "A"	5,636,000	2,789,820	-	-	5,636,000	2,789,820	-	-	-	-	-	-
ATNB	0.495	ATN HOLDINGS, INC. - "B"	5,364,000	2,655,180	-	-	5,364,000	2,655,180	-	-	-	-	-	-
AUB	39.200	ASIA UNITED BANK CORP.	581,950	22,812,440	-	-	581,950	22,812,440	-	-	-	-	-	-
AXLM	2.360	AXELUM RESOURCES CORP.	1,052,310	2,483,452	-	-	1,052,310	2,483,452	-	-	-	-	-	-
BALAI	0.350	BALAI NI FRUITAS	5,707,450	1,997,450	-	-	5,707,450	1,997,450	-	-	-	-	-	-
BC	5.000	BENGUET CORPORATION - "A"	165	825	-	-	165	825	-	-	-	-	-	-
BCB	4.830	BENGUET CORP. "B"	2,253,653	10,885,144	500	2,415	2,254,153	10,887,559	-	-	-	-	-	-
BCOR	9.000	BIERJAYA PHLS, INC.	905,000	8,145,000	-	-	905,000	8,145,000	-	-	-	-	-	-
BDO	134.600	BANCO DE ORO UNIBANK, INC.	1,052,933	141,724,782	12	1,615	1,052,945	141,726,397	-	-	-	-	-	-
BEL	1.320	BELLE CORPORATION	14,222,636	18,773,880	1,708	2,255	14,224,344	18,776,134	-	-	-	-	-	-
BHI	0.039	BOULEVARD HOLDINGS, INC.	280,829,100	10,952,335	-	-	280,829,100	10,952,335	-	-	-	-	-	-
BKR	0.650	BRIGHT KINDLE RESOURCES & INVESTMENT	14,783,000	9,608,950	700	455	14,783,700	9,609,405	-	-	-	-	-	-
BLOOM	2.540	BLOOMBERY RESORTS COMPANY	28,125,300	71,438,262	-	-	28,125,300	71,438,262	-	-	-	-	-	-
BNCOM	9.200	BANK OF COMMERCE	708,300	6,516,360	-	-	708,300	6,516,360	-	-	-	-	-	-
BPI	116.100	BANK OF THE PHIL. ISLANDS	470,804	54,660,344	973	112,965	471,777	54,773,310	-	-	-	-	-	-
BRN	0.930	A. BROWN COMPANY, INC.	16,075,608	14,290,315	318	296	16,075,926	14,950,611	-	-	-	-	-	-
BSC	0.117	BASIC ENERGY CORPORATION	28,510,748	3,335,758	1,309,202	153,177	29,819,950	3,488,934	-	-	-	-	-	-
C	0.950	CHELSEA LOGISTICS HOLDINGS CORP.	4,564,010	4,335,810	-	-	4,564,010	4,335,810	-	-	-	-	-	-
CA	48.350	CONCRETE AGGREGATES CORP "A"	958,781	19,830	-	-	958,781	19,830	-	-	-	-	-	-
CAB	52.900	CONCRETE AGGREGATES CORP "B"	52,570	2,780,953	-	-	52,570	2,780,953	-	-	-	-	-	-
CAT	9.710	CENTRAL AZUCARERA DE TARLAC	248,100	2,409,051	-	-	248,100	2,409,051	-	-	-	-	-	-

TOWER SECURITIES, INC.  
SECURITIES POSITION REPORT  
DECEMBER 31, 2025

STOCK CODE	MARKET PRICE	N A M E O F S T O C K S	CUSTOMERS' ACCOUNT No. of Shares	ACCOUNT Market Value	DEALER'S ACCOUNT No. of Shares	MARKET VALUE	PHIL. CENTRAL DEPOSITORY No. of Shares	MARKET VALUE	TRANSFER OFFICE No. of Shares	MARKET VALUE	IN VAULT No. of Shares	MARKET VALUE	UPLIFTMENT No. of Shares	MARKET VALUE
CBK	57.000	CHINA BANKING CORP.	23,708,741	1,351,398,237	228	12,996	23,708,969	1,351,411,233	-	-	-	-	-	
CDC	0.590	CITYLAND DEVT. CORP. "A"	3,296,446	1,944,903	-	-	3,296,446	1,944,903	-	-	-	-	-	
CEB	32.000	CEBU AIR, INC.	2,488,915	79,645,280	-	-	2,488,915	79,645,280	-	-	-	-	-	
CEBCP	35.000	CEBU AIR, INC. CONVERTIBLE PREF. SHRS	761,371	26,647,985	-	-	761,371	26,647,985	-	-	-	-	-	
CEI	0.072	CROWN EQUITIES, INC.	393,672,800	28,344,442	-	-	393,672,800	28,344,442	-	-	-	-	-	
CEU	15.700	CENTRO ESCOLAR UNIVERSITY	8,710	136,747	-	-	8,710	136,747	-	-	-	-	-	
CHP	1.090	CEMBEX HOLDINGS INC.	129,449,545	141,100,004	-	-	129,449,545	141,100,004	-	-	-	-	-	
CIC	13.600	CONCEPCION INDUSTRIAL CORP.	36,720	499,392	-	-	36,720	499,392	-	-	-	-	-	
CLI	2.350	CEBU LANDMASTERS, INC.	3,437,575	8,078,301	-	-	3,437,575	8,078,301	-	-	-	-	-	
CNPF	39.000	CENTURY PACIFIC FOODS, INC.	187,000	7,293,000	-	-	187,000	7,293,000	-	-	-	-	-	
CNVRG	15.320	CONVERGE INFO & COMM TECH SOLUTION	6,475,903	99,210,834	-	-	6,475,903	99,210,834	-	-	-	-	-	
COAL	-	COAL ASIA HOLDINGS INC.	31,400,000	-	-	-	31,400,000	-	-	-	-	-	-	
COL	1.420	COL FINANCIAL GROUP, INC.	525,000	745,500	-	-	525,000	745,500	-	-	-	-	-	
COSCO	6.990	COSCO CAPITAL, INC.	4,349,320	30,401,747	-	-	4,349,320	30,401,747	-	-	-	-	-	
CPG	0.690	CENTURY PROPERTIES GROUP, INC.	69,785,271	48,151,837	72,397	49,954	69,857,668	48,201,791	-	-	-	-	-	
CFGPB	102.000	CENTURY PROPERTIES GROUP, INC. SERIES	5,000	510,000	-	-	5,000	510,000	-	-	-	-	-	
CPM	2.390	CENTURY PEAK METAL HDGS., CORP.	371,236	887,254	9,720	23,231	380,956	910,485	-	-	-	-	-	
CREIT	3.570	CITICORE ENERGY RETI CORP.	3,504,000	12,509,280	-	-	3,504,000	12,509,280	-	-	-	-	-	
CROWN	1.680	CROWN ASIA CHEMICALS CORP.	1,405,000	2,360,400	-	-	1,405,000	2,360,400	-	-	-	-	-	
CSB	17.060	CITYSTATE SAVINGS BANK	25,000	426,500	-	-	25,000	426,500	-	-	-	-	-	
CTS	0.360	CTS GLOBAL EQUITY GROUP, INC.	2,980,000	1,072,800	-	-	2,980,000	1,072,800	-	-	-	-	-	
CYBR	0.330	CYBER BAY CORP. CORP.	12,337,950	4,071,524	13,790	4,551	12,337,950	4,076,074	-	-	-	-	-	
DD	9.380	DOUBLE DRAGON PROPERTIES CORP.	1,601,340	14,860,435	-	-	1,601,340	14,860,435	-	-	-	-	-	
DDMPR	1.020	DDMP RETI, INC.	27,721,050	28,275,471	-	-	27,721,050	28,275,471	-	-	-	-	-	
DDPR	97.000	DOUBLE DRAGON PROPERTIES CORP. - PREFERRED	258,100	25,035,700	-	-	258,100	25,035,700	-	-	-	-	-	
DELM	4.700	DEL MONTE PACIFIC LIMITED	2,123,579	9,980,821	-	-	2,123,579	9,980,821	-	-	-	-	-	
DFNN	0.800	DFNN, INC.	484,000	387,200	-	-	484,000	387,200	-	-	-	-	-	
DHI	1.390	DOMINION HOLDINGS, INC.	26,580,955	36,547,527	73,365	101,977	26,580,955	37,049,505	-	-	-	-	-	
DITO	0.680	DITO CME HOLDINGS CORP.	41,178,773	28,001,566	-	-	41,178,773	28,001,566	-	-	-	-	-	
DIZ	5.000	DIZON COPPER-SILVER MINES, INC.	3,855,130	19,275,650	342	1,710	3,855,472	19,277,360	-	-	-	-	-	
DMC	10.540	DMCI HOLDINGS, INC.	22,263,050	234,652,547	-	-	22,263,050	234,652,547	-	-	-	-	-	
DMW	5.000	DM WENCESAO & ASSOCIATES, INC.	316,510	316,510	-	-	316,510	316,510	-	-	-	-	-	
DNA	2.860	PHILAB HOLDINGS CORP.	301,044	860,986	-	-	301,044	860,986	-	-	-	-	-	
DNL	3.850	DNL INDUSTRIES, INC.	14,004,900	53,918,865	-	-	14,004,900	53,918,865	-	-	-	-	-	
DNYC	1.080	DISCOVERY WORLD CORP.	3,359,000	3,627,720	-	-	3,359,000	3,627,720	-	-	-	-	-	
ECP	2.600	EASTCALL COMM PHILS. INC. - COM	22,185	57,746	25	65	22,210	57,746	-	-	-	-	-	
ECVC	0.270	EAST COAST VULCAN CORPORATION	59,629,000	16,099,830	100	27	59,629,100	16,099,857	-	-	-	-	-	
EEL	2.840	EEL CORPORATION	51,120,496	145,182,209	-	-	51,120,496	145,182,209	-	-	-	-	-	
EEFPB	98.400	EEL CORP. PREFERRED SERIES B	138,200	13,598,880	-	-	138,200	13,598,880	-	-	-	-	-	
EG	-	JP E-GAMES VENTURES, INC.	32,059,211	-	-	-	32,059,211	-	-	-	-	-	-	
EGRN	-	EVERWOODS GREEN RESOURCES & HDGS	9,324,000	-	-	-	9,324,000	-	-	-	-	-	-	
EIBA	-	EXPORT & INDUSTRY BANK-A	43,454,389	-	-	-	43,454,389	-	-	-	-	-	-	
EIBB	-	EXPORT & INDUSTRY BANK-B	8,160,000	-	-	-	8,160,000	-	-	-	-	-	-	
ELI	0.104	EMPIRE EAST LAND HDGS., INC	94,381,174	9,815,642	2,161	225	94,383,335	9,815,867	-	-	-	-	-	
ENH	16.000	EMPERADOR, INC.	181,200	2,899,200	-	-	181,200	2,899,200	-	-	-	-	-	
ENEX	3.340	ENEX ENERGY CORP.	5,052,240	16,874,482	24,796	82,819	5,077,036	16,957,300	-	-	-	-	-	
EURO	1.000	EURO-MED LABORATORIES	179,000	179,000	-	-	179,000	179,000	-	-	-	-	-	
EW	11.600	EAST WEST BANKING CORP.	6,082,871	70,561,304	-	-	6,082,871	70,561,304	-	-	-	-	-	
FAF	0.660	FIRST ABACUS FINANCIAL HDGS.	669,000	441,540	-	-	669,000	441,540	-	-	-	-	-	
FB	55.000	ISAN MIGUEL FOOD & BEVERAGE, INC.	61,510	3,383,050	-	-	61,510	3,383,050	-	-	-	-	-	
FCG	0.580	FIGARO COFFEE GROUP, INC.	5,107,000	2,962,060	-	-	5,107,000	2,962,060	-	-	-	-	-	
FDC	4.550	FILINVEST DEVT. CORP.	15,617,693	71,060,503	-	-	15,617,693	71,060,503	-	-	-	-	-	
FDCPB	1,004.000	FILINVEST DEVT CORP SERIES B PREFERRED	200	200,800	-	-	200	200,800	-	-	-	-	-	
FERRO	5.000	FERRONUX HOLDINGS, INC.	106,000	530,000	-	-	106,000	530,000	-	-	-	-	-	
FEU	800.000	FAR EASTERN UNIVERSITY	1,534	1,227,200	-	-	1,534	1,227,200	-	-	-	-	-	
FPI	7.500	FILIPINO FUND, INC.	2,373,978	17,804,835	-	-	2,373,978	17,804,835	-	-	-	-	-	
FGEN	17.740	FIRST GEN. CORPORATION	2,216,914	39,328,054	-	-	2,216,914	39,328,054	-	-	-	-	-	
FILRT	3.100	FILINVEST RETI CORP	3,797,097	11,771,001	-	-	3,797,097	11,771,001	-	-	-	-	-	
FJP	2.600	F & J PRINCE HDGS. CORP. A	921,800	2,396,680	20,000	52,000	941,800	2,448,680	-	-	-	-	-	
FJPB	2.210	F & J PRINCE HDGS. CORP. B	88,000	194,480	-	-	88,000	194,480	-	-	-	-	-	
FLI	0.770	FILINVEST LAND, INC.	26,468,622	20,380,839	63	49	26,468,685	20,380,887	-	-	-	-	-	

**TOWER SECURITIES, INC.**  
**SECURITIES POSITION REPORT**  
**DECEMBER 31, 2025**

STOCK CODE	MARKET PRICE	NAME OF STOCKS	CUSTOMERS' ACCOUNT	DEALER'S ACCOUNT	PHIL. CENTRAL DEPOSITORY	TRANSFER OFFICE	IN VAULT	UPLIFTMENT
			No. of Shares	Market Value	No. of Shares	Market Value	No. of Shares	Market Value
FNETF	101.000	FIRST METRO PHIL. EQUITY ETF, INC.	59,830	6,042,830	59,830	6,042,830	-	-
FNI	1.350	GLOBAL FERRONICKEL HOLDINGS, INC.	4,495,001	6,068,251	4,495,001	6,068,251	-	-
FOOD	0.370	ALLIANCE SELECT FOODS INTL., INC.	10,516,461	3,891,091	3,891,091	10,516,461	-	-
FPH	77.000	FIRST PHIL. HLDGS. CORP.	2,296,033	176,794,541	7	539	2,296,040	176,795,080
FPI	0.240	FORUM PACIFIC	0,941,000	1,185,840	-	-	4,941,000	1,185,840
FRUIT	0.640	FRUITAS HOLDINGS, INC.	1,945,010	1,244,806	-	-	1,945,010	1,244,806
GEO	0.087	GEORACE RES. PHILS., INC	55,570,145	4,834,603	698	61	55,570,843	4,834,663
GERI	0.690	GLOBAL-ESTATE RESORTS, INC.	19,417,442	13,360	9,218	9,218	28,142,561	19,426,561
GLO	1,584.000	GLOBE TELECOM., INC.	59,257	4,752	3	3	93,863,088	93,867,840
GNA7	5.410	GMA NETWORK, INC.	1,190,300	6,439,523	-	-	1,190,300	6,439,523
GMAP	5.290	GMA HLDG. "PDR"	1,751,700	9,266,493	-	-	1,298,300	6,868,007
GO	-	GOTESCO LAND, INC. "A"	7,409,617	-	210,000	-	7,618,617	-
GOB	-	GOTESCO LAND, INC. "B"	9,952,199	-	334	-	9,952,533	-
GPH	5.790	GRAND PLAZA HOTEL CORP.	78,100	452,199	-	-	78,100	452,199
GREEN	0.180	GREENEY HOLDINGS	28,646,723	5,156,410	135,800	24,444	28,782,523	5,180,854
GSM1	295.000	GINEBRA SAN MIGUEL, INC.	1,796,020	529,825,900	-	-	1,796,020	529,825,900
GTCAP	595.000	GT CAPITAL HOLDINGS, INC.	40,152	23,890,440	-	-	40,152	23,890,440
GTPPB	1,000.000	GT CAPITAL PERPETUAL PREF. "B"	84,725	84,725,000	-	-	84,725	84,725,000
HT	4.500	HOUSE OF INVESTMENTS, INC.	12,685,720	57,085,740	-	-	12,685,720	57,085,740
HOME	0.237	ALHOME CORP.	57,397,006	13,603,090	-	-	57,397,006	13,603,090
HTI	1.100	HAUS TALK, INC.	10,156,000	11,171,600	-	-	10,156,000	11,171,600
I	-	I-REMIT, INC.	533,929	-	-	-	533,929	-
ICT	567.000	INTL. CONTAINER TERMINAL	99,343	56,327,481	157	89,019	99,500	56,416,500
IDC	0.870	ITALPINAS DEVELOPMENT CORP.	1,239,980	1,078,783	-	-	1,239,980	1,078,783
IMI	3.470	INTEGRATED MICRO-ELECTRONICS, INC.	2,074,085	7,197,075	-	-	2,074,085	7,197,075
IMP	0.700	IMPERIAL RESOURCES, INC. "A"	3,214,950	2,250,465	-	-	3,214,950	2,250,465
INFRA	0.315	PHILIPPINE INFRADEV HOLDINGS, INC.	11,851,500	3,733,223	400,000	126,000	12,251,500	3,859,223
ION	1.020	IONICS CIRCUITS, INC.	1,270,150	1,295,553	200	204	1,270,350	1,295,757
IPM	1.570	IPM HOLDINGS, INC.	779,000	1,223,030	-	-	779,000	1,223,030
IPO	6.000	IPEOPLE, INC.	287,691	1,726,146	187,162	1,122,972	474,853	2,849,118
IS	0.123	ISLAND MNG. & INDUSTRIAL CORP.	38,770,000	4,768,710	-	-	38,770,000	4,768,710
JAS	1.120	JACKSTONES, INC.	528,100	591,472	-	-	528,100	591,472
JFC	180.000	JOLIBEE FOODS CORP.	1,005,919	181,055,420	162	29,160	1,006,081	181,094,580
JFCPB	994.000	JOLIBEE FOODS CORP. PREF SHARES B	20,960	20,834,240	-	-	20,960	20,834,240
JGS	23.650	JG SUMMIT HOLDINGS, INC.	7,722,645	182,640,554	-	-	7,722,645	182,640,554
JOH	3.080	JOLLIVILLE HLDGS. CORP.	4,320,008	1,402,600	-	-	4,320,008	1,402,600
KEPR	2.480	THE KEEPERS HOLDINGS, INC.	183,730,195	455,650,884	-	-	183,730,195	455,650,884
KEP	2.200	KEPPEL PHIL. PROPERTIES, INC.	66,923	147,231	-	-	66,923	147,231
KPPI	1.190	KEPWEALTH PROPERTY PHILS., INC.	73,415	87,364	-	-	73,415	87,364
LAND	0.530	CITY & LAND DEVT., INC.	1,434,167	760,109	-	-	1,434,167	760,109
LBC	8.800	LBC EXPRESS HOLDINGS, INC.	17,968,098	158,119,262	-	-	17,968,098	158,119,262
LC	0.185	LEPANTO CONS. MNG. CO. "A"	135,767,820	25,117,047	6,611	1,223	135,774,417	25,118,267
LCB	0.187	LEPANTO CONS. MNG. CO. "B"	39,594,198	7,404,115	606,041	113,330	40,200,127	7,517,424
LFM	33.800	LIBERTY FLOUR MILLS, INC.	3,921	132,530	-	-	3,921	132,530
LMG	0.250	LMG CHEMICALS CORP.	65,823,000	16,455,750	-	-	65,823,000	16,455,750
LODE	0.350	LODESTAR INV., HLDG., CORP.	13,991,000	4,896,850	-	-	13,991,000	4,896,850
LOTE	1.700	PACIFIC ONLINE SYSTEMS CORP	2,896,375	2,896,375	-	-	2,896,375	2,896,375
LPC	0.041	LPM PROPERTIES CORPORATION	91,149	3,737	-	-	91,149	3,737
LPZ	3.720	LOPEZ HOLDINGS CORP.	52,471,906	195,195,490	-	-	52,471,906	195,195,490
LSC	0.610	LORENZO SHIPPING CORP.	38,643,250	23,572,383	-	-	38,643,250	23,572,383
LTG	14.780	LTG GROUP, INC.	19,589,400	289,531,332	-	-	19,589,400	289,531,332
MA	0.007	MANILA MINING CORP. "A"	3,330,841,625	24,315,144	208,803	1,524	3,331,050,428	24,316,668
MAB	0.007	MANILA MINING CORP. "B"	1,722,544,134	12,402,318	1,080,758	7,781	1,723,624,892	12,410,099
MAC	4.340	MACROASIA CORPORATION	436,192	1,893,073	-	-	436,192	1,893,073
MACAY	6.980	MACAY HOLDINGS	92,692,157	647,918,177	-	-	92,692,157	647,918,177
MAH	0.450	METRO ALLIANCE HLDG.	467,488	210,370	167,000	75,150	634,488	295,520
MAHB	0.980	METRO ALLIANCE HLDG. "B"	319,561	313,170	360,500	353,290	680,061	666,460
MARC	0.700	MARCVENTURES HOLDINGS, INC.	25,891,455	18,124,019	-	-	25,891,455	18,124,019
MAXS	2.450	MAXS GROUP, INC.	2,009,300	4,922,785	-	-	2,009,300	4,922,785
MB	0.164	MANILA BULLETIN PUBLISHING COR	12,820,254	2,102,522	-	-	12,820,254	2,102,522
MBT	68.500	METRO BANK & TRUST CO.	3,905,516	267,527,846	18	1,233	3,875,534	265,474,079
								2,398,466
								453,400
								2,055,000

**TOWER SECURITIES, INC.**  
**SECURITIES POSITION REPORT**  
**DECEMBER 31, 2025**

STOCK CODE	MARKET PRICE	NAME OF STOCKS	CUSTOMERS' ACCOUNT No. of Shares	MARKET VALUE	DEALER'S ACCOUNT No. of Shares	MARKET VALUE	PHIL. CENTRAL DEPOSITORY No. of Shares	MARKET VALUE	TRANSFEEER OFFICE No. of Shares	MARKET VALUE	IN VAULT No. of Shares	MARKET VALUE	UPLIFTMENT No. of Shares	MARKET VALUE
MED	0.090	MEDCO HOLDINGS, INC.	13,911,000	1,251,990	5,000	450	13,916,000	1,252,440	-	-	-	-	-	
MEDIC	0.260	MEDILINES DISTRIBUTORS, INC.	1,221,000	317,460	-	-	1,221,000	317,460	-	-	-	-	-	
MEG	2.080	MEGAWORLD CORPORATION	71,467,032	149,651,427	37,247	77,474	71,504,279	149,729,900	-	-	-	-	-	
MER	574.000	MANILA ELECTRIC COMPANY	338,149	194,097,526	414	237,636	338,563	194,335,162	-	-	-	-	-	
MFC	1,880.000	MANULIFE FINANCIAL CORP.	3,745	7,040,600	-	-	3,745	7,040,600	-	-	-	-	-	
MFIN	1.510	MAKATI FINANCE CORPORATION	998,207	1,507,293	-	-	998,207	1,507,293	-	-	-	-	-	
MG	0.060	MILLENNIUM GLOBAL HOLDINGS, INC.	27,283,000	1,636,980	-	-	27,283,000	1,636,980	-	-	-	-	-	
MGH	-	METRO GLOBAL HOLDINGS CORP.	1,589,400	-	60,000	-	1,649,400	-	-	-	-	-	-	
MHC	0.115	MABUHAY HDGS., CORP.	20,375,000	2,343,125	30,000	3,450	20,405,000	2,346,575	-	-	-	-	-	
MIC	-	MANILA JOCKEY CLUB, INC.	5,789,165	-	-	-	5,789,165	-	-	-	-	-	-	
MJIC	-	MIC INVESTMENTS CORP.	147,800	-	-	-	147,800	-	-	-	-	-	-	
MM	0.400	MERRYMAST CONSUMER CORP.	7,384,700	2,953,880	-	-	7,384,700	2,953,880	-	-	-	-	-	
MONDE	5.800	MONDE NISSIN CORPORATION	9,119,005	52,890,229	-	-	9,119,005	52,890,229	-	-	-	-	-	
MRC	0.870	MRC ALLIED, INC.	6,965,000	6,057,810	500	435	6,965,500	6,058,245	-	-	-	-	-	
MREIT	14.000	MREIT, INC.	805,900	11,282,600	-	-	805,900	11,282,600	-	-	-	-	-	
MRSGT	1.150	METRO RETAIL STORES GROUP, INC.	8,066,000	9,275,900	-	-	8,066,000	9,275,900	-	-	-	-	-	
MVC	5.190	MABUHAY VINYL CORP.	78,600	407,934	-	-	78,600	407,934	-	-	-	-	-	
MWC	40.300	MANILA WATER CO., INC.	4,763,000	191,948,900	-	-	4,763,000	191,948,900	-	-	-	-	-	
MWIDE	2.990	MEGAWIDE CONSTRUCTION	6,720,539	20,094,412	-	-	6,720,539	20,094,412	-	-	-	-	-	
MWIFC	103.800	MEGAWIDE SERIES 6 PREFERRED C	1,000	103,800	-	-	1,000	103,800	-	-	-	-	-	
MYNLD	16.900	MYNILD WATER SERVICES, INC.	5,191,600	87,738,040	-	-	5,191,600	87,738,040	-	-	-	-	-	
NAS	-	NASPIIT LUMBER COMPANY 'A'	50	-	50	-	50	-	-	-	-	-	-	
NI	0.315	NIHAO MINERAL RESOURCES	1,885,491	593,930	-	-	1,885,491	593,930	-	-	-	-	-	
NIKEL	3.890	NICKEL ASIA	30,072,398	116,981,628	-	-	30,072,398	116,981,628	-	-	-	-	-	
NOW	0.680	NOW CORPORATION	6,026,300	4,097,884	-	-	6,026,300	4,097,884	-	-	-	-	-	
NRCP	0.770	NATL. REINSURANCE CORP.	9,728,000	7,490,560	-	-	9,728,000	7,490,560	-	-	-	-	-	
NXGEN	-	NEXTGENESIS CORP.	730,964	-	100	-	730,964	-	-	-	214	-	-	
OCP	32.200	OCEANAGOLD (PHILS.), INC.	20,000	644,000	-	-	20,000	644,000	-	-	-	-	-	
OM	0.101	OMICO CORPORATION	25,252,335	2,550,486	-	-	25,252,335	2,550,486	-	-	-	-	-	
OPM	0.012	ORIENTAL PET. & MIN. 'A'	1,629,355,207	19,552,262	20,000,090	240,001	1,649,355,297	19,792,264	-	-	-	-	-	
OPMB	0.012	ORIENTAL PET. & MIN. 'B'	2,084,516,045	25,014,193	30,300,000	363,600	2,114,816,045	25,377,793	-	-	-	-	-	
ORE	0.370	ORIENTAL PENINSULA RESOURCES	6,289,600	2,327,152	-	-	6,289,600	2,327,152	-	-	-	-	-	
OV	0.009	THE PHILODRILL CORP.	2,722,047,291	24,226,221	99,000	881	2,722,146,291	24,227,102	-	-	-	-	-	
PA	0.950	PACIFICA, INC.	299,300	284,335	-	-	299,300	284,335	-	-	-	-	-	
PAL	3.800	PAL HOLDINGS, INC.	1,198,569	4,511,413	6,975	26,505	1,198,569	4,511,413	-	-	-	-	-	
PAX	2.610	PAXSYS, INC.	9,285,400	24,234,894	-	-	9,285,400	24,234,894	-	-	-	-	-	
PBB	7.700	PHIL. BUSINESS BANK	922,570	7,103,789	-	-	922,570	7,103,789	-	-	-	-	-	
PBC	16.700	PHIL. BANK OF COMMUNICATIONS	314,482	5,251,849	-	-	314,482	5,251,849	-	-	-	-	-	
PCOR	2.480	PETRON CORPORATION	22,726,372	56,361,403	-	-	22,726,372	56,355,589	-	-	2,344	-	-	
PCP	-	PICOP RESOURCES, INC.	69,553,965	-	-	-	69,553,965	-	-	-	-	-	-	
PERC	3.500	PETROENERGY RES. CORP.	7,469,930	26,141,255	25,658	89,803	7,494,588	26,231,058	-	-	-	-	-	
PGOLD	38.000	PUREGOLD PRICE CLUB, INC.	298,110	11,328,180	-	-	298,110	11,328,180	-	-	-	-	-	
PHA	0.237	PREMIERE HORIZON ALLIANCE	24,899,000	5,901,063	-	-	24,899,000	5,901,063	-	-	-	-	-	
PHC	1.840	PHILCOMSAT HOLDINGS CORP.	70,000	128,800	-	-	70,000	128,800	-	-	-	-	-	
PHCI	-	PHB HOLDINGS CORPORATION	637,298	-	-	-	637,298	-	-	-	-	-	-	
PHES	0.280	PHILIPPINE ESTATE CORPORATION	5,550,000	1,554,000	-	-	5,550,000	1,554,000	-	-	-	-	-	
PHN	16.700	PHINMA CORPORATION	401,683	6,708,106	5,617	93,804	407,300	6,801,910	-	-	-	-	-	
PHR	0.133	PH RESORTS GROUP HDGS., INC.	46,797,654	6,224,088	-	-	46,797,654	6,224,088	-	-	-	-	-	
PIZZA	6.800	SHAKY'S PIZZA VENTURES, INC.	6,240,000	42,432,000	-	-	6,240,000	42,432,000	-	-	-	-	-	
PLUS	16.200	DIGIPLUS INTERACTIVE CORP.	19,571,298	317,055,028	8,748	141,718	19,580,046	317,196,745	-	-	-	-	-	
PMPG	10.800	PANASONIC MFG., PHILS., CORP.	60,790	656,532	13,915	150,282	74,705	806,814	-	-	-	-	-	
PMT	-	PRIMETOWN PROPERTY GROUP, INC.	572,100	-	-	-	572,100	-	-	-	-	-	-	
PNB	54.400	PHIL. NATIONAL BANK	3,603,910	196,052,704	-	-	3,603,910	196,052,704	-	-	-	-	-	
PNC	-	PHIL. NATIONAL CONST. CORP.	110,700	-	1,800	-	112,500	-	-	-	-	-	-	
PNX	-	PHOENIX PETROLEUM PHILS.	539,697	-	-	-	539,697	-	-	-	-	-	-	
PNX3B	-	PHOENIX PETROLEUM PHILS. INC. SERIES 3	11,000	-	-	-	11,000	-	-	-	-	-	-	
PNX4	-	PHOENIX SERIES 4 PREF. SHARES	10,895	-	-	-	10,895	-	-	-	-	-	-	
PORT	-	GLOBALPORT 900, INC.	658,550	1,000	-	-	658,550	1,000	-	-	-	-	-	
PPC	13.200	PRYCE PROPERTIES CORP.	4,050	8,692,860	4,050	53,460	662,600	8,746,320	-	-	-	-	-	
PRC	6.600	PHIL. RACING CLUB, INC.	230,910	1,524,006	2,091	13,801	233,001	1,537,807	-	-	-	-	-	
PREIT	1.020	PREMIERE ISLAND POWER REIT CORP.	5,000	5,100	-	-	5,000	5,100	-	-	-	-	-	

**TOWER SECURITIES, INC.**  
**SECURITIES POSITION REPORT**  
**DECEMBER 31, 2025**

STOCK CODE	MARKET PRICE	NAME OF STOCKS	CUSTOMERS' ACCOUNT		DEALER'S ACCOUNT		PHIL. CENTRAL DEPOSITORY		TRANSFER OFFICE		IN VAULT		UPLIFTMENT	
			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	No. of Shares	Market Value
PRFB	1,005,000	PETRON PERPETUAL PREF SHARES SERIES	11,500	11,557,500	-	-	11,500	11,557,500	-	-	-	-	-	-
PRFA	979,500	PETRON CORP. SERIES 4 PREF SHARES A	350	342,825	-	-	350	342,825	-	-	-	-	-	-
PRFC	1,009,000	PETRON CORP. SERIES 4 PREF SHARES C	3,200	3,228,800	-	-	3,200	3,228,800	-	-	-	-	-	-
PRFE	1,000,000	PETRON CORP. SERIES 4 PREF SHARES E	475	475,000	-	-	475	475,000	-	-	-	-	-	-
PRFM	1,300	PRIME MEDIA HOLDINGS, INC.	1,802,490	1,802,490	102,000	132,600	1,488,531	1,935,090	-	-	-	-	-	-
PRMX	1,280	PRIMEX CORPORATION	17,625,100	22,432,128	-	-	17,625,100	22,432,128	-	-	-	-	-	-
PSB	54,000	PHILIPPINE SAVINGS BANK	3,985,416	3,985,416	1,467	79,218	75,271	4,054,534	-	-	-	-	-	-
PSE	205,400	PHILIPPINE STOCK EXCHANGE, INC.	15,502	3,184,111	54,010	11,093,654	69,512	14,277,765	-	-	-	-	-	-
PIT	-	PHIL. TELEGRAPH	1,766,330	-	257,660	-	2,023,990	-	-	-	-	-	-	-
PX	9,900	PHILEX MINING CORP.	48,118,043	476,368,626	46	455	48,118,089	476,369,081	-	-	-	-	-	-
PXP	2,380	PHILEX PETROLEUM CORP.	31,684,277	75,408,579	8,137	19,366	31,691,442	75,429,632	-	-	972	2,313	-	-
RCB	25,950	RIZAL COMMERCIAL BANKING CORP.	1,257,647	32,635,940	656	17,023	32,652,963	-	-	-	-	-	-	-
RCT	2,680	ROXAS & CO., INC.	1,490,983	3,995,834	-	-	1,490,983	3,995,866	100	268	-	-	-	-
RCR	8,020	RL COMMERCIAL RETT. INC.	7,903,000	63,382,060	-	-	7,903,000	63,382,060	-	-	-	-	-	-
REG	2,300	REPUBLIC GLASS HDGS. CORP.	651,951	1,499,487	750	1,725	652,701	1,501,212	-	-	-	-	-	-
RPM	4,750	RPM CORPORATION	7,276,926	34,565,399	180,000	855,000	7,456,926	35,420,399	-	-	-	-	-	-
RLC	16,160	ROBINSONS LAND CORP.	5,928,540	95,805,206	1,903	30,752	5,930,443	95,835,959	-	-	-	-	-	-
RLT	0,109	PHIL. REALTY & HDGS. CORP.	5,877,489	640,646	3,720	405	5,881,209	641,052	-	-	-	-	-	-
ROCK	1,850	ROCKWELL LAND CORP.	7,551,871	13,970,961	1,147	2,122	7,553,018	13,973,083	-	-	-	-	-	-
ROX	-	ROXAS HOLDINGS	901,066	-	-	-	901,066	-	-	-	-	-	-	-
RPHI	33,050	ROBINSONS RETAIL HOLDINGS, INC.	330,000	10,906,500	-	-	330,000	10,906,500	-	-	-	-	-	-
SBS	3,890	SBS PHILIPPINES CORP.	124,497	484,293	-	-	124,497	484,293	-	-	-	-	-	-
SCC	28,250	SEMIRARA COAL CORP. "COMMON"	2,712,500	76,628,125	-	-	2,712,500	76,628,125	-	-	-	-	-	-
SECB	65,650	SECURITY BANK CORP.	1,542,536	101,267,488	-	-	1,542,536	101,267,488	-	-	-	-	-	-
SEVN	37,000	PHIL. SEVEN CORP. "COMMON"	17,730	471,010	87,726	3,245,862	100,456	3,716,872	-	-	-	-	-	-
SFI	0,047	SWIFT FOODS, INC.	19,659,802	924,011	44,800	2,106	19,704,602	926,116	-	-	-	-	-	-
SFP	1,550	SWIFT FOODS, INC.- CONVERTIBLE	978,828	1,517,185	7,913	12,265	986,742	1,529,450	-	-	-	-	-	-
SGL	1,270	SOLID GROUP, INC.	16,378,000	20,800,060	3,000	3,810	16,381,000	20,803,870	-	-	-	-	-	-
SGP	16,560	SYNERGY GRID & DEVT. INC.	20,947,710	346,894,078	-	-	20,947,710	346,894,078	-	-	-	-	-	-
SHLP	6,930	PHILIPINAS SHELL PETROLEUM COMPANY	1,454,830	10,081,972	-	-	1,454,830	10,081,972	-	-	-	-	-	-
SHNG	3,540	SHANG PROPERTIES, INC.	360,380	1,275,745	436	1,543	360,816	1,277,289	-	-	-	-	-	-
SIF	3,440,000	SUNLIFE FINANCIAL SERV.	1,321	4,544,240	7	24,080	1,328	4,568,320	-	-	-	-	-	-
SIL	2,600	STA. LUCIA LAND, INC.	7,122,000	18,517,200	-	-	7,122,000	18,517,200	-	-	-	-	-	-
SM	699,500	SM INVESTMENTS CORP.	26,818	18,759,191	-	-	26,818	18,759,191	-	-	-	-	-	-
SMC	82,000	SAN MIGUEL CORP. "A"	253,327	20,772,814	3	246	253,330	20,773,060	-	-	-	-	-	-
SMCZ1	74,500	SMC SERIES 2 PREF. SHARES "I"	20,540	1,530,230	-	-	20,540	1,530,230	-	-	-	-	-	-
SMCZL	77,650	SMC SERIES 2 PREF. SHARES "L"	16,500	1,281,225	-	-	16,500	1,281,225	-	-	-	-	-	-
SMCZN	80,500	SMC SERIES 2 PREF. SHARES "N"	66,600	5,361,300	-	-	66,600	5,361,300	-	-	-	-	-	-
SMCZO	81,000	SMC SERIES 2 PREF. SHARES "O"	20,000	1,620,000	-	-	20,000	1,620,000	-	-	-	-	-	-
SMCZQ	77,800	SMC SERIES 2 PREF. SHARES 2-Q	132,000	10,269,600	-	-	132,000	10,269,600	-	-	-	-	-	-
SMCZR	77,500	SMC SERIES 2 PREF. SHARES 2-R	61,000	4,727,500	-	-	61,000	4,727,500	-	-	-	-	-	-
SMCZU	76,000	SMC SERIES 2 PREF. SHARES 2-U	173,000	13,148,000	-	-	173,000	13,148,000	-	-	-	-	-	-
SMPH	22,750	SM PRIME HDGS., INC.	8,557,806	194,690,087	2,961	67,363	8,560,767	194,757,449	-	-	-	-	-	-
SOC	0,182	SOC RESOURCES, INC.	6,048,000	1,100,736	100,000	18,200	6,148,000	1,118,936	-	-	-	-	-	-
SPC	9,740	SALCON POWER CORP.	2,744,000	26,726,560	-	-	2,744,000	26,726,560	-	-	-	-	-	-
SPM	2,360	SEAFRONT RESOURCES CORP.	4,426,096	10,445,587	55,325	130,567	4,481,421	10,576,154	-	-	-	-	-	-
SPNE	1,170	SOJAR PHILIPPINES NUEVA ECLJA CORP.	64,302,606	75,234,049	-	-	64,302,606	75,234,049	-	-	-	-	-	-
SSI	2,630	SSI GROUP, INC.	18,820,600	49,498,178	-	-	18,820,600	49,498,178	-	-	-	-	-	-
STI	1,410	STI EDUCATION SYSTEM HDGS., INC.	121,265,159	170,983,874	-	-	121,265,159	170,983,874	-	-	-	-	-	-
STN	2,180	STENIEL MANUFACTURING CORP.	162,415	354,065	9,960	21,713	172,375	375,778	-	-	-	-	-	-
STR	1,250	VISTAMALLS, INC.	88,700	110,875	-	-	88,700	110,875	-	-	-	-	-	-
SUN	0,760	SUNTRUST HOME DEVELOPERS, INC.	46,095,622	35,032,673	47,000	35,720	46,142,622	35,068,393	-	-	-	-	-	-
SWM	-	SANITARY WARES MFG. CORP.	982,100	-	-	-	982,100	-	-	-	-	-	-	-
T	0,440	TMC STEEL CORPORATION	1,775,000	781,000	-	-	1,775,000	781,000	-	-	-	-	-	-
TBGI	0,133	TRANS-PACIFIC BROADBAND GROUP, INTL	11,063,000	1,471,379	-	-	11,063,000	1,471,379	-	-	-	-	-	-
TCDZ	8,260	CIRTEK HDGS. PHILS. CORP. SERIES-D	16,000	132,160	-	-	16,000	132,160	-	-	-	-	-	-
TECH	0,630	CIRTEK HOLDINGS PHILS. CORP.	2,862,418	1,803,323	-	-	2,862,418	1,803,323	-	-	-	-	-	-
TEL	1,260,000	PHIL. LONG DISTANCE TELEPHONE	48,805	61,494,300	9	11,340	48,814	61,505,640	-	-	-	-	-	-
TFC	45,200	FTFC REDEVELOPMENT CORPORATION	1,690	76,388	-	-	1,690	76,388	-	-	-	-	-	-
TFHI	61,000	TOP FRONTIER INVESTMENTS HOLDINGS, I	15,175	925,675	-	-	15,175	925,675	-	-	-	-	-	-
TOP	1,600	TOP LINE BUSINESS DEVELOPMENT CORP.	3,998,000	6,396,800	-	-	3,998,000	6,396,800	-	-	-	-	-	-

TOWER SECURITIES, INC. SECURITIES POSITION REPORT DECEMBER 31, 2025															
STOCK CODE	MARKET PRICE	N A M E O F S T O C K S		CUSTOMERS' ACCOUNT		DEALER'S ACCOUNT		PHIL. CENTRAL DEPOSITORY		TRANSFER OFFICE		IN VAULT		UPLIFTMENT	
		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	No. of Shares	Market Value	No. of Shares	Market Value
TUGS	0.590	5,368,000	3,167,120	-	-	-	-	5,368,000	3,167,120	-	-	-	-	-	-
URP	26.600	3,712,071	98,741,089	317	8,432	-	-	3,712,388	98,749,521	-	-	-	-	-	-
UP	-	35,087,000	-	4,000	-	-	-	35,101,000	-	-	-	-	-	-	-
UPM	0.006	319,985,000	1,855,913	1,320,000	7,656	-	-	316,305,000	1,834,569	-	-	5,000,000	29,000	-	-
UPSON	0.700	240,000	168,000	-	-	-	-	240,000	168,000	-	-	-	-	-	-
URC	67.300	1,560,476	105,020,035	6,146	413,626	-	-	1,566,622	105,433,661	-	-	-	-	-	-
UW	-	15,000,000	-	-	-	-	-	15,000,000	-	-	-	-	-	-	-
V	0.890	7,681,374	6,836,423	150,874	134,278	-	-	7,832,248	6,970,701	-	-	-	-	-	-
VITA	0.530	921,000	488,130	300	159	-	-	921,300	488,289	-	-	-	-	-	-
VLL	1.040	13,908,942	14,465,300	-	-	-	-	13,908,942	14,465,300	-	-	-	-	-	-
VLL2A	91.950	1,960	180,222	-	-	-	-	1,960	180,222	-	-	-	-	-	-
VMC	1.730	261,990,292	453,243,205	140	242	-	-	261,990,432	453,243,447	-	-	-	-	-	-
VREIT	1.370	220,000	301,400	-	-	-	-	220,000	301,400	-	-	-	-	-	-
VVT	19.440	2,812	54,665	-	-	-	-	2,812	54,665	-	-	-	-	-	-
WEB	6.200	41,865,382	259,555,368	240	1,488	-	-	41,865,622	259,555,856	-	-	-	-	-	-
WHI	-	627	-	-	-	-	-	-	-	627	-	-	-	-	-
WIN	0.260	6,826,000	1,774,760	-	-	-	-	6,826,000	1,774,760	-	-	-	-	-	-
WILCON	6.960	1,191,900	8,295,624	-	-	-	-	1,191,900	8,295,624	-	-	-	-	-	-
WPI	0.405	8,322,600	3,370,653	-	-	-	-	8,322,600	3,370,653	-	-	-	-	-	-
X	0.248	6,501,500	1,612,372	-	-	-	-	6,501,500	1,612,372	-	-	-	-	-	-
ZHI	0.067	57,975,000	3,884,325	-	-	-	-	57,975,000	3,884,325	-	-	-	-	-	-
<b>TOTAL</b>		<b>22,762,577,125</b>	<b>13,350,168,999</b>	<b>68,335,932</b>	<b>23,669,513</b>			<b>22,825,135,334</b>	<b>13,368,366,255</b>	<b>777</b>	<b>268</b>	<b>5,006,596</b>	<b>39,833</b>	<b>770,400</b>	<b>5,432,156</b>

**SCHEDULE VII**

**TOWER SECURITIES, INC.**  
**SCHEDULE SHOWING FINANCIAL SOUNDNESS INDICATORS**  
**IN TWO COMPARATIVE PERIODS**  
**UNDER SRC RULE 68, AS AMENDED**  
**DECEMBER 31, 2025**

	2025	2024
<b>Current/Liquidity Ratio</b>	<b>1.18</b>	1.13
Current assets	₱ 734,678,985	₱ 765,285,487
Divided by: Current liabilities	<b>622,251,755</b>	678,958,077
<b>Acid Test Ratio</b>	<b>1.18</b>	1.13
Quick assets (Cash, financial assets at FVPL and trade receivables)	<b>734,311,019</b>	764,635,016
Divided by: Current liabilities	<b>622,251,755</b>	678,958,077
<b>Solvency Ratio</b>	<b>0.03</b>	0.02
Net income before depreciation	<b>21,464,232</b>	10,334,719
Divided by: Total liabilities	<b>630,258,719</b>	684,450,276
<b>Debt-to-Equity Ratio</b>	<b>4.76</b>	6.13
Total liabilities	<b>630,258,719</b>	684,450,276
Divided by: Total equity	<b>132,341,262</b>	111,662,148
<b>Debt-to-Equity Ratio for Loan Covenant</b>	<b>0.00</b>	0.01
Total Debt (interest-bearing borrowings)	-	1,000,000
Divided by: Total equity	<b>132,341,262</b>	111,662,148
<b>Asset-to-Equity Ratio</b>	<b>5.76</b>	7.13
Total assets	<b>762,599,981</b>	796,112,424
Divided by: Total equity	<b>132,341,262</b>	111,662,148
<b>Interest Rate Coverage Ratio</b>	<b>664.09</b>	134.34
Pretax income before interest	<b>27,669,307</b>	13,433,853
Divided by: Interest expense	<b>41,665</b>	99,996
<b>Return on Assets Ratio</b>	<b>0.03</b>	0.01
Net income	<b>21,453,553</b>	10,334,719
Divided by: Average total assets	<b>779,356,203</b>	809,443,691
<b>Return on Equity Ratio</b>	<b>0.18</b>	0.10
Net income	<b>21,453,553</b>	10,334,719
Divided by: Average total equity	<b>122,001,705</b>	106,616,514

**TOWER SECURITIES, INC.  
RECONCILIATION OF RETAINED EARNINGS AVAILABLE  
FOR DIVIDEND DECLARATION  
DECEMBER 31, 2025**

<b>Unappropriated Retained Earnings, beginning of reporting period</b>		<b>₱41,082,547</b>
<b>Add:</b>	<b><u>Category A: Items that are directly credited to Unappropriated Retained Earnings</u></b>	
	Gain on sale of financial assets at FVOCI	17,016
<b>Less:</b>	<b><u>Category B: Items that are directly credited to Unappropriated Retained Earnings</u></b>	
	Dividend declaration during the reporting period	-
	Retained Earnings appropriated during the reporting period	(4,290,711)
		<u>(4,290,711)</u>
<b>Unappropriated Retained Earnings, as adjusted</b>		<b>36,808,852</b>
<b>Add/Less Net income (loss) for the current year</b>		<b>21,453,553</b>
<b>Less:</b>	<b><u>Category C.1: Unrealized income recognized in the profit or loss during the reporting period (net of tax)</u></b>	
	Unrealized fair value adjustment (mark- to- market gains) of financial instruments at FVPL	-
		<u>-</u>
		<b>21,453,553</b>
<b>Add:</b>	<b><u>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)</u></b>	
		<u>-</u>
<b>Adjusted net income/loss</b>		<b>21,453,553</b>
<b>Add:</b>	<b><u>Category D: Non-actual losses recognized in profit or loss during the reporting period (net of tax)</u></b>	
		<u>-</u>
<b>Add:</b>	<b><u>Category E: Adjustments related to relief granted by the SEC and BSP</u></b>	
		<u>-</u>
<b>Add:</b>	<b><u>Category E: Other items that should be excluded from the determination of the amount of available dividends for distribution</u></b>	
	Net movement of deferred tax asset not considered in the reconciling items under the previous categories	-
		<u>-</u>
<b>Total Retained Earnings, end of the reporting period available for Dividend</b>		<b><u>₱58,262,405</u></b>

**TOWER SECURITIES, INC.**  
**SUPPLEMENTARY SCHEDULE OF EXTERNAL AUDITOR**  
**FEE-RELATED INFORMATION**  
**DECEMBER 31, 2025 AND 2024**

	2025	2024
<b>Total Audit Fees (Section 2.1a)</b>	<b>₱183,000</b>	<b>₱183,000</b>
Non-audit services fees:		
Other assurance services	-	-
Tax services	-	-
All other services	-	-
<b>Total Non-audit Fees (Section 2.1b)</b>	<b>-</b>	<b>-</b>
<b>Total Audit and Non-audit Fees</b>	<b>₱183,000</b>	<b>₱183,000</b>

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From: eafs@bir.gov.ph

To: tower\_sec@yahoo.com

Cc: amado\_q\_reyes@yahoo.com

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Hi TOWER SECURITIES, INC.,

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