MAHARLIKA INVESTMENT CORPORATION

UNAUDITED ANNUAL FINANCIAL INFORMATION
December 31, 2025

DISCLAIMER

This document contains unaudited financial information of Maharlika Investment Corporation (MIC) for the year ended December 31, 2025. The information herein is preliminary and subject to examination and audit by the Commission on Audit (COA). Final audited figures may differ from those presented in this document.

MAHARLIKA INVESTMENT CORPORATION

CONDENSED STATEMENTS OF FINANCIAL POSITION

As at December 31, 2025 and 2024

	2025 (Unaudited)	2024 (Audited)
ASSETS		
Cash and Cash Equivalents	**₱71,119,674,288**	₱76,801,004,150
Due from the National Government	**50,000,000,000**	50,000,000,000
Financial Assets at Fair Value Through Other Comprehensive Income (FVOCI)	**4,770,529,463**	174,629,140
Other Assets	**2,335,212,589**	278,418,646
TOTAL ASSETS	**₱128,225,416,340**	₱127,254,051,936
LIABILITIES		
Total Liabilities	**₱345,039,615**	₱668,139,083
EQUITY		
Share Capital	**125,000,000,000**	125,000,000,000
Retained Earnings and Others	**2,880,376,725**	1,585,912,853
Total Equity	**127,880,376,725**	126,585,912,853
TOTAL LIABILITIES AND EQUITY	**₱128,225,416,340**	₱127,254,051,936

The financial information for the year ended December 31, 2025 presented herein is unaudited and remains subject to examination and audit by the Commission on Audit (COA). Accordingly, the information may still be revised, adjusted, or reclassified upon completion of the audit and finalization of the audited financial statements.

MAHARLIKA INVESTMENT CORPORATION

CONDENSED STATEMENTS OF COMPREHENSIVE INCOME

For the years ended December 31, 2025 and 2024

	2025 (Unaudited)	2024 (Audited)
Business Income	**₱2,817,325,447**	2,772,586,014
Operating Expenses	**(478,960,238)**	(93,197,373)
Foreign exchange gains – net	**25,257,644**	–
PROFIT BEFORE INCOME TAX	**2,363,622,853**	2,679,388,641
INCOME TAX EXPENSE	**921,072**	233,144
NET INCOME	**2,362,701,781**	2,679,155,497
OTHER COMPREHENSIVE INCOME FOR THE YEAR	**379,423,402**	2,473,743
TOTAL COMPREHENSIVE INCOME	**₱2,742,125,183**	₱2,681,629,240

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MAHARLIKA INVESTMENT CORPORATION

For the Year Ended December 31, 2025

1. **2025 Financial Highlights**

Maharlika Investment Corporation (MIC or the Corporation) continued to strengthen its position as the Philippines' sovereign wealth fund manager in 2025, marking its first full year of active investment deployment and operational build up. As of December 31, 2025, MIC deployed ₱5.9 billion into strategic investments in Synergy Grid & Development Phils, Inc. (SGP), Makilala Mining Co, Inc. (Makilala), and Asian Terminals, Inc. (ATI), in line with its institutional mandate.

The Corporation's strategic investments have begun to demonstrate positive financial returns. In 2025, MIC generated ₱481.6 million from investment-related income, consisting of dividend, interest, and fair value gains, particularly the significant fair value appreciation in its SGP investment. These results validate the Corporation's disciplined investment approach and its focus on commercially viable and strategically important assets.

Concurrently, MIC continued to prudently manage undeployed capital by maintaining placements with Government Financial Institutions (GFIs). These placements generated ₱2.7 billion in interest income during the year, ensuring that undeployed funds remained productive while also keeping liquidity within the Philippine government financial ecosystem. This strategy enabled MIC to preserve capital, maintain liquidity, and generate stable returns while strategic investments continue to scale.

Total comprehensive income amounted to ₱2.7 billion, slightly higher than previous year, despite increase in operating expenses associated with organizational expansion as MIC continued to strengthen its institutional, governance and operational capabilities.

MIC maintained a robust financial position in 2025, closing the year with total assets of ₱128.2 billion, cash balance of ₱71.1 billion, and minimal trade liabilities. This provides the Corporation with financial flexibility to pursue strategic investments while maintaining adequate liquidity.

2. **Capitalization and Funding Status**

RA 11954 established MIC's initial capitalization at ₱125 billion. Land Bank of the Philippines (LBP) and Development Bank of the Philippines (DBP), contributed ₱50 billion and ₱25 billion, respectively, while the National Government will provide the remaining ₱50 billion.

The capital contribution from the National Government has not yet been remitted to MIC and is recognized as "Due from the National Government". MIC has complied with all documentary and procedural requirements necessary to facilitate the release of the funding. The Bureau of the Treasury (BTr) has likewise confirmed that the Bangko Sentral ng Pilipinas (BSP) and the Philippine Gaming Corporation (PAGCOR) have remitted to the National Treasury the amounts intended for MIC's initial capitalization pursuant to RA 11954.

MIC Initial Capitalization Breakdown

	Amount	% of Total Capitalization
Land Bank of the Philippines	₱50,000,000,000	40%
Development Bank of the Philippines	25,000,000,000	20%
National Government	50,000,000,000	40%
	₱125,000,000,000	100%

3. **Capital Deployment Status and Key Investment Updates**

MIC significantly increased its investment portfolio in 2025, reaching a cumulative capital deployment of ₱5.9 billion as of year-end, and generating total returns of ₱481.6 million during the year.

Investment in SGP
The Corporation continued to build its strategic investment in SGP, increasing its total deployment to ₱1.2 billion as of December 31, 2025 through acquisitions of SGP shares from the market. The investment generated total returns of ₱589.2 million, driven primarily by unrealized fair value gains and dividend income received during the year.

Separately, in January 2025, MIC signed a binding term sheet with SGP and its principal shareholders in relation to a broader strategic investment framework that contemplates, among others, enhanced governance and participation rights, subject to the execution of definitive agreements and the completion of applicable conditions and approvals.

Following the signing of the binding term sheet, MIC, SGP and its principal shareholders continued discussions and negotiations during 2025 regarding the terms and structure of the proposed transaction. The parties likewise continued to evaluate and refine the potential transaction structure and related commercial arrangements in light of the ongoing discussions and evolving considerations.

Loan to Makilala
MIC entered into an Omnibus Loan and Security Agreement (OLSA) of up to US$10 million with Makilala to provide bridge financing support for the front-end engineering design (FEED) and feasibility study, and related early-stage development activities of the Maalinao-Caigutan-Biyog Project. As of December 31, 2025, MIC had disbursed US$7.4 million (₱426.9 million) through multiple loan drawdowns, and generated interest income of ₱18.4 million during the year.

The financing formed part of MIC's broader evaluation and participation in strategic mining and resource-related investment opportunities while allowing MIC flexibility with respect to future funding, investment and portfolio management strategies relating to the Project.

Investment in ATI
In 2025, MIC entered into a series of transactions relating to its strategic investment in Asian Terminals, Inc. (ATI) in connection with the proposed tender offer for ATI's public shares and the voluntary delisting of ATI from the Philippine Stock Exchange.

As part of the transaction, MIC entered into a Share Sale and Purchase Agreement (SSPA) for the acquisition of an aggregate 121,170,000 ATI shares at a purchase price of Php36.00 per share. The SSPA formed part of the broader transaction structure. As of December 31, 2025, only a partial crossing of the shares subject of the SSPA had been completed, resulting in MIC acquiring approximately 4.8% of ATI's outstanding shares.

Concurrently, MIC entered into an Investment Agreement with the shareholder proponents of ATI pursuant to which MIC undertook to participate in the proposed tender offer for ATI's remaining public shares. Upon completion of the contemplated transactions, MIC's total shareholdings in ATI, including the shares subject of the SSPA, could increase to up to 11.2% subject to the completion of the tender offer process. The investment is intended to support a strategic logistics and port infrastructure asset, while also providing MIC prospective board representation rights upon completion of the transaction and regulatory approvals.

As of year-end, the ATI shares held by MIC had a fair value of ₱3.1 billion, while the remaining balance relating to the uncompleted share crossings under the SSPA was recorded as deposits for stock purchase. While investment recorded unrealized fair value losses during the period, the Corporation continues to view ATI from a long-term strategic perspective.

Overall, MIC's investment activities in 2025 reflect the continued and measured deployment of capital into strategic assets, while maintaining a disciplined approach to portfolio management and value creation.

4. **Management of Undeployed Funds and Related Interest Income**

Consistent with the strategy in the prior year, undeployed funds continued to be managed prudently in 2025 through placements in low-risk, interest-bearing instruments while long-term investment opportunities were being evaluated and processed.

Recognizing that strategic investment deployment requires pipeline development, rigorous due diligence, and compliance with applicable regulatory and governance requirements, MIC maintained a capital preservation approach for funds pending deployment into long-term investments. Accordingly, undeployed capital was strategically placed with the LBP, DBP, and BSP to ensure liquidity, security, and optimal utilization of available funds.

These placements generated total interest income of ₱2.7 billion in 2025 and remained sufficient to support the Corporation's operating requirements while preserving capital pending strategic investment deployment.

5. **Operating Expenses**

Operating expenses for 2025 amounted to ₱479.0 million, compared to ₱93.2 million in 2024, reflecting MIC's transition into its first full year of operations and the continued build-up of its institutional and operational capabilities necessary to support its investment mandate and long-term strategic objectives.

Major expenses primarily consisted of manpower-related costs, professional service engagements, advisory costs associated with the evaluation and execution of strategic investments, management fees, taxes and other office expenses. These operating expenses remained well within the statutory 2% cap relative to funds under management, as mandated by RA 11954, and were incurred to support MIC's operational requirements, organizational expansion, and implementation of strategic initiatives during the year.

Details of the operating expenses are as follows:

	2025	2024
Personnel Services	**₱45,323,156**	₱44,709,400
Maintenance and Other Operating Expenses		
Professional Services	**213,710,539**	28,888,041
Taxes, Insurance, and Other Fees	**59,755,691**	5,939,725
Other MOOE	**27,885,711**	7,429,802
Management Fees and Financial Expenses	**104,195,849**	2,146,304
Depreciation	**28,089,292**	4,084,101
	₱478,960,238	₱93,197,373

6. **Status of Audit**

Pursuant to RA 11954, the books and accounts of MIC are subject to the examination and audit of the Commission on Audit (COA). MIC has been in close coordination with the COA in preparation for the audit of the FY 2025 financial statements.

Upon completion of the audit, MIC will publish the audited financial statements together with the complete COA audit report, in line with its commitment to transparency and accountability.

7. **Trial Balance as of December 31, 2025**

FS Class	TB Description	Debit (Credit)
Asset	Petty Cash	225,000
Asset	Cash in Bank	2,658,928,764
Asset	Time Deposit	68,460,520,524
Asset	Investment in Stocks	4,770,529,463
Asset	Interest Receivable	574,177,262
Asset	Loans Receivable	437,303,118
Asset	Due from the National Government	50,000,000,000
Asset	Office Equipment	408,540
Asset	Accumulated Depreciation - Office Equipment	(68,090)
Asset	Information and Communication Technology Equipment	3,780,605
Asset	Accumulated Depreciation – ICT Equipment	(133,308)
Asset	Transportation Equipment	5,462,709
Asset	Accumulated Depreciation-Transportation Equipment	(40,970)
Asset	Other Current Assets	5,945,399
Asset	Security Deposits	7,458,856
Asset	Deposit for Stock Purchase	1,110,242,000
Asset	Right-of-Use (ROU) Asset	222,607,494
Asset	Accumulated Depreciation - Right-of-Use (ROU) Asset	(31,931,025)
Liability	Accounts Payable	(48,779,643)
Liability	Lease Liability	(186,059,606)
Liability	Accrued Expenses Payable	(81,010,091)
Liability	Inter-Agency Payables	(28,036,059)
Liability	Deferred Tax Liabilities	(1,154,216)
Equity	Retained Earnings	(135,777,799)
Equity	Share Capital	(125,000,000,000)
Equity	Unrealized Gain on Investment	(381,897,146)
Profit&Loss	Interest Income	(2,746,660,789)
Profit&Loss	Dividend Income	(70,664,658)
Profit&Loss	Foreign exchange gains	(25,257,644)
Profit&Loss	Salaries, wages, and other employee benefits	39,283,156
Profit&Loss	Directors and Committee Members' Fees	6,040,000
Profit&Loss	Traveling Expenses	1,561,241
Profit&Loss	Training Expenses	661,634
Profit&Loss	Supplies and Materials Expenses	1,377,670
Profit&Loss	Utility Expenses	1,100,813
Profit&Loss	Communication Expenses	691,803
Profit&Loss	Other Maintenance and Operating Expenses	22,428,701
Profit&Loss	Professional Services	213,710,539
Profit&Loss	General Services	63,849
Profit&Loss	Taxes, Duties and Licenses	59,755,691
Profit&Loss	Income Tax Expense	921,072
Profit&Loss	Financial Expenses	104,195,849
Profit&Loss	Depreciation	28,089,292