

COVER SHEET

	-	4	0	9	3	8	-		
--	---	---	---	---	---	---	---	--	--

SEC Registration Number

					U	N	I	T	E	D			P	A	R	A	G	O	N			M	I	N	I	N	G				
--	--	--	--	--	---	---	---	---	---	---	--	--	---	---	---	---	---	---	---	--	--	---	---	---	---	---	---	--	--	--	--

														C	O	R	P	O	R	A	T	I	O	N								
--	--	--	--	--	--	--	--	--	--	--	--	--	--	---	---	---	---	---	---	---	---	---	---	---	--	--	--	--	--	--	--	--

--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--

(Company's Full Name)

										Q	U	A	D			A	L	P	H	A			C	E	N	T	R	U	M	,			
--	--	--	--	--	--	--	--	--	--	---	---	---	---	--	--	---	---	---	---	---	--	--	---	---	---	---	---	---	---	---	--	--	--

1	2	5				P	I	O	N	E	E	R		S	T		M	A	N	D	A	L	U	Y	O	N		C	I	T	Y
---	---	---	--	--	--	---	---	---	---	---	---	---	--	---	---	--	---	---	---	---	---	---	---	---	---	---	--	---	---	---	---

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

Mr. Iris Marie U. Carpio-Duque

Contact Person

8631-8173

Company Telephone Number

DEFINITIVE INFORMATION STATEMENT 2026

1	2
---	---

Month

3	1
---	---

Day

Fiscal Year

SEC FORM 20-IS
FORM TYPE

0

Month

2	9
---	---

Day

Annual Meeting

--

Secondary License Type, If Applicable

--	--	--

Dept Requiring this Doc

--

Amended Articles Number / Section

Total Amount of Borrowings

--

Total No. of Stockholders

--

Domestic

--

Foreign

To be accomplished by SEC Personnel concerned

--	--	--	--	--	--	--	--	--	--	--	--	--

File Number

LCU

--	--	--	--	--	--	--	--	--	--	--	--	--

Document ID

Cashier

STAMPS

Remarks: Please use BLACK ink for scanning purposes

**SECURITIES AND EXCHANGE COMMISSION
SEC FORM 20-IS
Information Statement Pursuant to Section 20 of the**

GENERAL INFORMATION

Securities Regulation Code

1. Check the appropriate box:

☐ Preliminary Information Statement
☒ **Definitive Information Statement**
2. Name of Registrant as specified in its charter: **UNITED PARAGON MINING CORPORATION**
3. Province, country or other jurisdiction of incorporation or organization: **PHILIPPINES**
4. SEC Identification Number: **40938**
5. BIR Tax Identification Code: **000-169-117**
6. Address of principal office, Postal Code: **6th Floor, Quad Alpha Centrum, 125 Pioneer Street, Mandaluyong City, 1550**
7. Registrant's telephone number, including area code: **(63 2) 8631-8173**
8. Date, time and place of the meeting of security holders: **July 29, 2026 2:00 PM, via remote communication**
9. Approximate date on which the Information Statement will be published through alternative mode of distribution through the Corporation's website and PSE Edge: **July 08, 2026.**
10. Securities registered pursuant to Sections 8 & 12 of the SRC:

Title of Each Class	Number of Shares Outstanding
Common Stock (P1.00 par value)	273,836,982,480

11. Are any or all of registrant's securities listed on a Stock Exchange?
☒ **Yes** ☐ **No**

If yes, disclose the name of such Stock Exchange and the class of securities listed therein:

Philippine Stock Exchange, Inc. - Common Stock



**UNITED PARAGON
MINING CORPORATION**

Head Office

6th Floor, Quad Alpha Centrum Bldg.
125 Pioneer Street, Mandaluyong City, Philippines
Tel. no. (632) 8631-8173 Fax No. (632) 8631-3113
unitedparagonmining@gmail.com

NOTICE OF ANNUAL MEETING OF STOCKHOLDERS

TO OUR STOCKHOLDERS:

NOTICE IS HEREBY GIVEN that the Annual Meeting of the Stockholders of UNITED PARAGON MINING CORPORATION (the “Company”) will be held on **Wednesday, July 29, 2026, at 2:00 in the afternoon via remote communication**, with the following agenda:

1. Call to Order
2. Proof of Notice and Certification of Quorum
3. Approval of Minutes of Stockholders’ Meeting – November 25, 2025
4. Management Report
5. Approval of the Company’s Annual Report and Audited Financial Statements for the year 2025
6. Ratification of Corporate Acts and Resolutions
7. Election of Directors
8. Appointment of External Auditor
9. Other Matters
10. Adjournment

Only stockholders of record at the close of business hours on May 15, 2026 are entitled to notice of, and to vote at this meeting.

Stockholders who intend to attend by remote communication are required to accomplish the Registration Form and submit it together with the required documents unitedparagonmining@gmail.com on or before July 22, 2026. The link through which the Meeting may be accessed shall be sent to the email address of the registered stockholder. Stockholders may vote electronically in absentia, subject to validation procedures. The procedures for participating in the meeting through remote communication and for casting of votes in absentia are set forth in the Guidelines on Participation by Remote Communication and discussed in the Information Statement (SEC Form 20-IS).

If you are unable to join the virtual meeting but wish to vote on items in the agenda, you may appoint the Chairman as your proxy with specific voting instructions which will be duly counted. Duly accomplished Proxies shall be submitted by email to the Office of the Corporate Secretary at unitedparagonmining@gmail.com for inspection, validation, and recording on or before July 22,

2026. The Proxy Validation Committee will inspect, examine, and validate the sufficiency of the proxy forms received. We enclose a sample Registration/Proxy form for your convenience.

By registering to participate in the virtual meeting, a stockholder or a proxy or representative of the stockholder agrees for the Company and its service providers to process their sensitive personal information necessary to verify their identity and authority. A stockholder who fails to comply with the registration requirement will not be able to participate in the virtual stockholders' meeting.

Stockholders (or their proxies) whose registration are validated can: (a) view the webcast of the meeting, (b) vote on the agenda items using online ballot that will be sent to them; and (c) send their questions, comments or motions on the agenda items during the Meeting by email to unitedparagonmining@gmail.com with subject "ASM Question/Comment". Stockholders who will participate in the Meeting are encouraged to send their questions, comments and motions before the meeting. Relevant questions on the agenda items will be read by the Moderator and will be answered by concerned officers during the meeting.

The Definitive Information Statement (20-IS), Management Report, 2025 Audited Financial Statements, Quarterly Report as of March 31, 2026 and other documents related to the ASM, including the Guidelines on Participation by Remote Communication may be accessed through any of the following operations:

- 1) Go to the United Paragon Mining Corporation website via this link: <http://www.unitedparagonmining.com/>
- 2) Go to the PSE EDGE portal via <https://edge.pse.com.ph/>
- 3) Request for a copy by sending an email to unitedparagonmining@gmail.com

For ASM-related queries, you may send an email to unitedparagonmining@gmail.com; or contact the Office of the Corporate Secretary at +632 8631 8173 / 0917-6764515 . For account updating or concerns regarding your shareholdings, please contact our Transfer Agent, Professional Stock & Transfer, Inc. at Tel. Nos. +63-2-86874053 or via email directly at info@professionalstocktransfer.com.

Mandaluyong City, Metro Manila, Philippines, April 23, 2026.


IRIS MARIE U. CARPIO-DUQUE
Corporate Secretary

UNITED PARAGON MINING CORPORATION
ANNUAL STOCKHOLDERS' MEETING
REGISTRATION / PROXY FORM
(VOTING IN ABSENTIA)

I. Required Information (Please tick the appropriate box)

Type of Participant:

- ☐ Individual
- ☐ Broker
- ☐ Corporate
- ☐ Joint
- ☐ Others (please indicate) _____

Individual/Corporate Name : _____

Email Address : _____

Contact No. : _____

Postal Address : _____

Name of Authorized Representative : _____

(If Corporate / Joint)

Number of Shares Owned : _____

I will attend the remote Stockholders' Meeting on **July 29, 2026**

☐ Yes

☐ No

Note: The instructions and link to attend the stockholders' meeting will be sent to you in the e-mail address that you have indicated herein upon valid registration.

II. Required Documents

1. Scanned or digital copy of the Registration Form
2. A recent photo of the stockholder/ Authorized Representative, with the face fully visible.
3. Scanned or digital copy of the front and back portions of the Stockholder's/ Authorized Representatives' valid government issued identification card, preferably with residential address.

Additional Documents:

For Joint Accounts – scanned or digital copy of the Authorization Letter signed by all Stockholders, identifying who among them is authorized to cast the vote for the account.

For Broker Accounts – scanned or digital copy of Broker's Certification on the Stockholders, number of shareholdings.

For Corporate Accounts – scanned or digital copy of signed Secretary's Certificate attesting the authority of the representative to vote for, and on behalf of the Corporation.

REMINDERS:

Registration Period starts on July 8, 2026 at 8:00 am until July 22, 2026 at 5:00 pm. Beyond this date and time, stockholders may no longer avail of this option to vote in absentia.

Submit scanned or digital copy of this form & other required documents to unitedparagonmining@gmail.com

III. Manner of Voting

- ☐ Voting in Absentia (Please accomplish the ballot below.)
- ☐ Appointing the Chairman as Proxy

IV. Ballot

	RESOLUTION	FOR	AGAINST	ABSTAIN
I	Approval of Minutes of Stockholders' Meetings – November 25, 2025			
II	Approval of the Company's Annual Report and Audited Financial Statements for the year 2025			
III	Ratification of Corporate Acts and Resolutions			
IV	Election of Directors	Number of Votes		
	1. Gerard Anton S. Ramos			
	2. Adrian Paulino S. Ramos			
	3. Maureen Alexandra Consuelo S. Ramos-Padilla			
	4. Christopher M. Gotanco			
	5. Romeo L. Bato			
	6. Ramon Manuel M. Pineda			
	7. Renato C. Valencia (Independent Director)			
	8. Nicholas Justin H. Ang (Independent Director)			
	9. Carmelo Emmanuel T. Corro (Nominee-Independent Director)			
VI	Appointment of Sycip Gorres Velayo & Co. as External Auditor			
VII	Other Matters			

V. Data Privacy Disclosure

I hereby give my consent for the Company and its authorized third parties to collect, store, disclose, transfer, and process my personal data for the purpose of the live streaming of the 2026 Annual Stockholders' Meeting in accordance with the Company's Data Privacy guidelines and law.

Further to this, I give my consent to the recording of the meeting, to be made publicly available thereafter on the Company website, as required by the guidelines promulgated by the Securities and Exchange Commission.

VI. Certification of Registrant

By signing this Form, I hereby certify the following, that:

I am a stockholder of the Company as of Record Date May 15, 2026.

The number of votes covered by this Ballot shall be in accordance with the total number of **UPM** shares registered in my name as of record date.

I have read, understand and shall abide by the Rules, Regulations and Guidelines issued by the Company to govern the conduct of the Meeting. In the event I act contrary thereto, the Company has sole discretion to impose its discipline mechanism;

I understand that the quality of my remote Meeting experience depends on my internet provider's services and connectivity. I hold the Company free and harmless of any liability from any interruption, latency or disconnection from the live streaming resulting thereto;

In case of an account with joint owners, or an account in and/or capacity, I have secured the consent of all other owners in the submission of this Ballot.

In case of a corporate shareholder, I am the authorized representative of the corporation and I am duly authorized to submit this Proxy.

If my shares are lodged with PDTC or registered under the name of a broker, bank or other fiduciary, I hereby authorize the Company or any of its duly authorized representative to request and secure the necessary certification from PDTC or my broker on the number of shares which are registered in my name as of record date and issue the said Proxy in accordance with this Form.

NOTICE:

The Company shall allow electronic signature for the required documents, as applicable.

Notarization requirement shall also be dispensed with this time.

However, the company reserves the right to request additional information, and original signed and notarized copies of these documents at a later date as it deems necessary.

I further hereby certify that my **UPM** shares are lodged with the following brokers:

Name of Broker: _____

Contact Person: _____

Contact Details: _____

That any and all information contained in this Registration Form, or provided in connection herewith, is true and complete and the Company may rely on the accuracy of any such information.

Name and Signature of Stockholder/Authorized Signatory

Date

ASSISTANCE:

It may be necessary to download an application to access the live stream of the meeting. For technical concerns, please send your queries to unitedparagonmining@gmail.com with the subject "Technical Assistance". For any clarifications, Stockholders may contact the Office of the Corporate Secretary at unitedparagonmining@gmail.com or (02) 8631-8173 / 0917-6764515. Registered Stockholders may also send their questions and/or comments during the ASM at unitedparagonmining@gmail.com.

Clarity of video and audio transmission will depend on the communication and network environment. A Wi-Fi environment is recommended for comfortable viewing on smartphones or tablets. Communication charges to view such webcast or live streaming are at the viewer's expense.

Item 1. Date, Time and Place of Meeting of Security Holders

The Annual Meeting of Stockholders of United Paragon Mining Corporation (“UPMC” or the “Company”) will be held on July 29, 2026, at 2:00 p.m. by remote communication. The meeting will be presided at the principal office at Quad Alpha Centrum, 125 Pioneer Street, Mandaluyong City, 1550.

The complete mailing address of the Company is 6th Floor, Quad Alpha Centrum, 125 Pioneer St., Mandaluyong City, Philippines 1550.

The approximate date when the Information Statement together with the Notice and Agenda of the Meeting will be published through alternative mode of distribution through the Corporation’s website and PSE Edge will be on July 08, 2026.

Item 2. Dissenters’ Right of Appraisal

A stockholder has the right to dissent or demand payment of the fair value of his share: (1) in case any amendment to the articles of incorporation has the effect of changing or restricting the rights of any stockholder or of authorizing preference over the outstanding shares or of extending or shortening the term of corporate existence; (2) in case of any sale, lease, mortgage or disposition of all or substantially all the corporate property or assets; (3) in case of any merger or consolidation; and (4) in case of investment of corporate funds in another corporation or business or for any purpose other than the primary purpose.

The appraisal right may be exercised by a stockholder who has voted against the proposed corporate action, by making a written demand on the corporation for the payment of the fair value of his shares within thirty (30) days after the date on which the vote was taken. Upon payment, he must surrender his certificates of stock. No payment shall be made to any dissenting stockholder unless the corporation has unrestricted retained earnings in its books to cover such payment.

There are no matters to be acted upon at the meeting involving instances set forth in the Corporation Code of the Philippines for which a stockholder may exercise the right of appraisal. While the Corporation intends to offer to convert all outstanding preferred shares to common shares, the same is voluntary and subject to the acceptance of the preferred shareholders. There will be no amendment to the articles of incorporation.

Item 3. Interest of Certain Persons in or Opposition to Matters to be Acted Upon

At any time since the beginning of the last fiscal year, NO director, officer, nominee for election as director, or associate of such director, officer or nominee, of the Company has any substantial interest, direct or indirect, by security holdings or otherwise, in any of the matters to be acted upon in the Meeting, other than election to office, except that Mr. Gerard Anton S. Ramos, Mr. Adrian Paulino S. Ramos, and Ms. Maureen Alexandra Consuelo S. Ramos-Padilla are directors and stockholders of Alakor Corporation and Pargold Mining Corporation. Meanwhile, Mr. Romeo L. Bato is the President of Camarines Minerals, Inc. These Corporations are creditors of UPM involved in the potential debt-to-equity conversion transactions to be presented to the stockholders at this annual meeting.

As of the date this Information Statement is given to stockholders of record, NO director has informed the Company in writing that he intends to oppose any action to be taken by the Company at the Meeting.

CONTROL AND COMPENSATION INFORMATION

Item 4. Voting Securities and Principal Holders Thereof

The Company has three (3) classes of shares; Common Shares, which are voting shares, entitled to one (1) vote per share, and Preferred Class “A” and Preferred Class “B”, which are non-voting shares.

Only stockholders of record as at the close of business on May 15, 2026 (the “Record Date”) are entitled to notice of and to vote at the Meeting. As of the Record Date, the outstanding capital stock of the Company is 261,327,397,080 shares, consisting of 261,314,797,080 Common Shares, 12,200,000 Preferred Class “A” shares and 400,000 Preferred Class “B” shares.

A stockholder entitled to vote at the Meeting shall have the right to vote in person or by proxy the number of shares registered in his name in the stock and transfer book of the Company for as many persons as there are directors to be elected.

Each stockholder shall have the right to cumulate said shares and give one nominee as many votes as the number of directors to be elected multiplied by the number of his shares shall equal, or he may distribute them on the same cumulative voting principle among as many nominees as he shall see fit; provided, that the number of votes cast by a stockholder shall not exceed the number of his shares multiplied by the number of directors to be elected.

Stockholders may participate in the virtual meeting by remote communication by themselves or by proxy. All stockholders who will not participate in the meeting via remote communication may vote through the Chairman of the Meeting (as Proxy) and/or submit duly accomplished proxies by email to the office of the Corporate Secretary at unitedparagonmining@gmail.com for inspection, validation, and recording at least five (5) days before the opening of the annual stockholders’ meeting, or on/before July 22, 2026. The Proxy Validation Committee will inspect, examine, and validate the sufficiency of the proxy forms received. Unless otherwise provided in the proxy, it shall be valid only for the meeting for which it is intended. No proxy shall be valid and effective for a period longer than five (5) years at one time. No broker or dealer shall give any proxy, consent or authorization, in respect of any security carried for the account of a customer, to a person other than the customer, without the express written authorization of such customer. Any stockholder may revoke or cancel his proxy and attend the annual stockholders’ meeting via remote communication provided he has complied with the registration procedures and requirements.

Security Ownership of Certain Record and Beneficial Owners

As of May 15, 2026 the Company knows of no one who beneficially owns in excess of 5% of the Company’s common and preferred stocks except as set forth in the table below:

Title of Class	Name, Address of Record Owner and Relationship with Issuer	Name of beneficial owner and relationship with record owner	Citizenship	No. of shares held	Percent of Class
Common	BDO Securities Corporation 27 Tower 1 Exchange Plaza Ayala Ave ., Makati City ^(1,4,5,7) Stockholder	National Book Store Inc. (Client) See Note 1,4,5,7	Filipino	84,325,108,842	32.27
Common	Anglo Philippine Holdings Corporation	Anglo Phil. Holdings Corp.	Filipino	60,000,000,000	22.96

	6 th Floor, Quad Alpha Centrum 125 Pioneer St., Mandaluyong City ^(2,7) Stockholder	(the record owner is also the beneficial owner) See Note 2,7			
Common	Alakor Corporation , Quad Alpha Centrum 125 Pioneer St., Mandaluyong City ^(3,7) Stockholder	Alakor Corporation (the record owner is also the beneficial owner) See Note 3,7	Filipino	50,000,000,000	19.13
Common	PCD Nominee Corporation ⁽⁴⁾ G/F, MSE Bldg., 6767 Ayala Avenue, Makati City ⁽⁴⁾ Stockholder	PCD Participants see Note 4	Filipino/ Foreign	10,602,040,300	10.61
Preferred “A”	Pargold Mining Corp. ^(6,7) c/o 9th Floor, Quad Alpha Centrum, 125 Pioneer St., Mandaluyong City Stockholder	Pargold Mining Corp. (the record owner is also the beneficial owner)	Filipino	4,050,000	33.2
Preferred “A”	Lancaster Holdings Limited ^(5,6) 9th Floor, Quad Alpha Centrum, 125 Pioneer St., Mandaluyong City Stockholder	Lancaster Holdings Limited (the record owner is also the beneficial owner)	Foreign	2,835,000	23.24
Preferred “A”	Aurora B. Caringal 7759 St. Paul St., San Antonio Village, Makati City Stockholder	Aurora B. Caringal (the record owner is also the beneficial owner)	Filipino	2,700,000	22.13
Preferred “A”	Edmundo M. Tolentino No. 7 Commonwealth Village, Commonwealth Ave., Quezon City Director until 1993/Stockholder	Edmundo M. Tolentino	Filipino	2,000,000	16.39
Preferred “B”	Lancaster Holdings Limited ⁽⁶⁾ 9th Floor, Quad Alpha Centrum, 125 Pioneer St., Mandaluyong City Stockholder	Lancaster Holdings Limited (the record owner is also the beneficial owner)	Foreign	280,000	70
Preferred “B”	Alakor Corporation ^(3,6,7) 9th Floor, Quad Alpha Centrum, 125 Pioneer St., Mandaluyong City Stockholder	Alakor Corporation (the record owner is also the beneficial owner)	Filipino	89,500	22.38

Notes:

- 1 National Book Store, Inc. is a local corporation engaged in retailing business. The said shares are mortgaged to BDO.

- 2 Anglo Philippine Holdings Corp.(APO) is an investment holding firm focused on infrastructure and related property development activities. APO directly owns 60 Billion (22.96%) shares of UPMC.
- 3 Alakor Corporation (Alakor) is a holding company with investments in real estate and stock market. Alakor directly owns 50 Billion (19.13%) shares of UPMC.
- 4 PCD Nominee Corporation is a wholly owned subsidiary of Philippine Central Depository, Inc. (PCD) and is the registered owner of the shares in the books of the Company's transfer agent. The beneficial owners of such shares are either PCD's participants (Brokers) themselves or the clients of these PCD participants in whose names are recorded in their respective books. BDO Securities Corporation (BDOSC) is the record owner of more than 5% of the Company's voting securities
- 5. As of May 15, 2026, of the 142,694,698,218 shares under the name of PCD, BDOSC owns 94,927,149,142 shares. Of the total shares under the name under the name of BDOSC , National Book Store, Inc. owns 84,325,108,842 (32.27%) shares
- 6 Lancaster Holdings Limited is a company incorporated in the Bahamas.
- 7 National Book Store Inc., Anglo Philippine Holdings Corp., Alakor Corporation and Pargold Mining Corporation are record and beneficial owners owning more than 5% of the Company's common and/or preferred shares. Mr. Adrian Paulino S. Ramos, President, was appointed proxy to vote for the number of shares they beneficially own as of Record Date.
- 8 Mr. Ramos has some direct or indirect interests/shareholdings with these companies.

Security Ownership of Management

Following are the securities beneficially owned by directors and executive officers of the Company as of May 15, 2026.

Title of Class	Name of Beneficial Owner	Amount and nature of Record /Beneficial Ownership		Citizenship	Percent of Class
		Direct	Indirect		
Common	Gerard Anton S. Ramos	100,000	1,000,000,000	Filipino	0.38
Common	Adrian Paulino S. Ramos	500,000	53,079,461	Filipino	0.02
Common	Christopher M. Gotanco	500,000	90,312,500	Filipino	0.03
Common	Romeo L. Bato	-	1,000,000	Filipino	0.00
Common	Maureen Alexandra Consuelo S. Ramos-Padilla	53,079,461	65,000,000	Filipino	0.05
Common	Ramon Manuel M. Pineda	0	10	Filipino	0.00
Common	John Peter C. Hager (Outgoing)	-	87,000,000	Filipino	0.03
Common	Carmelo Emmanuel T. Corro (Incoming)	-	99,500,000	Filipino	0.04
Common	Renato C. Valencia	-	1	Filipino	0.00
Common	Nicholas Justin H. Ang	1,000,000			
Common	Iris Marie U. Carpio-Duque	-	-	Filipino	0.00
Common	Gilbert V. Rabago	-	-	Filipino	0.00
Common	Josephine L. Ilas	-	-	Filipino	0.00

As of May 15, 2026, the aggregate number of shares owned by the Company's directors and executive officers is 1,351,571,433 shares or approximately 0.52% of the Company's outstanding common stock. Except for shares appearing on record in the names of the directors and officers above, the Company is not aware of any shares, which said persons, may have the right to acquire beneficial ownership.

Voting Trust Holders of 5% or More

To the extent known to the Company, there are no voting trust holders of 5% or more of the Company's stocks.

Change in Control

No change in control of the Company has occurred since the beginning of its last fiscal year. The Company has no knowledge of any existing arrangements that may result in a change in control of the Company.

Item 5. Directors and Executive Officers

The names, ages, citizenship, positions and periods of service of directors, executive officers and persons nominated to become as such are as follows:

NAME	AGE	CITIZENSHIP	POSITION	PERIOD OF SERVICE	COMMITTEE MEMBERSHIP/ POSITON	
Gerard Anton S. Ramos	51	Filipino	Chairman of the Board/CEO President/CEO Director Vice-President	March 2023-present 2018-March 2023 2012-2018	Compensation-Member	2012-2023
Adrian Paulino S. Ramos	48	Filipino	President Vice-President Director Treasurer	March 2023-present 2018-March 2023 2006-present 2006-March 2023	Audit & RPT-Member	2006-2023
Maureen Alexandra Consuelo S. Ramos-Padilla	53	Filipino	Director	December 2017 - present	-	-
Christopher M. Gotanco	76	Filipino	Director	2012-present	Audit & RPT-Member Corporate Governance – Member	2012-present
Romeo L. Bato	64	Filipino	Director	July 2023-present	Audit & RPT-Member	2023-present
Ramon Manuel M. Pineda	51	Filipino	Nominee	November 2025 - present	-	-
Renato C. Valencia	84	Filipino	Independent Director	May 2019-present	Audit & RPT-Chairman Corporate Governance –	2019-present

					Member Compensation – Member	
Nicholas Justin H. Ang	48	Filipino	Independent Director	July 2023-present	Compensation-Chairman Corporate Governance-Member Audit& RPT-Member	2023-present
Carmelo Emmanuel T. Corro (Incoming)	47	Filipino	Independent Director - Nominee	-	-	-
Iris Marie U. Carpio-Duque	48	Filipino	Corp. Secretary Compliance Officer & CIO	2013-present 2012-present	Corporate Governance – Non-voting Member	
Josephine L. Ilas	52	Filipino	Assistant Corp. Secretary	January 31, 2021- present	-	-
Gilbert V. Rabago	49	Filipino	Finance, Purchasing & Administrative Manager and CIO-Alternate Treasurer	2012-present March 2023 - present	Audit – Nonvoting Member	-
Adrian S. Arias	63	Filipino	Investors Relations Officer	2017-present	-	-

Directors elected in the annual stockholders' meeting have a term of office of one (1) year and serve as such until their successors are elected in the next succeeding annual stockholders' meeting; *provided*, that a director elected to fill a vacancy in the Board shall only serve the unexpired term of his predecessor.

All of the Company's incumbent directors were elected in the 2025 Annual Stockholders' Meeting held on November 25, 2025 and have since served in such capacity.

The names of the members and chairpersons of the Company's Corporate Governance Committees are, as follows:

Corporate Governance & Nomination Committee

Members : JOHN PETER C. HAGER(Independent Director), Chairman
RENATO C. VALENCIA (Independent Director), Member
NICHOLAS JUSTIN H. ANG (Independent Director), Member
CHRISTOPHER M. GOTANCO (Director), Member
IRIS MARIE U. CARPIO-DUQUE, Non-Voting Member

Compensation & Remuneration Committee

Members : NICHOLAS JUSTIN H. ANG (Independent Director), Chairman
JOHN PETER C. HAGER (Independent Director), Member
RENATO C. VALENCIA (Independent Director), Member

Audit and Related Party Transaction Committee

Members : RENATO C. VALENCIA (Independent Director), Chairman
JOHN PETER C. HAGER (Independent Director), Member
NICHOLAS JUSTIN H. ANG (Independent Director), Member
CHRISTOPHER M. GOTANCO (Director), Member
ROMEO L. BATO (Director), Member

Corporate Secretary/Compliance/

Corporate Governance/

Anti-Money Laundering Officer

: IRIS MARIE U. CARPIO-DUQUE

Assistant Corporate Secretary

: JOSEPHINE L. ILAS

Investor Relations Officer

: ADRIAN S. ARIAS

Chief Risk Officer

: GILBERT V. RABAGO

There are **NO** arrangements that may result in a change in control of the Company.

Independent Directors. In order to align certain provisions of the Articles of Incorporation and By-Laws with the Revised Corporation Code (RCC), various SEC memos and the Code of Corporate Governance, as well as to formalize certain standards, procedures and rules that the Corporation shall follow for efficient operation, the BOD approved the resolution amending UPM'S By-Laws, Articles II, Section 1.1.1.f.v, The Company shall have three (3) independent directors or such number of independent directors constituting at least 20% of its board size.

The Company's Amended By-Laws to Article II, Section 1.1.1.f.v, was approved by the Board of Directors on June 30, 2023 and by the Stockholders during the 2023 ASM on July 26, 2023. The Company is still preparing to file the amendment with the Securities and Exchange Commission.

In compliance with SRC Rule 38, which provides for the guidelines on the nomination and election of independent directors, a Corporate Governance Committee has been created which also functions as the Nomination Committee. The following directors are the current members:

- John Peter C. Hager (Chairperson)
- Christopher M. Gotanco
- Renato C. Valencia
- Nicholas Justin H. Ang

The Corporate Governance Committee was tasked to accept and to pre-screen nominees for election as independent directors conformably with the criteria prescribed in SRC Rule 38 and the Company's Manual on Corporate Governance, and to prepare and to make available to the SEC and the stockholders before the Annual Meeting of Stockholders a Final List of Candidates as required in said SRC Rule 38. Below is the final list of nominees for independent directors as pre-screened by the Corporate Governance Committee:

- Renato C. Valencia
- Nicholas Justin H. Ang
- Carmelo Emmanuel T. Corro

Mr. Adrian Paulino S. Ramos nominated Messrs. Renato C. Valencia, Nicholas Justin H. Ang and Carmelo Emmanuel T. Corro for election as independent directors in the forthcoming annual stockholders' meeting. Mr. Ramos is not related to any of the nominees for Independent Director. With due regard to the qualifications and disqualifications set forth in the Company's Manual on Corporate Governance, the Securities Regulation Code and its Implementing Rules and the criteria prescribed in SRC Rule 38, the Corporate Governance Committee has determined that Messrs. Valencia, Ang and Corro are qualified to sit in the Board of the Company as independent directors.

Business Experience of Executive Officers and Director-Nominees

Gerard Anton S. Ramos is the Chairman of the Board of the Company. For the past five (5) years, he has served as a Director and/or Executive Officer in companies involved in the music, broadcasting, stock brokerage, mining, investment holding, property development, sale and distribution of books, magazines and other printed media, and shopping centers, among others.

Adrian Paulino S. Ramos is the President and Chief Executive Officer the Company. He serves as a director and/or executive officer, and maintains business interests, in companies engaged in the printing, publication, sale and distribution of books, magazines and other printed media (1996-present), investment holdings (2005-present), securities (2005-present), property development and infrastructure (2006-present), mining (2006-present) and bulk water supply (2006-present), among others.

Maureen Alexandra Consuelo S. Ramos-Padilla is a Director of the Company. She serves as director and/or executive officer and maintains business interests in companies engaged in department store, media and music distribution, securities brokerage, property development, oil and gas exploration and development (2013-present), among others.

Christopher M. Gotanco is a Director of the Company. For the past five (5) years, he has served as Director, Chairman and/or Chief Executive Officer in companies involved in natural resources (oil and gas), investment banking, holdings, mass transportation, property development, and mining, among others.

Romeo L. Bato is a Director of the Company. For the past five (5) years, he has served as a director and/or executive officer and chief financial officer in group of companies with interests in the agribusiness, medical equipment, tourism, and mining. Prior to that, Mr. Bato works overseas for more than 20 years and held various key finance positions for publicly listed companies, and pharmaceutical and food business companies, among others.

Ramon Manuel M. Pineda is a Director of the Company. He began his career as a Trader for the Fund Management Division, Treasury Group of Metrobank, and later as Head Dealer with Strategic Equities Corporation. He is presently the Managing Director of Penwood Corporation, a company that develops energy projects, provides consultancy and management works related to power and infrastructure clients. He also serves in companies involved in land development, power and renewable energy, in various capacities. He holds a Bachelor of Science degree in Management of Financial Institutions from De La Salle University.

Renato C. Valencia is an Independent Director of the Company. For the past (5) years, he has served as director and/or executive officer in companies engaged in banking, investment holdings, education and technology, realty, and insurance. He is a former administrator of the Social Security System.

Nicholas Justin H. Ang is an Independent Director of the Company. For the past five (5) years, he has served as a director and/or executive officer and maintained business interests in companies involved in real estate, ecommerce business solutions, provider of financial services and food and restaurant.

Carmelo Emmanuel T. Corro is nominated as an Independent Director of the Company for the ensuing fiscal year 2026. For the past five (5) years, he has served as a director and/or executive officer of companies with interest in renewable energy, power generation, solar power projects and agriculture.

Iris Marie U. Carpio-Duque is the Company's Compliance Officer, Corporate Information Officer and Corporate Secretary. For the past five (5) years, she has served as officer and/or corporate secretary or assistant corporate secretary in companies involved in mining, investment holding, securities brokering and real estate. She is a member of the Integrated Bar of the Philippines.

Josephine L. Ilas is the Assistant Corporate Secretary of the Company. For the past five (5) years, she has served as assistant corporate secretary and compliance officer of companies involved in oil and petroleum and natural resources. She is a member of the Integrated Bar of the Philippines.

Gilbert V. Rabago is the Company's Treasurer, Alternate Corporate Information Officer and Chief Risk Officer. For the past five (5) years, he has served in different managing capacities in companies involved in mining and exploration, investment holdings and real estate development. He is a certified public accountant.

Adrian S. Arias is the Company's Investor Relations Officer. He has been in active corporate law practice for more than thirty (30) years and serves as a director and/or officer of an investment house, financial services, logistics company, services, merchandising, shared support services, and mining. He is a member of the Integrated Bar of the Philippines.

Directors with other Directorship(s) held in Reporting and/or Publicly Listed Companies (PLC)

Gerard Anton S. Ramos	The Philodrill Corporation	ED
	Anglo Philippine Holdings Corporation	ED
	Atlas Consolidated Mining & Dev't. Corp.	NED
	Alakor Securities Corporation	ED
Adrian Paulino S. Ramos	Atlas Consolidated Mining & Dev't. Corp.	ED
	East Coast Vulcan Corporation	NED
	Anglo Philippine Holdings Corporation	ED
	Alakor Securities Corporation	ED
Christopher M. Gotanco	Anglo Philippine Holdings Corporation	NED
	The Philodrill Corporation	NED
Maureen Alexandra Consuelo S. Ramos-Padilla	Anglo Philippine Holdings Corporation	NED
	The Philodrill Corporation	NED

	Alakor Securities Corporation	NED
Romeo L. Bato	-	
Ramon Manuel M. Pineda	-	
Renato C. Valencia	EEl Corporation	ID
	I-People Inc.	ED
Nicholas Justin H. Ang	Anglo Philippine Holdings	ID
Carmelo Emmanuel T. Corro (Nominee)	-	ID - Nominee

Significant Employees. Other than the above-named directors and executive officers, the Company has not engaged the services of any person who is expected to make significant contributions to the business of the Company. The business of the Company is not dependent on certain key personnel and there are no arrangements to assure that certain personnel will remain with the registrant and not compete upon termination.

Family Relationships. The following are the family relationships among officers and directors: Messrs. Gerard Anton S. Ramos, Chairman of the Board, Adrian Paulino S. Ramos, President and CEO, and Ms. Maureen Alexandra Consuelo S. Ramos-Padilla, Director, are siblings.

Involvement in Certain Legal Proceedings For the past five (5) years and up to the date of this Information Statement, the Company is not aware that anyone of the incumbent directors and executive officers and persons nominated to become a director or executive officer have been the subject of bankruptcy petitions or pending criminal proceedings in court or have been by judgment or decree found to have violated securities or commodities law and enjoined from engaging in any business, securities, commodities or banking activities, EXCEPT That (a) Mr. Alfredo C. Ramos, Ms. Presentacion S. Ramos, Ms. Maureen Alexandra Consuelo S. Ramos-Padilla, Mr. Gerard Anton S. Ramos, Mr. Christopher M. Gotanco, and Mr. Reynaldo E. Nazarea, as directors, and Atty. Adrian S. Arias, as Corporate Secretary, all of The Philodrill Corporation, have been sued for alleged violation of Secs. 28 and 144 of the Corporation Code (Illegal removal of director), and (b) Mr. Reynaldo E. Nazarea and Atty. Adrian S. Arias have been sued for alleged violation of Art. 172 of the Revised Penal Code (Falsification of a Public Document). The Office of the City Prosecutor of Mandaluyong has dismissed these cases for lack of merit in separate resolutions and are now the subject of a Petition for Review filed by complainant Francisco A. Navarro with the Department of Justice; (c) Mr. Reynaldo E. Nazarea has filed separate cases of perjury and attempted estafa against Mr. Francisco A. Navarro, which are similarly the subject of a Petition for Review with the Department of Justice.

Involvement of Directors with Government Agencies or its Instrumentalities

Ms. Maureen Alexandra Consuelo S. Ramos-Padilla (Director) has been elected as a member of the governing Board of the National Book & Development Board (NBDB). (See attached Certification)

Certain Relationships and Related Transactions

The Company, on a regular basis secures loans and advances from its related parties (i.e. companies with shareholders common with the Company) to fund its capital expenditure and working capital requirements.

On September 20, 2011, the Company entered into a convertible loan agreement with Alakor Corporation, a company under common control, to finance the Company's cost of conducting feasibility study on the Longos Gold Project and provides for its general working capital requirements. The loan amounts to ₱250.0 million with 10% interest per annum due 36 months after draw down date. As of December 31, 2015, the initial drawdown amounted to ₱120.0 million. The loan agreement

gives the following rights to Alakor Corporation: (i) Option to convert, at any time after the earliest draw down date, all amounts outstanding under the loan into equity of the Company at the price of ₱ 0.018 per share. (ii) Subscribe to no more than 2,700,000 shares of the Company at ₱0.018 per share within five years from the execution of the loan documents. At last year's regular stockholders' meeting, the Corporation obtained the stockholders' approval for the conversion of these advances and other debts owed to various creditors and related parties at a conversion price of P0.01 per share out of the unissued capital stock as may be negotiated and determined by the Board of Directors under such terms and conditions as it may deem proper and subject to compliance with applicable laws, rules and regulations.

On May 29, 2026, the Company executed a conversion agreement with Alakor Corporation for the conversion of a portion of the latter's debt credits consisting of loans/advances, preferred shareholdings, accrued interests and dividend receivables thereon into equivalent common shares. The residual debt amounting to P255,908,336.00 shall bear simple interest at the rate of eight percent (8%) per annum beginning January 1, 2026. It is further agreed that all future advances will be subject to a fair market rate to be mutually agreed upon by the parties. This material related party transaction was duly approved by the Board and reported to the SEC and PSE on May 29, 2026. The issuance of new common shares to Alakor Corporation pursuant to the agreement is still pending.

Likewise, on May 29, 2026, Pargold Mining Corporation, another related party under common control, agreed to the conversion of its Preferred "A" Shares including accrued interests and dividend receivables thereon at par value price. Consequently, said preferred shares were cancelled and 3,185,759,000 common shares were issued to Pargold on June 4, 2026.

The identities of the related parties, the nature of the relationships, amounts and details of the transactions are disclosed on Note 11 of the Company's 2025 Audited Financial Statements.

There are no on-going contractual or other commitments as a result of the loans and advances obtained from related parties other than the payment of the loans and advances, interests and guaranty fees and/or conversion of the same to equity as mentioned above.

During the last two (2) years, there were no other transaction involving the Company in which any of its directors or executive officers, any nominee for election as director, or security holder owning 10% or more of the Company's total outstanding shares and members of their immediate family had a material interest.

There were no transactions with parties that fall outside the definition of "related parties" under SFAS/IAS No. 24.

Parent of the Company

No person or entity holds more than 50% of the Company's voting securities; consequently, the Company has no parent company.

Resignation or Declination to Stand for Re-election of a Director

John Peter C. Hager was an independent director elected at the Company's last annual meeting of stockholders held on November 25, 2025. He has served the maximum term allowed for independent directors.

Item 6. Compensation of Directors and Executive Officers

The aggregate compensation paid or incurred for the Company's Chief Executive Officer and most

highly compensated executive officers and employees named below as a group for the two (2) most recently completed years (2025 and 2024) and the ensuing fiscal year (2026) are as follows:

Name	Position	Year	Salary	Bonus	Other Annual Compensation
Gerard Anton Ramos	Chairman				
Adrian Paulino Ramos	President - CEO				
Gilbert Rabago	Treasurer / CIO - Alternate				

Iris-Marie Carpio-Duque	Legal & Compliance Officer/Corporate Secretary				
Total (Top 5 Executives)		2024	P0.7 million	0	0
		2025	P0.7 million	0	0
		2026 (Est.)	P0.7 million	0	0
Total (All Executives & Directors)		2024	P0.7 million	0	0
		2025	P0.8 million	0	0
		2026 (Est.)	P0.8 million	0	0

For the most recently completed fiscal year 2025 and 2024, the Company paid a total of P162,000 and P52,000, respectively, as director per diem (refer to page 55 under Directors Attendance Report for the breakdown of directors' per diem for the years 2025 and 2024, and for the ensuing fiscal year, directors will receive a per diem of not more than P2,000.00 per board meeting to defray their expenses in attending board and committee meetings.

The Company maintains standard employment and consultancy contracts with the above officers, all of which provide for their respective compensation and benefits. Other than what is provided under applicable labor laws, there are no compensatory plans or arrangements with executive officers entitling them to receive more than P2.5 million as a result of their resignation, retirement or any other termination of employment, or from a change in control of the Company, or a change in the executive officers' responsibilities following a change in control of the Company.

The Company has not granted any bonus and other compensation to directors and executive officers since 1994 except for the mandatory 13th month pay, which is already included in the amounts shown in the above table. There are no warrants or options outstanding in favor of directors and officers of the Company other than the item discussed under stock option plan above.

Warrants or Options. Currently, UPMC Board of Directors approved and authorized the adoption of a Stock Option Plan for the Directors and Management to cover an aggregate of 20 Billion UPMC Common Shares at various prices per share as follows:

Number of Shares	Strike Price per share
5 Billion	P0.020
10 Billion	0.0250
5 Billion	0.0275

The company hired a consultant to formulate and design a stock option plan to insure its proper implementation.

During the annual meeting of the stockholders of United Paragon Mining Corporation (“the corporation”) on September 28, 2012, the stockholders approved and/or ratified the adoption and implementation of the Stock Option Plan for the directors and management of the Corporation, under such terms and conditions as determined by the Board, subject to the compliance with the applicable laws and rules and regulation of the Securities and Exchange Commission and Philippine Stock Exchange. As of the date of this report, no stock options were subscribed and/or availed.

Item 7. Independent Public Accountants

Information on Independent Accountant. The accounting firm of SyCip Gorres Velayo & Co. CPAs (“SGV”) with address at the 6760 Ayala Avenue 1226 Makati City, was appointed as external auditor of the Company at the annual stockholders’ meeting in 2014 with Ms. Eleanor Layug as partner-in-charge, in 2017 audit year Ms. Eleanor Layug was replaced by Mr. Jose Raoul J. Balisalisa as the new audit partner-in-charge, in 2018 Ms. Ma. Genalin Q. Arevalo is the partner in-charge, and in 2025 Ms. Arevalo was replaced by Ms. Jhoanna Feliza C. Go as the new audit partner-in-charge in line with the Company’s commitment to good corporate governance and in compliance with SEC Memo Circular No. 8 Series of 2003.

No signing partner of the Company’s external auditor has repeated as signing partner after serving their initial term.

For 2026, SGV is recommended to stockholders for appointment as independent external auditor of the Company, **Ms. Jhoanna Feliza C. Go as the partner-in-charge.**

SGV representatives are expected to be present at the Meeting and they will have the opportunity to make a statement and respond to appropriate questions.

External Audit Fees and Services. The fees of the external auditor in the past three (3) years are as follows:

Year	Audit & Related Fees	Tax Fees	Other Fees
2025	P443,100	58,489	44,310
2024	P422,000	55,704	44,000
2023	P420,200	53,068	21,995

For the past three (3) years, the Company had not engaged the services of SGV except for the audit and or review of the annual financial statements in connection with statutory and regulatory filings and certification of the proposed accounts to be converted to equity. The amounts under the caption “Audit and Related Fees” & “Other Fees” for the years 2025, 2024 and 2023 pertain to these services. The Company’s tax related matters are being handled by the tax services department of SGV.

The Audit Committee reviews and recommends to the Board and stockholders the appointment of the external auditor and the fixing of the audit fees for the Company. The Board and stockholders approve the Audit Committee's recommendation.

The Audit Committee has an existing policy, which prohibits the Company from engaging the external auditor to provide services that may adversely impact their independence, including those expressly prohibited by SEC regulations.

Changes in and Disagreements with Accountants on Accounting and Financial Disclosure. The Company never had any disagreement with SGV, its current independent accountant on any matter of accounting principles or practices, financial statement disclosures or auditing scope or procedure.

No independent accountant engaged by the Company has resigned or declined to stand for re-election or was dismissed.

Item 8. **Compensation Plans** - Not applicable.

Item 9. **Authorization or Issuance of Securities Other than for the Exchange** - Not Applicable

Item 10. **Modification or Exchange of Securities** - Not Applicable.

Item 11. **Financial and Other Information**

See the Company's 2025 Audited Financial Statements following this Information Statement.

Item 12. **Mergers, Consolidation, Acquisitions and Similar Matters** - Not Applicable.

Item 13. **Acquisition or Disposition of Property** - Not Applicable.

Item 14. **Restatement of Accounts**

NO restatement of any account has been made from the time the Company's financial statements were last audited (31 December 2025) up to the date of this Information Statement.

NO material reclassification, merger, consolidation or purchase/sale of a significant amount of assets, not in the ordinary course of business, has been undertaken by the Company during the last three (3) years.

NO action will be taken at the meeting with respect to the restatement of any asset, capital or surplus account of the Company.

OTHER MATTERS

Item 15. **Action with Respect to Reports**

The following reports/minutes shall be submitted to the stockholders for approval/ratification:

1. Minutes of the Annual Stockholders' Meeting held on November 25, 2025.

In the stockholders' meeting on November 25, 2025, there were **235,097,171,310** or **89.967%** of

the outstanding capital stock that were personally present or were represented by their duly authorized proxies, the stockholders approved the 2024 Annual Report and 2024 Audited Financial Statements. Furthermore, the stockholders approved the Minutes of the previous stockholders' meeting, ratified the corporate acts of Management and the Board of Directors, the year just closed, elected the new members of its Board of Directors for the coming year, and appointed the Company's external auditors. This constitutes the ratification of the accuracy and faithfulness of the Minutes to the events that transpired in the 2024 Annual Stockholders' Meeting and does not constitute a second approval of the matters taken up thereat, which have already been approved.

2. Annual Report for the year ended December 31, 2025 (a copy containing the information required by SRC Rule 20A is enclosed).

Approval of the Annual Report constitutes a ratification of the Company's performance during the previous fiscal year as contained therein.

3. Acts and Resolutions of the Board of Directors and Management from the date following the last Annual Stockholders' Meeting (November 25, 2025) to the present (July 29, 2026) including, but not limited to the following:
 - Approval of the minutes of previous meetings and Annual Stockholders' Meeting 2025
 - Approval the implementation of the debt-to-equity conversion transaction with its creditor, Camarines Minerals, Inc. (CMI) pursuant to the authority delegated to it by the stockholders
 - Approval on the Debt-to-Equity Conversion between Alakor Corp. and UPMC and the Deed of Assignment between Pargold Mining Corp. and UPMC, both dated May 2, 2026.
 - Approval of the appointment of the Company's new E-Filer pursuant to SEC Memo Circular No 15 Series of 2025
 - Approval & release of the 2025 Audited Financial Statements
 - Postponement and Notice of ASM 2026
4. Election of Directors for the Term 2025-2026
5. Appointment of SGV as the Company's external auditor for 2026

Item 16. Matters Not Required to be Submitted

Proofs of transmittal to stockholders of the required Notice of the Meeting and of the presence of a quorum at the Meeting form part of the Agenda for the Meeting and will not be submitted for approval by the stockholders.

Item 17. Amendment of Articles of Incorporation and By-Laws

On July 11, 2022, amendments to the Fourth Article in the Company's Articles of Incorporation and Amendment of the Articles II, III and VII of the company's By-Laws has been approved by the Securities and Exchange Commission.

In order to align certain provisions of the By-Laws with the Revised Corporation Code (RCC), various SEC memos and the Code of Corporate Governance, as well as to formalize certain standards, procedures and rules that the Corporation shall follow for efficient operation, the BOD resolution amending By-Laws, Articles II, Section 1.1.1.f.vi to insert the following:

INDEPENDENT DIRECTORS – The Company shall have three (3) independent directors or such number of independent directors constituting at least 20% of its board size.

During the Company's 2023 ASM, there were 225,794,959,129 votes from stockholders owning or representing 86.41% of the outstanding capital stock of the Company that were personally present or were represented by their duly authorized proxies. The Stockholders approved the resolution amending UPM's By-Laws, Articles II, Section 1.1.1.f.v1. The Company is preparing the application to amend the By-Laws to be filed with the Securities and Exchange Commission (SEC).

There will be NO matters to be decided at the Meeting that would result to the amendment of the Articles of Incorporation and/or By-laws.

Item 18. Other Proposed Action

NO action on any matter, other than those stated in the Agenda for the Meeting, is proposed to be taken, except matters of incidence that may properly come at the Meeting.

Item 19. Voting Procedures

In the election of directors, the nine (9) nominees with the greatest number of votes will be elected directors.

If the number of nominees for election as directors does not exceed the number of directors to be elected, the Secretary of the Meeting shall be instructed to cast all votes represented at the Meeting equally in favor of all such nominees. However, if the number of nominees for election as directors exceeds the number of directors to be elected, voting shall be done by ballot, cumulative voting will be followed, and counting of votes shall be done by two (2) election inspectors appointed by the stockholders present or represented by proxy at the Meeting.

In accordance with SRC Sec. 38 and SRC Rule 38, only nominees whose names appear in the Final List of Candidates for Independent Directors shall be eligible for election as Independent Directors. No other nomination shall be entertained after the Final List of Candidates shall have been prepared and no further nomination shall be entertained or allowed on the floor during the actual annual stockholders' meeting.

Messrs. Renato C. Valencia, Nicholas Justin H. Ang and Carmelo Emmanuel T. Corro are nominated for election as independent directors of the Company for the ensuing fiscal year.

Upon successful registration at the Annual Stockholders' Meeting, each stockholder will be provided a ballot to enable him to vote on each item or proposal in the agenda. All votes will be counted and tabulated by the Election Committee composed of representatives from the Office of the Corporate Secretary.

Registration for the annual stockholders' meeting and tabulation of votes shall be conducted in the following manner:

- (1) Registration is to commence by the filing of a scanned or digital copy of the completed Registration Form together with other required documents to unitedparagonmining@gmail.com beginning July 8, 2026 at 8:00 am until July 22, 2026 at 5:00 pm.

- (2) The stockholder has the option to either vote in absentia, in which case the stockholder will have to complete the ballot included in the Registration Form; or to appoint the Chairman of the Meeting as Proxy.
- (3) Subject to validation by the Company, the stockholder will receive an email confirming their valid registration which shall also contain the link to the live webcast of the Meeting.
- (4) The Proxy Validation Committee will tabulate all votes received through Proxy or in absentia, and an independent third party will validate the results.
- (5) Stockholders who notified the Company of their intent to attend the meeting remotely can either vote in advance or during the meeting through the link provided to their email addresses. Votes are subject to the validation of an independent third party.

Item 20. Participation of Stockholders by Remote Communication

The livestream of the meeting shall be viewable through a link that will be given to stockholders who have registered successfully. In order for the Corporation to properly conduct validation procedures, stockholders who have not sent their proxies or registered and wish to participate via remote communication must notify the Corporation by emailing unitedparagonmining@gmail.com on or before July 22, 2026, and must provide the following information by said date: (1) Name; (2) Email Address; (3) Contact Number; (4) Postal Address; and (5) scanned copy of any valid government issued identification card ("ID") with photo of the stockholder.

Please refer to Annex A for the detailed guidelines for participation via remote communication and the procedures for registration and casting votes in absentia.

Incorporated herein are the following:

1. General Nature and Scope of Business of United Paragon Mining Corporation
2. Market for Registrant's Common Equity and Related Stockholder Matters
3. Management's Discussion and Analysis of Financial Condition and Results of Operations for 2025, 2024, and 2023 and Interim Report for the 1st quarter ending March 31, 2026
4. Plan of Operations for 2026
5. Audited Financial Statements for 2025 and Management's Responsibility for Financial Statements
6. Interim Financial Statements for the 1st quarter ending March 31, 2026 are included in this report.
7. Minutes of the Meetings of Stockholders – November 25, 2025

**MANAGEMENT REPORT ACCOMPANYING INFORMATION STATEMENT
PURSUANT TO PARAGRAPH 4, SRC RULE 20
BUSINESS AND GENERAL INFORMATION**

Business

United Paragon Mining Corporation ("UPMC" or the "Company") is a Philippine corporation whose main business is the exploration, development, exploitation, recovery and sale of gold.

UPMC was the result of a merger in 1989 between United Asia Resources and Geothermal Corporation ("UAR") and Abcar Paragon Mining Corporation ("Abcar Paragon"). Under the terms of the merger, UAR became the surviving corporation and Abcar Paragon transferred all of its assets and properties (real and personal, including rights, franchises and receivables, as well as the operating rights of the Longos Mine) to UAR. UAR was renamed United Paragon Mining Corporation in 1990. UAR was formed as a corporation in 1970 while Abcar Paragon was formed in 1986.

The Company's principal mining operation is the Longos Mine at Paracale, Camarines Norte. The Company operated an open pit area in the mine from August 01, 1988 to June 01, 1994 having extracted 888,809 metric tonnes (MT) of ore, which yielded 79,120 ounces of gold. This was more than twice its originally calculated reserve. By April 1994, the Company began the commercial operations of the underground mine at the same site. It was placed under care and maintenance in December 1998 because of depletion of economic reserves above Level 800, high operating cost and low metal prices.

In 1999, the management of the Company decided to continue exploration drilling in the main Longos lode area and the neighboring sub-parallel veins to search for more ore to increase reserves. However, in the last quarter of 2003, the management of the Company was convinced that sufficient drilling had been done in these areas. In November 2003, the Company decided to suspend further drilling in Longos.

Another prospective area is San Mauricio in Jose Panganiban as an exploration target for the Company. The Company has plans of continuing exploration drilling in San Mauricio once the necessary clearance from the Department of Environment and Natural Resources ("DENR") is secured.

With the current gold prices, the present ore reserves of the Company are now sufficient for a viable project at 500-600 tonnes per day capacity. The Company pursued various options to raise project financing subject to the company being awarded appropriate government permits to resume further development and rehabilitation of Longos Mine.

Meanwhile, on December 29, 2018, the company acquired the rights and interests of Vulcan Industrial & Mining Corporation (VIMC) under the following MPSAs:

<i>Project</i>	<i>Location</i>	<i>Contract</i>	<i>Area (has)</i>
<i>Manlupo (Copper)</i>	<i>Bgy. Damutan, Hinobaan, and Bgy. Gatuslao, Candoni, Negros Occidental</i>	<i>MPSA 092-97-VI granted to VIMC on November 20, 1997 and registered with MGB-R06 on June 9, 1998</i>	<i>477.00</i>

<i>Luz (Copper)</i>	<i>Bgy. Manlucahoc, Sipalay, Negros Occidental</i>	<i>MPSA 113-98-VI granted to VIMC on May 26, 1998 and registered with MGB-R06 on May 13, 1999</i>	<i>806.5719</i>
---------------------	--	---	-----------------

****The assignment was approved on December 22, 2020 with the Mines and Geosciences Bureau.***

Properties

The Company owns various office furniture, fixtures and transportation equipment in its Head office located at Mandaluyong City. The Company also owns various drilling, mining and milling equipment and support facilities in its Longos mine site. There is no mortgage, lien or encumbrance over the aforementioned properties.

The Company has no intention at present to lease or acquire any additional significant real property or machinery and equipment in the next twelve (12) months unless the appropriate government permit have been awarded to the company and the required funding for exploration and further development of the mine becomes available, in which case, additional significant real property or machinery and equipment will be acquired. Machinery and equipment are usually acquired month to month as needed usually through direct purchase or through letters of credit, if imported, under suppliers' or bank's credit terms.

The Company through an Operating Agreement executed on February 10, 1987 and Option and Operating Agreement dated November 17, 1987 with Camarines Minerals, Inc. ("CMI") has the exclusive rights to operate the mineral properties in the name of CMI that are covered by mining lease contracts, including the right to occupy the other real properties of CMI. The operating agreement expired on June 18, 2006. On July 30, 2007, the Company and CMI signed an operating agreement renewing and consolidating the previous option and operating agreements. This operating agreement provides for the extension of the term for twenty-five years or co-terminus with the relevant mineral production sharing agreement that may be issued by the Philippine Government and a royalty rate of 3.5% based on gross revenues, net of marketing and refining charges.

The principal properties subject of an operating agreement with CMI consists of 1,204.6160 hectares with confirmed mineral resources and prospective exploration areas. The approved mining lease contracts with the Philippine Government cover 394 hectares, 64 hectares expired in 2006 and 330 hectares expired in 2010. However, prior to expiry of these mining lease contracts, the Company submitted applications for conversion to mineral production sharing agreement/s. The mining claims covered by the operating agreement with CMI are all located in the Paracale - Jose Panganiban District.

The mining lease contracts assigned to the Company by CMI are as follows:

- Mining Lease Contract ("MLC") No. MRD 267, granted on June 18, 1981 covering a group of nine (9) mining claims with a total area of 64.1609 hectares, expired on June 17, 2006. This is the central portion of Longos.
- MLC No. MRD 401, granted on March 19, 1985, covering twelve (12) mining claims with an area of 92.8699 hectares, expired on March 18, 2010. This is the southern portion, known as Malaguit group of claims, which includes Haliguig Bato area.
- MLC No. MRD 445, granted on July 01, 1985, covering a group of twenty-nine (29) mining claims with a total area of 194.2786 hectares, expired on June 30, 2010. This is the portion, which includes the UPMC village, the Tailings Pond No. 1, Baluarte and San Antonio structures and Barangay Palanas.

- MLC No. MRD 446 granted on July 01, 1985, covering a group of six (6) mining claims with a total area of 43.5000 hectares, expired June 30, 2010. This is the Tugos area.

The Company and CMI filed a joint application for production sharing agreement (“APSA”) for the above MLCs on February 7, 2006 (denominated as APSA V-375). However, with the passage of the Executive Order 79 (EO 79) dated July 6, 2012 entitled “INSTITUTIONALIZING AND IMPLEMENTING REFORMS IN THE PHILIPPINE MINING SECTOR PROVIDING POLICIES AND GUIDELINES TO ENSURE ENVIRONMENTAL PROTECTION AND RESPONSIBLE MINING IN THE UTILIZATION OF MINERAL RESOURCES”, the processing of the renewal of the APSA application is on hold until a legislation rationalizing existing revenue sharing schemes mechanism shall have taken effect. In line with the company management mandate to upgrade its ore reserve, the said APSA 375 application was converted to an exploration permit application in February 4, 2013. On October 4, 2013 the company received approval on the conversion application from APSA-00375-V to EXPA-00180-V. On August 24, 2018 the company received the approved exploration permit with a larger area from 394 hectares to 580 hectares. In February 2021 the Company filed Declaration of Mining Project Feasibility Study (DMPF) and as at December 31, 2025 still pending for approval at the Mines and Geoscience Bureau.

UPMC on its own has located several mineral areas located in Paracale and Labo, Camarines Norte consisting of 531.000 hectares for which corresponding APSAs were filed.

The following are the APSAs filed by the Company:

- APSA V-041 covers four (4) lots of 101 mining claims. Lots 1, 2 and 3 are owned by CMI (known as San Mauricio claim group) and Lot 4 (Torana Group, 126.0000 hectares) is owned by UPMC with a total area of 753.4439 hectares and now renumbered as EXPA-000233-V.
- APSA V-254 covers six (6) mining claims owned by UPMC and located within Labo and Paracale, Camarines Norte consisting of Lots 1 and 2 with a total area of 405.0227 hectares, denied by MGB V in an order dated June 30, 2011 pursuant to the provisions of Department Memorandum Order (DMO) NO. 2010-04. A motion for reconsideration on the denial of the application has been filed by the Company which is currently being evaluated by MGB V office.
- APSA V-270 covers twenty-four (24) mining claims owned by CMI also known as the Jeff-Sindicado claim group with a total area of 182.3624 hectares and now renumbered as EXP-000234-V.
- APSA V-375 covers fifty-six (56) mining claims owned by CMI also known as the Longos claim group with a total area of 393.8607 hectares, this has been converted into an Exploration Permit Application by UPMC and CMI on February 4, 2013 upon submission of pertinent documents and payment of the required conversion fee and is now renumbered as EXPA-000180-V. On October 4, 2013 the company received approval on the conversion of application from APSA-00375-V to EXPA-00180-V. On August 24, 2018 the company received the approved exploration permit with a larger area from 394 hectares to 580 hectares. Declaration of Mining Project Feasibility Study (DMPF) still pending for approval at the Mines and Geoscience Bureau as of December 31, 2025.

Mineral Resources and Ore Reserves. There was no change in the resource estimates during the year 2025 even after the completion of the 2 years exploration work program wherein the company drilled 3 holes totaling 604.9 meters to check the up-dip continuity of Baluarte Vein and San Antonio Vein (between level 200 and level 400) above the ultramafic-granodiorite contact and for the year 2024. The Indicated Mineral Resources Inventory as of 31 December 2025 is 3,160,737 MT at 10.89 grams

of gold per tonnes (Au g/t) containing 1,106,420 ounces of gold. Summary of the ore resources as of 31 December 2025 is presented below:

Identified Mineral Resources	Tonnes	Grade, Au g/t	Ounces, Gold
Above Level 800			
Measured	257,808	11.25	93,248
Indicated	124,955	14.32	57,529
Inferred	-	-	-
Sub Total	382,763	12.25	150,777
Below Level 800			
Measured	590,714	12.68	240,817
Indicated	1,270,611	9.11	372,153
Inferred	338,800	13.09	142,585
Sub Total	2,200,125	10.68	755,555
Adjacent Vein Systems			
Measured	-	-	-
Indicated	577,849	10.77	200,088
Inferred	-	-	-
Sub Total	577,849	10.77	200,088
Identified Mineral Resources as of 31-12-2025	3,160,737	10.89	1,106,420
Identified Mineral Resources as of 31-12-2024	3,160,737	10.89	1,106,420
Difference	-	-	-

Summary of the ore reserves as of 31 December 2025 is presented below:

Underground Movable Ore Reserves	Tonnes	Grade, Au g/t	Ounces, Gold
Above Level 800			
Proven	202,071	10.61	68,930
Probable	85,928	8.28	22,875
Sub Total	287,999	9.91	91,805
Below Level 800			
Proven	-	-	-
Probable	1,302,52	11.30	473,211
Sub Total	1,302,52	11.30	473,211
Total			
Proven	202,071	10.61	68,930
Probable	1,388,45	11.30	496,086
Total Ore Reserves	1,590,52	11.05	565,016
Less: Reserves Used For Pillars	6,963	6.63	1,484
Total Ore Reserves - 31 December 2025	1,583,56	11.07	563,532
Total Ore Reserves - 31 December 2024	1,583,56	11.07	563,532
Difference	-	-	-

Note: The ore reserves presented in this table are included in the ore resources presented in the above table.

The estimation, assessment, and evaluation of Mineral Resources and Ore Reserves were undertaken by qualified technical personnel. However, the Company hired Competent Persons to evaluate and certify the mineral resources and ore reserves, in compliance with the Philippine Mineral Reporting Code for Reporting Exploration Results, Mineral Resources and Ore Reserves (PMRC) adopted by the Philippine Stock Exchange, Inc. in October 2007.

The information in this report that relates to Mineral Resources was based on information compiled and certified by Mr. Balgamel B. Domingo, who is a member of the Geological Society of the Philippines (GSP). Mr. Domingo is not employed by any company. He is a consultant for various mining and geologic projects. On the other hand, the information on Ore Reserves was compiled and certified by Mr. Lucio R. Castillo, a member of the Philippine Society of Mining Engineers. Mr. Castillo is the Chairman/CEO of Goldridge Mining Corporation. Both Messrs. Domingo and Castillo are included in the lists of competent persons promulgated by their respective accredited professional organizations.

Messrs. Domingo and Castillo have sufficient experiences, which are relevant to the style of mineralization and type of deposit under consideration and to the activity, which they had undertaken to qualify as Competent Persons as defined in the 2007 Edition of PMRC. Messrs. Domingo and Castillo consented to the inclusion in this report of the matters based on their information in the form and context in which it appears.

Legal Proceedings

There has not been any bankruptcy, receivership or similar proceedings neither instituted by or against the Company nor has there been any material reclassification, merger, consolidation or purchase or sale of significant amount of assets not in the ordinary course of business. There is no material pending legal proceedings involving the Company.

General and administrative expenses of P2.3 million were incurred for the period ending March 31, 2026 as compared to P2.7 million as of end March 31, 2025.

Submission of Matters to a Vote of Security Holders

No other matter was submitted to a vote of security holders during the last Annual Stockholders' Meeting last November 25, 2025 up to the period covered by this report. except for the matters taken as follows:

1. Advance Stockholders' Authority for Planned Equity Conversion Transactions:

The Conversion of outstanding liabilities up to a maximum aggregate amount of Eight Hundred Eighty-One Million Eight Hundred Fifty Thousand Eight Hundred Forty-Eight Pesos (₱881,850,848.00) into common shares of the Corporation at a price of ₱0.01 per share (par value), to be issued from the unissued portion of the Corporation's authorized capital stock, which will cover any or all of the following:

- a. Conversion of unpaid royalties with accrued interests owed to CMI or to its assignee investor of up to Four Hundred Million Pesos (₱400,000,000.00), under such terms and conditions to be agreed upon by the parties and subject to the approval of their respective Boards;
- b. Conversion of liabilities to other creditors with an aggregate amount of up to Four Hundred Eighty-One Million Eight Hundred Fifty Thousand Eight Hundred Forty-Eight Pesos (₱481,850,848.00) which may involve any or all of the following:
 - i. Conversion of a portion of the advances made by Alakor Corporation, with accrued interests, under such terms and conditions to be agreed upon by the parties and subject to the approval of their respective Boards;
 - ii. The conversion of all outstanding redeemable preferred shares, including any accrued interests and declared dividends, into common shares at a price of ₱0.01 per share, to be offered to all preferred shareholders of every class and subject to their acceptance;
 - iii. The conversion of any or all bonds issued, including accrued interest, into common shares at a price of ₱0.01 per share, to be offered to all bondholders.

- i. Delegation to the Board of Directors of the authority to negotiate with the concerned creditor/s, determine and approve the final terms and conditions of each conversion (including the identity of the creditor/s, amount of debt to be converted, number of shares to be issued, timing, and subscription process), and to issue the corresponding shares as full payment for the converted obligations, subject to the requisite board approvals and regulatory compliance; and
- ii. Waiver of any pre-emptive rights of existing stockholders over the shares to be issued under such conversion, pursuant to Section 38 of the Revised Corporation Code.

Market for Registrant's Common Equity and Related Stockholder Matters

Market Information. The Company's shares of common stock are traded in the Philippine Stock Exchange, Inc. ("PSE"). The quarterly high and low stock prices (in Philippine Pesos) for the years 2024, 2025 and the first quarter of the current fiscal year 2026 are as follows:

Market Price	2026		2025		2024	
	Low	High	Low	High	Low	High
First Quarter	0.0041	0.0056	0.0024	0.0050	0.0024	0.0051
Second Quarter			0.0029	0.0040	0.0029	0.0049
Third Quarter			0.0030	0.0039	0.0030	0.0056
Fourth Quarter			0.0028	0.0067	0.0028	0.0038

The Company's shares of common stock were traded with a closing price of ₱0.0058 and ₱0.0077 per share on December 31, 2025 and June 8, 2026 respectively.

Shareholders. The Company has 1,175 shareholders as of December 31, 2025, 1,177 shareholders as March 31, 2026 and 1,177 as of May 15, 2026 (record date). The outstanding shares as of December 31, 2025, March 31, 2026 and May 15, 2026 are 261,314,797,080 shares of common stock; 12,200,000 shares of Class "A" preferred stock and 400,000 shares of Class "B" preferred stock.

The top 20 common stockholders as of May 15, 2026 are as follows:

No.	Name	No. of Shares held	Percentage of Total
1	PCD NOMINEE CORPORATION	142,694,698,218	54.6064
2	ANGLO PHILIPPINE HOLDINGS CORPORATION	60,000,000,000	22.9608
3	ALAKOR CORPORATION	50,000,000,000	19.1340
4	LANCASTER HOLDINGS LIMITED	5,235,537,900	2.0035
5	CAMARINES MINERALS, INC.	1,252,097,050	0.4792
6	ENRILE II, WILLIAM RAGOS	250,000,000	0.0957
7	ALAKOR SECURITIES CORPORATION	197,178,850	0.0755
8	LORENZO JR., LUIS P.	109,250,000	0.0418
9	KEH, BENITO	100,000,000	0.0383
	YAN, LUCIO W.	100,000,000	0.0383
10	SY TIONG SHIOU &/OR JUANITA S. TAN	93,500,000	0.0358
11	VALMORA INVESTMENT AND MANAGEMENT CORP.	80,000,000	0.0306
12	CASTILLO, EDUARDO B.	54,375,000	0.0208

13	RAMOS-PADILLA, MAUREEN ALEXANDRA CONSUELO S.	53,079,461	0.0203
14	CASTANEDA, ISA F.	50,000,000	0.0191
15	KERRY SECURITIES (PHILS.), INC. RPS01	49,250,000	0.0188
16	LIM III, JOSE A.	22,500,000	0.0086
17	CORRO, ANTONIO SEBASTIAN T.	20,000,000	0.0077
18	PONIO, BEN AZEL S.	17,500,000	0.0067
19	CHU, BERNARD	15,000,000	0.0057
20	CHIU, JOHNSON CHIU &/OR VICKY	15,000,000	0.0057

The equity ownership on a per-class as of May 15, 2026 is as follows:

Security Class	Outstanding Shares	Percent of Total
1. Common Shares		
Filipino	255,376,994,298	97.7277
Alien:		
Other	5,915,346,532	2.2637
British	1,250,000	0.0005
American	13,000,000	0.0050
Chinese	8,206,250	0.0031
Total	261,314,797,080	100
2. Preferred A		
Filipino	9,365,000	76.76
Alien-other	2,835,000	23.24
Total	12,200,000	100
3. Preferred B		
Filipino	120,000	30.00
Alien-other	280,000	70.00
Total	400,000	100

Dividends. No dividends were declared in year 2025 and in previous years (2024 and 2023). The Company's ability to declare and pay dividends on common equity is restricted by the availability of sufficient retained earnings and funds.

Description of the Company's Shares. UPMC has three (3) classes of shares; Common Shares, which are voting shares, entitled to one (1) vote per share, and Preferred Class "A" and Preferred Class "B" which are non-voting shares. The outstanding shares as of May 15, 2026 are 261,314,797,080 shares of Common Stock and are listed at the PSE. 12,200,000 shares of Preferred "A" stock and 400,000 shares of Preferred "B" stock are not listed with the PSE.

On June 04, 2026, pursuant to the equity conversion program of the Company, the Company issued 3,185,759,000 Common shares of the stock at par value price of P0.01 per share in favor of Pargold Mining Corporation corresponding to the aggregate par value equal to the outstanding liabilities of UPMC, as stated in the Deed of Assignment between the parties dated May 29, 2026. As a consequence, Pargold's 4,050,000 Class "A" Preferred shares were and converted into Common

Shares. As a result, the outstanding shares of the Company as of June 04, 2026 are 264,500,556,080 shares of Common Stock, (261,314,797,080 are listed at the PSE and 3,185,759,000 are subject for additional listing with the PSE); 8,150,000 shares of Preferred “A” stock; and 400,000 shares of Preferred “B” stock.

Thereafter or on June 16, 2026, the Company issued and recorded 9,336,426,300 common shares from the unissued capital stock in favor of Alakor Corporation pursuant to the parties’ conversion agreement dated May 29, 2026 wherein Alakor agreed to convert its debt credits consisting of a portion of its advances as well as the conversion of all its Preferred “A” and “B” shares including accrued interests and declared dividends thereon into common shares priced at par value. As a result, the outstanding shares of the Company as of June 16, 2026 are 273,836,982,380 shares of Common Stock, (261,314,797,080 are listed at the PSE and 12,522,185,400 are subject for additional listing with the PSE); 8,135,000 shares of Preferred “A” stock; and 294,000 shares of Preferred “B” stock.

Stock Ownership Plan. Currently, UPMC Board of Directors approved and authorizes the adoption of a Stock Option Plan for the Directors and Management to cover an aggregate of 20 Billion UPMC Common Shares at various prices per share as follows:

Number of Shares	Strike Price per share
5 Billion	P0.020
10 Billion	0.0250
5 Billion	0.0275

The company hired a consultant to formulate and design a stock option plan to insure its proper implementation.

During the annual meeting of the stockholders of United Paragon Mining Corporation (“the corporation”) on September 28, 2013, the stockholders approved and/or ratified the adoption and implementation of the Stock Option Plan for the directors and management of the Corporation, under such terms and conditions as determined by the Board, subject to the compliance with the applicable laws and rules and regulation of the Securities and Exchange Commission and Philippine Stock Exchange. As of date of this report no stock options were subscribed and/or availed.

Recent Sale of Unregistered Securities. No securities were sold by the Company within the past three (3) years, which were not registered under the Code. There were no new issues (including securities issued in exchange for property, services, or other securities and new securities resulting from the modification of outstanding securities) or sale of reacquired securities during the same period, except for 217,942,035,530 common shares issued resulting from the conversion of debts to equity approved by the SEC on July 24, 2008. Please refer to Note 1 5 of the 2016 Audited Financial Statements.

MANAGEMENT DISCUSSION AND ANALYSIS AND PLAN OF OPERATIONS

a) Full fiscal year

1) Financial Condition, Changes in Financial Condition and Results of Operations

Financial highlights for the years 2025, 2024, and 2023 are presented below

	2025	2024	2023
	(Audited)	(Audited)	(Audited)
Revenues	-	-	-
Net Income (Loss)	(23,373,916)	(23,266,689)	(108,172,548)
Total Assets	1,120,617,786	1,120,325,376	1,122,235,410
Total Liabilities	1,566,759,705	1,542,956,642	1,521,599,987
Net Worth	(446,141,919)	(422,631,266)	(399,364,577)
Issued & Subscribed Capital	261,314,797,080	261,314,797,080	261,314,797,080

Results of Operations (Full Year)

2025 compared to 2024

The Company has incurred net losses of ₱23.3 million, ₱23.3 million and 108.2 million in 2025, 2024 and 2023 respectively, and cumulative losses in prior years, resulting in a deficit of ₱3,079.8 million and ₱3,056.5 million as at December 31, 2025 and 2024, respectively, and a capital deficiency of ₱446.1 million and ₱422.6 million as at December 31, 2025 and 2024 respectively. In addition, the Company's current liabilities exceeded its current assets by ₱835.3 million and ₱1,541.2 million as at December 31, 2025 and 2024, respectively, and the Company has negative operating cash flows of ₱51.1 million, ₱18.1 million and ₱13.1 million in 2025, 2024 and 2023, respectively.

2024 compared to 2023

The Company has incurred net losses of ₱23.3 million, ₱108.2 million and ₱98.5 million in 2024, 2023 and 2022 respectively, and cumulative losses in prior years, resulting in a deficit of ₱3,056.5 million and ₱3,033.2 million as at December 31, 2024 and 2023, respectively, and a capital deficiency of ₱422.6 million and ₱399.4 million as at December 31, 2024 and 2023 respectively. In addition, the Company's current liabilities exceeded its current assets by ₱1,541.2 million and ₱1,517.3 million as at December 31, 2024 and 2023, respectively, and the Company has negative operating cash flows of ₱18.1 million, ₱13.1 million and ₱15.2 million in 2024, 2023 and 2022, respectively.

2023 compared to 2022

The Company has incurred net losses of ₱108.2 million, ₱98.5 million and ₱91.0 million in 2023, 2022, and 2021 respectively, and cumulative losses in prior years, resulting in a deficit of ₱3,033.2 million and ₱2,925.0 million as at December 31, 2023 and 2022, respectively, and a capital deficiency of ₱399.4 million and ₱291.2 million as at December 31, 2023 and 2022, respectively. In addition, the Company's current liabilities exceeded its current assets by ₱1,517.3 million and ₱1,419.5 million as at December 31, 2023 and 2022, respectively, and the Company has negative operating cash flows of ₱13.1 million, ₱15.2 million and ₱13.1 million in 2023, 2022 and 2021, respectively.

Financial Condition (Full year)

2025 compared to 2024

As shown in the financial statements, the Company has incurred capital deficiency of ₱446.1 million and ₱422.6 million as at December 31, 2025 and 2024, respectively resulting from cumulative losses of ₱3,079.8 million and ₱3,056.4 million as at December 31, 2025 and 2024, respectively. Also, the Company's current liabilities exceeded its current assets by ₱835.3 million and ₱1,541.2 million, respectively. Net cash flows used in operating activities amounted to ₱51.1 million and ₱18.1 million in 2025 and 2024, respectively. These conditions indicate that a material uncertainty exists that may cast significant doubt on the Company's ability to continue as a going concern, and, therefore that it may be unable to realize its assets and discharge its liabilities in the normal course of business. The ultimate outcome of these uncertainties cannot be determined presently. The financial statements do not include any adjustments that might result from the outcome of these uncertainties.

Cash requirement for years 2025 and 2024 were principally financed by loans, advances from related parties and disposal of site scrap materials.

The Company's total current liabilities of ₱836.1 million as of December 31, 2025, of which, ₱ 401.1 million was due to related parties for loans and advances, interests, and dividends and other liabilities, and the balance are due to suppliers and other creditors as disclosed in Note 12 of 2025 audited Financial Statements.

The loans and advances from related parties are covered by promissory notes subject to roll over every ninety (90) days with interests accrued in the books. ₱2.2 billion worth of liabilities due to related companies were converted to equity in July 2008 as part of the capital restructuring approved by the SEC on July 24, 2008. For the details of the amounts of loans and advances and other liabilities converted to equity, please refer to Notes 12 and 16 of the 2025 Audited Financial Statements.

Due to the suspension of mining and milling operations and limited sources of funds, the Company failed to meet payments within the stated terms to majority of its suppliers, contractors and other creditors. However, the Company had reduced significantly the balance of its outstanding accounts with suppliers, contractors and other creditors through offsetting arrangements or installment payment schemes. The internal and external sources of funds and the courses of action that the Company plans to undertake to address the liquidity problem are discussed under "Plan of Operations".

Management's plans to address the liquidity and going concern issues are discussed under "Plan of Operations".

The gold price significantly increased by US\$1,747.37 per OZ or 67% in 2025 as compared to the same period in 2024. Gold was traded in the London Metal Exchange ("LME") with a closing price of USD per Oz of US\$4,358.22 at the end of 2025 as compared to US\$2,610.85 in 2024 and US\$2,062.40 in 2023. The gold price reached an all-time high of US\$4,504.10 in December 24, 2025. The outlook for gold remains bullish, as it continues to provide a hedge against weakness in fiat currencies. For the quarter ending March 31, 2026, gold price closed at US\$4,658.99 per ounce at the LME (Am Fix).

The bullish sentiments on gold prices have increased investors' interest in gold mining companies and exploration projects thus improving the Company's chances of raising the finances required for the rehabilitation and further development of the Longos mine. Likewise, higher gold prices improve the

viability/future profitability of the Longos mine.

2024 compared to 2023

As shown in the financial statements, the Company has incurred capital deficiency of ₱422.6 million and ₱399.4 million as at December 31, 2024 and 2023, respectively resulting from cumulative losses of ₱3,056.4 million and ₱3,033.2 million as at December 31, 2024 and 2023, respectively. Also, the Company's current liabilities exceeded its current assets by ₱1,541.2 million and ₱1,517.3 million, respectively. Net cash flows used in operating activities amounted to ₱18.1 million, ₱13.1 million and ₱15.2 million in 2024, 2023 and 2022, respectively. These conditions indicate that a material uncertainty exists that may cast significant doubt on the Company's ability to continue as a going concern, and, therefore that it may be unable to realize its assets and discharge its liabilities in the normal course of business. The ultimate outcome of these uncertainties cannot be determined presently. The financial statements do not include any adjustments that might result from the outcome of these uncertainties.

Cash requirement for years 2024, 2023 and 2022 were principally financed by loans, advances from related parties and disposal of site scrap materials.

The Company's total current liabilities of ₱1,542.0 million as of December 31, 2024, of which, ₱ 349.6 million was due to related parties for loans and advances, interests, and dividends and other liabilities, and the balance are due to suppliers and other creditors as disclosed in Note 11 of 2024 audited Financial Statements.

2023 compared to 2022

As shown in the financial statements, the Company has incurred capital deficiency of ₱399.4 million and ₱291.2 million as at December 31, 2023 and 2022, respectively resulting from cumulative losses of ₱3,033.2 million and ₱2,925.0 million as at December 31, 2023 and 2022, respectively. Also, the Company's current liabilities exceeded its current assets by ₱1,517.3 million and ₱1,419.5 million, respectively. Net cash flows used in operating activities amounted to ₱13.1 million, ₱15.2 million and ₱13.1 million in 2023, 2022 and 2021, respectively. These conditions indicate that a material uncertainty exists that may cast significant doubt on the Company's ability to continue as a going concern, and, therefore that it may be unable to realize its assets and discharge its liabilities in the normal course of business. The ultimate outcome of these uncertainties cannot be determined presently. The financial statements do not include any adjustments that might result from the outcome of these uncertainties.

Cash requirement for years 2023 and 2022 were principally financed by loans, advances from related parties and disposal of site scrap materials.

The Company's total current liabilities of ₱1,520.4 million as of December 31, 2023, of which, ₱333.4 million was due to related parties for loans and advances, interests, and dividends and other liabilities, and the balance are due to suppliers and other creditors as disclosed in Note 11 of 2023 audited Financial statements.

Other than the foregoing, there are NO known:

- trends, demands, commitments or uncertainties that will result in or that are reasonably likely

to result in the Company's liquidity increasing or decreasing in a material way,

- events that will trigger direct or contingent financial obligation that is material to the Company, including any default or acceleration of an obligation,
- material off-balance sheet transactions, arrangements, obligations (including contingent obligations), and other relationships of the Company with unconsolidated entities or other persons created during the reporting period,
- material commitments for capital expenditures, except for the implementation of the approved exploration work program for the period two years starting from August 24, 2018. Exploration drilling completed in the last quarter of 2020.
- trends, events or uncertainties that have had or that are reasonably expected to have a material favorable or unfavorable impact on net sales or revenues or income from continuing operations,
- significant elements of income or loss that did not arise from the Company's continuing operations and
- A seasonal aspect that has or had a material effect on the Company's condition or results of operations.

There have been no material changes from December 31, 2024 to December 31, 2025 in one or more-line items of the financial statements *except* for the following:

1. Cash increased from P0.60 million as of end December 31, 2024 to P0.68 as of December 31, 2025 due to additional advances from affiliate Company.
2. Materials and Supplies decreased due to actual consumption of supplies.
3. Other Current Assets decreased due to payment of advances to employees.
4. Other Non Current Assets increased due to additional of input VAT recorded during the year 2025.
5. Decrease in Accounts payable & other current liabilities is mainly due to the debt-to-equity conversion agreement entered into by the Company with CMI, and the Tripartite Memorandum of Understanding with CMI, Alakor Corporation and other related parties. The decrease in current liabilities is transferred to non-current liabilities under deposits for future subscription and Notes Payable, as of date of this report debt-to-equity conversion application still pending approval of SEC.
6. Increase in Advances from related parties by ₱51.5 million in 2025 from 2024.
7. Retirement Benefit Obligation increased due to changes in computation of present value of defined benefit obligation.
8. Changes in other line items shown in the Company's Statement of Comprehensive Income are due to the usual period-to-period fluctuation in amounts natural in every business operation. There are no material unusual items other than as discussed under Management's Discussion and Analysis, Results of Operations year 2025 compared to 2024.

Inasmuch as the Company's mining and milling operations are still suspended, there are no significant key performance indicators other than the financial ratios presented under Supplementary Schedule - Schedule I.

Plan of operations. The plan of operations covers the following activities:

- a. The Company and its co-applicant Camarines Minerals Inc. (CMI) are working closely with the MGB and Environmental Management Bureau (EMB) in order to comply with all mandatory requirements for eventual approval of Declaration of Project Mining Feasibility (DMPF) and restoration of Environmental Compliance Certificate (ECC). Also, the company is working with MGB 5 on the completion of two exploration permit application EXPA-00233 and EXPA-00234 both are situated in the province of Camarines Norte.
- b. The Company's acquired rights and interests in Negros Copper Project under Mineral Production Sharing Agreement (MPSA) Nos. 092-97-VI and 113-98-VI were already expired last November 20, 2022 and May 26, 2023. The Company filed a renewal of both MPSA's on July 28, 2022, compliance po mandatory requirements under review at Mines and Geosciences Bureau (MGB) Regional Office No. 6. The exploration period for both MPSA's was restored for two years expiring on July 19, 2024 to recover unused term during pandemic. At present, the company is working on completion of Final Exploration Report using the data of exploration work done by its predecessor Vulcan Industrial & Mining Corporation. Once the exploration report meets the criteria for mineral resource reporting as certified by Accredited Competent Person for Mining and Geology. The phase is to file for Declaration of Project Mining Feasibility (DMPF) within the extended exploration period.
- c. The Company will work on getting the financing requirement needed to comply all the mandatory requirement for DMPF and later the Mineral Processing Sharing Agreement application either by external sources or internal sources.
- d. The Company intends to address and mitigate the impact of net loss to equity in the financial statements by renegotiating current loan obligations.

The Company expects significant purchases of machinery & equipment and change in the number of its employees during the year once the required government permit has been awarded to it and the financing for the exploration activity of its Longos Mine becomes available during the year.

The key performance indicators of the company.

	<u>December 31, 2025</u> <u>Audited</u>	<u>December 31, 2024</u> <u>Audited</u>	<u>December 31, 2023</u> <u>Audited</u>
Current Ratio	0.0010	0.0005	0.0020
<u>Current Assets</u>	<u>814,308</u>	<u>813,799</u>	<u>3,064,726</u>
Current Liabilities	836,120,234	1,542,016,475	1,520,391,763
Quick Ratio	0.0008	0.0004	0.0020
<u>Current Assets-Inventory-Prepaid</u>	<u>677,359</u>	<u>597,619</u>	<u>2,974,237</u>
Current Liabilities	836,120,234	1,542,016,475	1,520,391,763

Solvency Ratio	0.72	0.73	0.74
<u>Total Assets</u>	<u>1,120,617,786</u>	<u>1,120,325,376</u>	<u>1,122,235,410</u>
Total Liabilities	1,566,759,705	1,542,956,642	1,521,599,987
Debt Ratio	1.40	1.38	1.36
<u>Total Liabilities</u>	<u>1,566,759,705</u>	<u>1,542,956,642</u>	<u>1,521,599,987</u>
Total Assets	1,120,617,786	1,120,325,376	1,122,235,410
Debt to Equity Ratio	-3.51	-3.65	-3.81
<u>Total Liabilities</u>	<u>1,566,759,705</u>	<u>1,542,956,642</u>	<u>1,521,599,987</u>
Stockholders' Equity	-446,141,919	-422,631,266	-399,364,577
Equity to debt Ratio	-0.28	-0.27	-0.26
<u>Stockholders' Equity</u>	<u>-446,141,919</u>	<u>-422,631,266</u>	<u>-399,364,577</u>
Total Liabilities	1,566,759,705	1,542,956,642	1,521,599,987
Assets to Equity Ratio	-2.51	-2.65	-2.81
<u>Total Assets</u>	<u>1,120,617,786</u>	<u>1,120,325,376</u>	<u>1,122,235,410</u>
Stockholders' Equity	-446,141,919	-422,631,266	-399,364,577
Interest Coverage Ratio	-3.48	-3.49	-0.29
<u>Earnings/(Loss) before Interest & Taxes</u>	<u>-18,153,916</u>	<u>-18,282,701</u>	<u>-23,911,394</u>
Interest Expense	5,220,000	5,230,959	83,981,792
Book Value per share	-0.0017	-0.00162	-0.00153
<u>Stockholders' Equity</u>	<u>-446,141,919</u>	<u>-422,631,266</u>	<u>-399,364,577</u>
Shares Outstanding	261,314,797,080	261,314,797,080	261,314,797,080
Loss per share	0.0001	0.0001	0.0004
<u>Net Loss</u>	<u>23,373,916</u>	<u>23,266,689</u>	<u>108,172,548</u>
Total # of shares	261,314,797,080	261,314,797,080	261,314,797,080

Current Ratio in 2025 increase compared to a decrease seen from 2018 to 2023 due to additional cash infusion from related party advances offset by an increase in current liabilities brought about by accrual of interest from unpaid royalty fees to Camarines Minerals Inc. (CMI) and the advances made from shareholders to fund operating costs.

Solvency Ratio in 2025 increase compared to a decrease seen from 2018 to 2023 due to additional cash infusion from related party advances offset by an increase in current liabilities brought about by accrual of interest from unpaid royalty fees to Camarines Minerals Inc. (CMI) and the advances made from shareholders to fund operating costs.

Debt-to-Equity Ratio continue to decrease from 2018 to 2025 due to increase in current liabilities brought about by accrual of interest from unpaid royalty fees to Camarines Minerals Inc. (CMI) and the advances made from shareholders to fund operating costs.

Equity-to-Debt Ratio continue to decrease from 2018 to 2025 due to increase in current liabilities brought about by accrual of interest from unpaid royalty fees to Camarines Minerals Inc. (CMI) and the advances made from shareholders to fund operating costs and decrease in Stockholders Equity due to net loss incurred by the Company in 2025.

Asset to equity Ratio continue to decrease from 2018 to 2025 due to decrease in Stockholders Equity brought about by a net loss incurred by the Company in 2025.

Book Value per Share (BVPS) continue to decrease in 2018 to 2025 due to the decrease in Stockholders Equity due to net operating loss. from previous years till year 2025.

Earnings Per Share (EPS) decrease from 2018 to 2025 due net operating loss from previous years till year 2025.

Comparative financial highlights for the nine-month period ending March 31, 2026 and March 31, 2025 and for the year ended December 31, 2025 are presented below:

	<u>March 31, 2026</u> <u>(Unaudited)</u>	<u>December 31, 2025</u> <u>(Audited)</u>	<u>March 31, 2025</u> <u>(Unaudited)</u>
Revenues	0	0	0
Net Income/(Loss)	(9,357,038)	(23,373,916)	(2,744,866)
Total Assets	1,121,487,710	1,120,617,786	1,123,525,315
Total Liabilities	1,576,986,667	1,566,759,705	1,548,901,444
Net Worth	(455,498,957)	(446,141,919)	(425,376,129)
Issued and Subscribed Capital	261,314,797,080	261,314,797,080	261,314,797,080

Results of Operations (March 31, 2026 vs. March 31, 2025)

The Company has no operating income earned for the period end March 31, 2026 and March 31, 2025. Net Loss as of March 31, 2026 is higher at P9.4 million compared to a Net Loss of P2.7 million as of March 31, 2025 which was primarily attributable to the accrual of interest expenses as of end March 2026. The net loss was due to accrued interest expense on preferred shares, and mine site and head office administrative expenses offset by unrealized foreign currency loss due to better peso against US dollar year on year.

The finance expenses for the period ending March 31, 2026 is higher at P3.3 million compared to the same period in 2025 of P1.3 million due to interest calculation on the promissory issued by the Company to Oro Mina Holdings, Inc. and Golden Lotus Holdings Corporation computed from January 1, 2026 until full payment of outstanding obligation.

The Company recognized a loss on foreign exchange of 3.8 million due to increase in foreign exchange rate from P58.79 (12.31.2025) to P60.74 (03.31.2026) as of March 31, 2026 compared to a foreign exchange gain of P1.2 million on the same period in 2025.

Financial Condition (March 31, 2026 vs. December 31, 2025)

The Company has total assets of P1,121.5 million and P1,120.6 million as of March 31, 2026 and December 31, 2025, respectively. The increase was due to cash advances from related party offset by payment of current operating expenses.

Total current liabilities of P846.3 million and P836.1 million for the period ending March 31, 2026 and December 31, 2025, exceeded its current assets by P844.8 million and P835.3 million, respectively. The increase was mainly due to interest accrual and other payables and related party transaction.

The Company has a capital deficiency of P455.5 million and P446.1 million resulting from cumulative losses of P3,071.5 million and P3,056.5 million for the period March 31, 2026 and December 31, 2025, respectively.

The loans and advances due to a related party are covered by promissory notes subject to automatic roll over every ninety (90) days with interest accrued in the books.

Due to the suspension of mining and milling operations and limited sources of funds, the Company failed to meet payments within the stated terms to majority of its suppliers, contractors and creditors. However, the Company has been continuously paying the accounts that relates to its current working capital requirement, and the old accounts due to its suppliers, contractors and creditors remain unchanged. The internal and external sources of funds and the courses of action that the Company plans to undertake to address the liquidity problem are discussed under “Plan of operations for the year 2025”.

The gold price as of March 31, 2026 increase by eight-percentage (8%) from December 31, 2025 and eighty-percentage (80%) higher year-on-year ending March 31 2025. The gold (Au) was traded in the London Metal Exchange (“LME”) with a closing price of US\$4,688.54/oz, US\$4,358.22/oz, and US\$2,606.72/oz for period ending March 31, 2026, December 31, 2025 and March 31, 2025 respectively. For the three months ending March 31, 2026 gold price reached an all-time high of US\$5,688.83/oz on January 31, 2026.

In as much as the Company’s mining and milling operations are still suspended, the key performance indicators of the Company as of March 31. 2026 as compared to March 31, 2025 are as follows:

Ratios	Formula	March 31 2026	March 31 2025
Current Ratio		0.0019	0.0025
	Current Assets/ Current Liabilities	₱ 1,567,877 ₱ 846,347,196	₱ 3,942,842 ₱ 1,547,961,277
Quick Ratio		0.0011	0.0023
	Current Asset-Inventory-Prepaid/ Current Liabilities	₱ 949,531 ₱ 846,347,196	₱ 3,551,745 ₱ 1,547,961,277
Solvency Ratio		0.7112	0.7254
	Total Assets/ Total Liabilities	₱ 1,121,487,710 ₱ 1,576,986,667	₱ 1,123,525,315 ₱ 1,548,901,444
Debt Ratio		1.41	1.38
	Total Liabilities/ Total Assets	₱ 1,576,986,667 ₱ 1,121,487,710	₱ 1,548,901,444 ₱ 1,123,525,315

Debt to equity ratio	Total liabilities/ Stockholders' equity	P	(3.46)	P	(3.64)
			1,576,986,667		1,548,901,444
			(455,498,957)		(425,376,129)
Equity to debt ratio	Stockholders' equity/ Total liabilities	P	(0.29)	P	(0.27)
			(455,498,957)		(425,376,129)
			1,576,986,667		1,548,901,444
Asset to equity ratio	Total Assets Stockholders' equity/	P	(2.46)	P	(2.64)
			1,121,487,710		1,123,525,315
			(455,498,957)		(425,376,129)
Interest coverage ratios	Earnings (loss) before interest & taxes Interest Expense	P	(1.83)	P	(1.13)
			(6,055,025)		(1,453,563)
			3,302,013		1,291,301
Book value per share	Stockholders' equity/ Total # of shares	P	(0.00174)	P	(0.00163)
			(455,498,957)		(425,376,129)
			261,314,797,080		261,314,797,080
Loss per share	Net loss/ Total # of shares	P	0.00004	P	0.00001
			9,357,038		2,744,865
			261,314,797,080		261,314,797,080

The change in key indicators as of March 31, 2026 as compared to March 31, 2025 are as follows;

Increase in Current and Solvency Ratio year-on-year ending March 31, 2025 due to an increase in cash and cash equivalents due to related party cash advances; Increase in Debt-to-Equity, due to decrease in total liabilities and increase in net capital deficiencies.

On the contrary, Equity-to-Debt decrease due to increase in Stockholder's equity.

Asset-to-Equity increase due to increase in total assets and increase in stockholders' equity. Interest Coverage Ratio increase due to decrease in interest expenses as a result of waiver of interest charges from CMI advances to the Company.

The key performance indicators of the Company as of March 31, 2026 as compared to December 31, 2025 are as follows:

Ratios	Formula	March 31 2026	December 31 2025
Current Ratio		0.0019	0.001
	Current Assets/	₱ 1,567,877	₱ 814,309
	Current Liabilities	₱ 846,347,196	₱ 836,120,234
Quick Ratio		0.0011	0.001
	Current Asset-Inventory-Prepaid/	₱ 949,531	₱ 677,359
	Current Liabilities	₱ 846,347,196	₱ 836,120,234
Solvency Ratio		0.7112	0.7152
	Total Assets/	₱ 1,121,487,710	₱ 1,120,617,786
	Total Liabilities	₱ 1,576,986,667	₱ 1,566,759,705
Debt Ratio		1.41	1.40
	Total Liabilities/	₱ 1,576,986,667	₱ 1,566,759,705
	Total Assets	₱ 1,121,487,710	₱ 1,120,617,786
Debt to equity ratio		(3.46)	(3.51)
	Total liabilities/	₱ 1,576,986,667	₱ 1,566,759,705
	Stockholders' equity	₱ (455,498,957)	₱ (446,141,919)
Equity to debt ratio		(0.29)	(0.28)
	Stockholders' equity/	₱ (455,498,957)	₱ (446,141,919)
	Total liabilities	₱ 1,576,986,667	₱ 1,566,759,705
Asset to equity ratio		(2.46)	(2.51)
	Total Assets	₱ 1,121,487,710	₱ 1,120,617,786
	Stockholders' equity/	₱ (455,498,957)	₱ (446,141,919)
Interest coverage ratios		(1.83)	(0.29)
	Earnings (loss) before interest & taxes	₱ (6,055,025)	₱ (24,190,756)
	Interest Expense	₱ 3,302,013	₱ 83,981,792
Book value per share		(0.00174)	(0.00171)
	Stockholders' equity/	₱ (455,498,957)	₱ (446,141,919)
	Total # of shares	261,314,797,080	261,314,797,080
Loss per share		0.00004	0.00041
	Net loss/	₱ 9,357,038	₱ 108,172,548
	Total # of shares	261,314,797,080	261,314,797,080

The change in key indicators as of March 31, 2026 as compared to December 31, 2025 are as follows;

An increase in current and quick ratio and all other areas for the quarter ending March 31, 2026 compared to December 31, 2025 due to increase in cash and cash equivalent in the current asset because of related party cash advances and slightly increase in current liabilities brought about by cash advances from related party transaction and increase in capital deficiencies due to net operating loss for the period ended March 31, 2026.

Changes in other line items shown in the Company's Unaudited Financial Statements in Part 1, Items 1 and 2 of this report are due to the usual period-to-period fluctuation in amounts natural in every business operation. There are no material unusual items other than as discussed above.

Discussion and Analysis of Material Events and Uncertainties

Except as discussed in this report, management is not aware of any material event or uncertainty that affected the current interim period and/or would have a material impact on future operations of the Company. The Company will continue to be affected by the Philippine business environment as may

be influenced by any local/regional/global financial and political crises. The Company's financial statements for the interim period ended March 31, 2026 reflect foreign exchange loss on the Company's dollar denominated accounts.

1. There are NO known trends, demands, commitments, events or uncertainties that will have a material impact on the Company's liquidity except as disclosed below:

The Company entered into a P250.0 million Convertible Loan Agreement with Alakor Corporation, which was approved on September 20, 2011. The proceeds of the facility shall be used to finance the cost of conducting a feasibility study on the Longos Gold Project and for general working capital requirements of the Company. In the meantime, the Company will pursue various options to raise project funding for its exploration work program and for further rehabilitation of the Longos mine, once the Company obtained the necessary government permits. Should the required permits be obtained and the financing materialize during the year; this will have a material impact on liquidity. Also, please refer to item "C" under "Plan of Operations".

2. There are NO events that will trigger direct or contingent financial obligation that is material to the Company, including any default or acceleration of an obligation.
3. There are NO material off-balance sheet transactions, arrangements, obligations (including contingent obligations), and other relationships of the Company with unconsolidated entities or other persons created during the reporting period.
4. There are NO material commitments for capital expenditures.
5. There are NO known trends, events or uncertainties that have had or that are reasonably expected to have a material favorable or unfavorable impact on net sales or revenues or income from continuing operations.
6. There are NO significant elements of income or loss that did not arise from the Company's continuing operations.
7. There were NO seasonal or cyclical aspects that have or had a material effect on the financial condition or results of operations of the Company.
8. There were NO exploration done during the current reporting period.
9. There have been no material changes from December 31, 2025 to March 31, 2026 in one or more-line items of the financial statements *except* for the following:
 - Cash increased from P0.68 million as of end December 31, 2025 to P0.95 million as of March 31, 2026 due to additional advances from affiliate Company.
 - Materials and Supplies increased due to additional purchased of supplies.
 - Other Current Assets increased due to increase in prepaid expenses.
 - Other Non Current Assets increased due to additional of input VAT recorded during the period
 - Changes in other line items shown in the Company's Statement of Comprehensive Income are due to the usual period-to-period changes in amounts natural in every business operation. There are no material unusual items other than as discussed under Management's Discussion and Analysis, Results of Operations as of December 31 2025 compared to March 31, 2026.

Plan of Operations

A. The plan of operations for the year 2026 covers the following activities:

- e. The Company and its co-applicant Camarines Minerals Inc. (CMI) are working closely with the MGB and Environmental Management Bureau (EMB) in order to comply with all mandatory requirements for eventual approval of the Declaration of Project Mining Feasibility (DMPF) and restoration of Environmental Compliance Certificate (ECC). Also, the company is working with MGB 5 on the completion of two exploration permit applications EXPA-00233 and EXPA-00234, both of which are situated in the province of Camarines Norte.
- f. The Company has acquired rights and interests for the Negros Copper Project under Mineral Production Sharing Agreement (MPSA) Nos. 092-97-VI and 113-98-VI that expired on November 20, 2022 and May 26, 2023. The Company filed for the renewal of both MPSA's on July 28, 2022, which are currently under review at the Mines and Geosciences Bureau (MGB) Regional Office No. 6. The Exploration Permit for both MPSA's was restored for a period of two years, expiring on July 19, 2024, to recover the unused term during the pandemic. On July 18, 2024, the Company submitted the Final Exploration Report (FER) using the data of exploration work done by its predecessor Vulcan Industrial & Mining Corporation. The exploration report meets the criteria for mineral resource as certified by an Accredited Competent Person for Mining and Geology, but it will require additional exploration drilling works to increase its present mineral resource, if successful it will merit for filing of a DMPF application. A request for further exploration activity was filed on request on July 18, 2024.
- g. The Company will work on getting the financing requirement needed to comply with all the mandatory requirements for the DMPF, and later, the Mineral Processing Sharing Agreement application either by external sources or internal sources.
- h. The Company intends to address and mitigate the impact of net loss to equity in the financial statements by renegotiating current loan obligations.

As the Company continues to operate under a negative stockholders' equity position, driven primarily by historical accumulated losses and legacy obligations, addressing this financial condition is essential not only for compliance with the rules of the Philippine Stock Exchange, but also for rebuilding the Company's capacity to attract investment and pursue future development. To this end, management has proposed a comprehensive debt-to-equity conversion program, which will allow the Company to settle qualified outstanding liabilities by issuing common shares at par value from the unissued portion of the authorized capital stock. The program covers up to ₱881.85 million in obligations—including unpaid royalties, advances from key creditors, outstanding redeemable preferred shares with accrued dividends, and bonds or convertible instruments with accrued interest. This program is designed to significantly reduce liabilities, improve liquidity, restore UPM's capital position, and align the interests of creditors with those of our shareholders.

Several major creditors—Camarines Minerals, Inc. (CMI) and its affiliates, Alakor Corporation, Lancaster Holdings Limited, and Pargold Mining Corporation—have expressed their willingness to participate. Due to the need to immediately comply with PSE's directive to address the negative equity position of the company, stockholders' approval was obtained in the November 25, 2025 annual meeting, of the conversion authority so that the Board may finalize terms with each creditor and implement the program promptly, in compliance with SEC and PSE regulations.

In December 2025, the Company executed a conversion agreement with CMI as well as subscription agreements with CMI's assignee-affiliates, Oro Mina Holdings, Inc. and Golden Lotus Holdings Corporation, for the conversion of an aggregate amount of Four Hundred Million Pesos (₱400,000,000.00), into newly-issued common shares at ₱0.01 par value per share, in the same proportion of the outstanding debt assigned to each of them. The said shares are intended to be issued during the current year. The negotiations remain ongoing with the other creditors.

B. Summary of any product research and development for the term of the plan.

Exploration, drilling and development for a mining company, are the equivalent of research and development.

In October 2020, the Company completed the exploration work program by drilling of 3 holes, totaling 604.9 meters east south-east of Bula-ay mining area under EP-016-2016. These holes were to check the up-dip continuity of Baluate Vein and San Antonio Vein (between level 200 and level 400) above ultramafic-granodiorite contact. On February 4, 2021, the Company file a Declaration of Mining Project Feasibility Study (DMPF) prior to exploration permit expiration on February 19, 2021. The Company and its co-applicant Camarines Minerals Inc. (CMI) are working closely with the MGB and Environmental Management Bureau (EMB) in order to comply with all mandatory requirements for eventual approval of Declaration of Project Mining Feasibility (DMPF) and restoration of Environmental Compliance Certificate (ECC). Also, the company is working with MGB 5 on the completion of two exploration permit application EXPA-00233 and EXPA-00234 both are situated in the province of Camarines Norte.

The Company has acquired rights and interests for the Negros Copper Project under Mineral Production Sharing Agreement (MPSA) Nos. 092-97-VI and 113-98-VI that expired on November 20, 2022 and May 26, 2023. The Company filed for the renewal of both MPSA's on July 28, 2022, which are currently under review at the Mines and Geosciences Bureau (MGB) Regional Office No. 6. The Exploration Permit for both MPSA's was restored for a period of two years, expiring on July 19, 2024, to recover the unused term during the pandemic. On July 18, 2024, the Company submitted the Final Exploration Report (FER) using the data of exploration work done by its predecessor Vulcan Industrial & Mining Corporation. The exploration report meets the criteria for mineral resource as certified by an Accredited Competent Person for Mining and Geology, but it will require additional exploration drilling works to increase its present mineral resource, if successful it will merit for filing of a DMPF application. A request for further exploration activity was filed on request on July 18, 2024.

C. Any expected purchase or sale of plant and significant equipment.

At present, both UPM and CMI have complied with the requirements for the approval of the DMPF. Their joint MPSA application is now pending with the MGB Central Office. The Company has no intention at present to acquire any plant and significant equipment until it has been granted a mining permit and funding for the planned rehabilitation and further development of the Longos mine becomes available, in which case, additional plant and significant machinery and equipment will be acquired.

In the meantime, the Company is continuing with its care and maintenance of existing mine buildings, equipment and other facilities to preserve them for future use in order to minimize the capital requirement of the rehabilitation of the mine.

D. Any significant changes in the number of employees.

Manpower as of March 31, 2026 consists of eight (8) regular personnel. The Company expects no significant change in the number of employees for the ensuing year unless the necessary permits have been awarded to the company and the needed funding requirements for exploration and further rehabilitation and development of the Longos Mine becomes available, in which case, a significant number of employees will be hired.

Item 3. Management's Assessment and Evaluation of Financial Risk Exposures

The Company's financial instruments consist mainly of cash, accounts payable and other current liabilities, due to related parties and redeemable preferred shares. The main purpose of the Company's dealings in financial instruments is to fund its operations and capital expenditures.

The risks arising from the Company's financial instruments are credit risk, liquidity risk and foreign exchange risk.

The BOD has the overall responsibility for the establishment and oversight of the Company's risk management policies. The Finance & Accounting Manager is responsible for developing and monitoring the Company's risk management policies. Issues affecting the operations of the Company are reported regularly to the BOD.

Management addresses the risks faced by the Company in the preparation of its annual operating budget. Mitigating strategies and procedures are also devised to address the risks that inevitably occur so as not to affect the Company's operations and forecasted results. The Company, through its training and management standards and procedures, aims to develop a disciplined and constructive control environment in which all employees understand their roles and obligations.

Credit Risk

Credit risk is the risk of financial loss to the Company if a customer or counterparty to a financial instrument fails to meet its contractual obligations. Credit risk arises principally from the Company's cash.

With respect to credit risk arising from cash, the Company's exposure to credit risk arises from default of the counterparty, with a maximum exposure equal to the carrying amount of these instruments. The Company manages the risk by adopting appropriate credit control policies and procedures and therefore does not expect to incur material financial losses.

As at March 31, 2026 the Company used general approach in the assessment of cash credit quality. The ECL relating to Company's cash is minimal as these are deposited in reputable banks which have good bank standing, and is considered to have low credit risk.

March 31, 2026					
	Neither Past Due Nor Impaired		Past Due But		Total
	High Grade	Standard Grade	Not Impaired	Impaired	
Cash in bank*	949,531	0	0	0	949,531
Total credit risk exposure	949,531	-	-	-	949,531

December 31, 2025					
	Neither Past Due Nor Impaired		Past Due But		Total
	High Grade	Standard Grade	Not Impaired	Impaired	
Cash and cash equivalents*	677,359	0	0	0	677,359
Total credit risk exposure	677,359	-	-	-	677,359

The adoption of new impairment model under PFRS 9 did not have a significant effect on the Company's financial statements.

Liquidity Risk

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they fall due. The Company's objective in managing liquidity risk is to ensure, as far as possible, that it will always have sufficient funds to meet its liabilities as they fall due. Management is responsible for liquidity, funding as well as settlement management. In addition, liquidity and funding risks, related processes and policies are overseen by the management. To effectively manage liquidity risk, the Company has arranged for funding from related parties and continues to dispose of scrap, obsolete and excess assets to raise additional funds.

The following table summarizes the maturity profile of the Company's financial liabilities and financial assets as at March 31, 2026 and December 31, 2025, based on contractual undiscounted cash flows. The analysis into relevant maturity groupings is based on the remaining term at the end of the reporting period to the contractual maturity dates, including estimated interest payments and excluding the impact of netting agreements:

March 31, 2026

	Due and Demandable	Within 6 Months	6 to 12 Months	Over 1 year	Total
Financial Asset:					
Cash	949,531	0	0	0	949,531
Financial Liabilities:					
Accounts payable and other current liabilities	422,560,008	0	0	0	422,560,008
Due to related parties	405,019,688	0	0	0	405,019,688
Redeemable preferred shares	18,767,500	0	0	0	18,767,500
Net Financial Liabilities	(846,347,196)	0	0	-	(846,347,196)

December 31, 2025

	Due and Demandable	Within 6 Months	6 to 12 Months	Over 1 year	Total
Financial Asset:					
Cash	677,359	0	0	0	677,359
Financial Liabilities:					
Accounts payable and other current liabilities	416,286,246	0	0	0	416,286,246
Due to related parties	401,066,488	0	0	0	401,066,488
Redeemable preferred shares	18,767,500	0	0	0	18,767,500
Net Financial Liabilities	(836,120,234)	0	0	-	(836,120,234)

Foreign Exchange Risk

Foreign exchange risk is the risk to earnings or capital arising from changes in foreign exchange rates. The Company uses the Philippine Peso (₱) as its functional currency and is therefore exposed to foreign exchange movements, primarily on the US Dollar (\$). The Company follows a policy to manage this risk by closely monitoring its cash flow position and by providing forecast on its exposures in non-peso currency.

The Company's net exposure to foreign exchange risk arises from \$-denominated accrued interest and other current liabilities.

Information on the Company's \$-denominated monetary liabilities and their ₱ equivalent is as follows:

As at March 31, 2026 and December 31, 2025, the exchange rate of ₱ to the \$ is ₱60.74 and ₱ 58.79, respectively.

	March 31, 2026		December 31, 2025	
	USD	PHP	USD	PHP
Accrued interest and other current liabilities	1,921,528	116,713,611	1,921,528	112,995,441
Other current liabilities	17,291	1,050,255	17,291	1,016,800

The following table demonstrates the sensitivity to a reasonably possible change in Philippine Peso/US Dollar exchange rate, with all other variables held constant, of the Company's loss before income tax. There is no other impact on the Company's equity other than those affecting the statement of comprehensive income.

	Change in exchange rate	
	\$ strengthens by 5%	\$ weakens by 5%
Increase (decrease) in income before income tax and equity		
March 31, 2026	(5,835,681)	5,835,681
December 31, 2025	(5,700,612)	5,700,612

Fair Values of Financial Instruments

Fair value is defined as the amount at which the financial instruments could be exchanged in a current transaction between knowledgeable willing parties in an arm's length transaction, other than in a forced liquidation or sale. Fair values are obtained from quoted market prices, discounted cash flow models and option pricing models, as appropriate.

Cash, Accounts Payable and Other Current Liabilities, Due to Related Parties and Redeemable Preferred Shares

The carrying amounts of cash, accounts payable and other current liabilities, due to related parties and redeemable preferred shares are equal or approximate their fair values due to their short-term maturities and are considered due and demandable.

During the years ended March 31, 2026 and December 31, 2025 there were no transfers among Levels 1, 2 and 3 of fair value measurements.

Capital Management

The Company maintains a capital base to cover risks inherent in the business. The primary objective of the Company's capital management is to increase the value of shareholders' investment. The Company sets strategies with the objective of establishing a versatile and resourceful financial management and capital structure upon commencement of its operations.

The BOD has overall responsibility for monitoring of capital in proportion to risk. Profiles for capital ratios are set in the light of changes in the Company's external environment and the risks underlying the Company's business operations and industry. No changes were made in the objectives, policies or processes during the period ended March 31, 2026 and year ended December 31, 2025.

Management's plans on how to address the Company's deficit is explained under Plan of Operations for 2025.

The following table summarizes what the Company considers as its total capital as of March 31, 2026 and December 31, 2025.

Capital stock	₱2,613,147,971
Share premium	19,449,376
	<u>₱2,632,597,347</u>

Corporate Governance

The Company uses the evaluation system established by the SEC in its Memorandum Circular No. 5, series of 2013, including the Corporate Governance Self-Rating Form (CG-SRF) and ASEAN Scorecard to measure or determine the level of compliance of the Board of Directors and top-level management with the Company's Corporate Governance Manual in the meantime that a formal evaluation system has not been implemented.

The Company undertakes a self-evaluation process every year and any deviation from the Company's Corporate Governance Manual is reported to the Management and the Board of Directors together with the proposed measures to achieve compliance.

In 2013, the Company substantially adopted all the provisions of the Manual on Corporate Governance as prescribed by SEC Memorandum Circular No. 2, series of 2002 except for the following deviations and reasons thereof:

	Provision of the Manual	Explanation
<u>2.2.2.1</u>	Nomination Committee –The Board shall create a Nomination Committee to be composed of at least three (3) voting directors (one of whom must be independent) and one (1) non-voting member in the person of the Human Resources Director/Manager or similar officer.	The position of Human Resources Director/Manager is vacant due to limited number of employees. The Company will fill the position when it resumes normal operations. However, Mr. Gilbert V. Rabago (Finance & Admin. Manager) sits in as a non-voting member.
<u>2.2.5</u>	Internal Auditor - The Company shall have in place an independent internal audit function, which shall be performed by an Internal Auditor or a group of internal auditors, which shall report to the Audit Committee.	Due to limited transactions/ operations and lean workforce, the internal audit functions are presently being handled/conducted by the Finance & Admin. Manager. The Company will hire Internal Auditor/s in the future when it resumes normal operations.

The above deviations however would not materially affect the present operations of the Company.

The Board of Directors believes that the present practices for good corporate governance are sufficient inasmuch as operations are limited to care and maintenance. However, the Company shall adopt such improvement measures on its corporate governance as the exigencies of its business require from time to time and when the Company is certain that the Longos Mine will be reopened for rehabilitation and further development.

List of Directors/Committee Membership

As of December 2025

Directors	Executive/ Non -Executive/ Independent	Attended Corporate Governance Seminar	Committee Membership		
			Corporate Governance & Nomination	Audit & RPT	Compensation & Remuneration
Gerard Anton S. Ramos	Executive Director	√			
Adrian Paulino S. Ramos	Executive Director	√			

Presentacion S. Ramos*	Non-Executive Director	√			
Maureen Alexandra Consuelo S. Ramos-Padilla	Non-Executive Director	√			
Christopher M. Gotanco	Non-Executive Director	√	√	√	
Romeo L. Bato	Non-Executive Director	√		√	
Ramon Manuel M. Pineda**	Non-Executive Director	√		√	
John Peter C. Hager	Non-Executive Independent Director	√	√	√	√
Renato C. Valencia	Non-Executive Independent Director	√	√	√	√
Nicholas Justin H. Ang	Non-Executive Independent Director	√	√	√	√

*Mrs Presentacion resigned as director on November 25, 2025

** Mr. Ramon Manuel M. Pineda was elected as director on November 25, 2025

Item 22. Requirements of Section 49 of the Revised Corporation Code

a.1) Description of the Voting and Vote Tabulation procedures used in the previous meeting (2024 Annual Stockholders' Meeting)

In all items for approval, each voting share of stock entitles the registered owner as of the record date (June 13, 2025) to one vote:

In the election of directors, straight and cumulative voting was allowed. Each stockholder voted such number of shares for as many persons as there are directors to be elected, but he is entitled to cumulate the shares and give one nominee as many votes as the number of directors to be elected multiplied by the number of his shares, or to distribute them on the same principle among as many nominees as he shall see fit; provided that, the whole number of votes cast by him shall not exceed the number of shares owned by him multiplied by the total number of directors to be elected.

After successful registration at the Annual Stockholders' Meeting, each stockholder was provided with an electronic ballot to vote on each item or proposal in the agenda. All votes were counted and tabulated by the Electronic Committee composed of representatives from the Office of the Corporate Secretary.

Registration for the annual stockholders' meeting and tabulation of votes were conducted in the following manner:

- (1) Registration commenced by the filing of a scanned or digital copy of the completed Registration Form together with other required documents to unitedparagonmining@gmail.com beginning November 4, 2025 at 8:00 am until November 18, 2025 at 5:00pm.
- (2) The stockholder had the option to either vote in absentia, in which case the stockholder had to complete the ballot included in the Registration Form; or appointed the Chairman of the meeting as Proxy.

- (3) Upon validation by the Company, the stockholder received an email confirming their valid registration which shall also contained the link to the live webcast of the Meeting.
- (4) The Proxy Validation Committee tabulated all votes received through the Proxy or in absentia, and an independent third party validated the results.
- (5) Some Stockholders who notified the Company of their intention to attend the meeting remotely voted in advance and some during the meeting through the link provided to their email address. Votes were subjected to validation of an independent third party.

a.2.) Description of the Opportunity given to Stockholders to ask question and a record of the questions asked and answers given

Stockholders were given the opportunity to send their questions and/or comments during the meeting by email to unitedparagonmining@gmail.com with subject "ASM Question/Comment". Stockholders who participated in the Meeting sent their questions before the meeting. There has been no question received by the moderator.

a.3) Matter discussed and resolutions reached

1. Approval of the Minutes of the 24 July 2024 Annual Stockholders' Meeting

It has been moved and seconded that the reading of the Minutes of the last Annual Stockholders' Meeting be dispensed with and to approve the same without reading.

With the vote of the Chairman, majority of the outstanding capital stock of the Company entitled to vote, had voted in favour of the proposal.

2. Approval of the Company's Management Report

It has been moved and seconded that the Management Report, Annual Report and Financial Statements for 2024 be noted and approved.

With the vote of the Chairman, majority of the outstanding capital stock of the Company entitled to vote, had voted in favour of the proposal.

3. Approval of Acts and Resolutions of the Board of Directors and Management

It has been moved and seconded that all acts and resolutions of the Board of Directors and its Committees, as well as acts of Management taken or adopted since the Annual Stockholders' Meeting last 24 July 2024 until the date of this meeting 25 November 2025, noted and approved.

With the vote of the Chairman, majority of the outstanding capital stock of the Company entitled to vote, had voted in favour of the proposal.

4. Appointment of Independent External Auditor

It has been moved and seconded that the auditing firm of SycipGorresVelayo & Co. was appointed as the Corporation's external auditors for the ensuing fiscal year.

With the vote of the Chairman, majority of the outstanding capital stock of the Company entitled to vote, had voted in favour of the proposal.

5. Approval of the conversion of Outstanding Liabilities

The President likewise discussed Management's proposal for a debt conversion program in order to address the Company's negative stockholders' equity position. It involves the conversion into equity of qualified and outstanding liabilities of the company up to a maximum aggregate amount of Eight Hundred Eighty-One Million Eight Hundred Fifty Thousand Eight Hundred Forty-Eight Pesos (**₱881,850,848.00**).

Thereafter, upon motion duly made and seconded, the following resolutions were unanimously approved:

"RESOLVED, That the stockholders hereby approve the conversion of outstanding liabilities up to a maximum aggregate amount of Eight Hundred Eighty-One Million Eight Hundred Fifty Thousand Eight Hundred Forty-Eight Pesos (**₱881,850,848.00**) into common shares of the Corporation at the price of **₱0.01** per share (par value), to be issued from the unissued portion of the authorized capital stock, which conversion may cover any or all of the following:

"a. Conversion of unpaid royalties with accrued interest owed to Camarines Minerals, Inc. (CMI) or to its assignee-investor, in an amount of up to **₱400,000,000.00**, under such terms and conditions to be agreed upon by the parties and subject to the approval of their respective Boards;

"b. Conversion of liabilities to other creditors with an aggregate amount of up to **₱481,850,848.00**, which may include:

i. Conversion of a portion of the advances made by Alakor Corporation, with accrued interest, under such terms and conditions to be agreed upon by the parties and subject to Board approval;

ii. Conversion of all outstanding redeemable preferred shares, including any accrued interest and declared dividends, into common shares at a price of **₱0.01** per share, to be offered to all preferred shareholders of every class and subject to their acceptance; and

iii. Conversion of any or all bonds or convertible loan instruments, including accrued interest, into common shares at a price of **₱0.01** per share, to be offered to all bondholders.

"RESOLVED, FURTHER, That the stockholders hereby authorize and delegate to the Board of Directors the authority to negotiate with the concerned creditor/s, determine and approve the final terms and conditions of each conversion—including the identity of the creditor/s, amount of debt to be converted, number of shares to be issued, timing, and subscription process—and to issue the corresponding shares as full

payment for the converted obligations, subject to the requisite Board approvals and regulatory compliance.”

The Secretary certified that a total of **Two Hundred Thirty Five Billion Ninety-Seven Million One Hundred Seventy-One Thousand Three Hundred Ten (235,097,171,310)** shares of stock, representing 100% of the total voting shares represented in this meeting, which is **89.967%** or more than two-thirds (2/3) of the outstanding capital stock, have voted in favor of the approval of the conversion of outstanding liabilities up to a maximum aggregate amount of Eight Hundred Eighty-One Million Eight Hundred Fifty Thousand Eight Hundred Forty-Eight Pesos (₱881,850,848.00) into common shares of the Corporation at the price of ₱0.01 per share (par value), and to delegate to the Board of Directors the authority to negotiate with the concerned creditor/s, to determine and approve the final terms and conditions of each conversion—including the identity of the creditor/s, amount of debt to be converted, number of shares to be issued, timing, and subscription process—and to issue the corresponding shares as full payment for the converted obligations, subject to the requisite Board approvals and regulatory compliance.

6. Waiver of Pre-emptive rights of stockholders

The Chairman asked the Corporate Secretary to explain the matter on Management’s request for waiver of pre-emptive rights.

The Corporate Secretary informed the stockholders that considering that the proposed issuance of shares will be made in payment of previously contracted debts, the transaction is an express exception to pre-emptive rights, but requires the approval of stockholders representing at least two-thirds (2/3) of the outstanding capital stock, at a duly called meeting, pursuant to Sec. 38 of the Revised Corporation Code. Should the required number of votes be attained, this approval will validate the waiver of any pre-emptive rights of existing stockholders and shall authorize the issuance of the shares to the concerned creditors after conversion.

Thereafter, upon motion duly made and seconded, the following resolution was unanimously approved:

“RESOLVED, That the stockholders hereby waive their pre-emptive rights to subscribe to the shares to be issued in connection with the foregoing contemplated debt-to-equity conversions, pursuant to Section 38 of the Revised Corporation Code, to enable the Corporation to issue shares directly to the creditors or investors participating in the conversions.

TABULATION OF VOTES				
	RESOLUTION	FOR	AGAINST	ABSTAIN
I	Advance Stockholders’ Authority for Planned Equity Conversion Transactions			
	1. Conversion of outstanding liabilities of up to a maximum aggregate amount of Eight Hundred Eighty-One Million Eight Hundred Fifty Thousand Eight Hundred Forty-Eight Pesos (₱881,850,848) into common shares of the Corporation at a price of ₱0.01 per share (par value), to be issued from the unissued portion of the Corporation’s authorized capital stock, subject to terms and conditions to be	235,097,171,310	0	0

	agreed upon by the parties and subject to the approval of their respective Boards, which shall cover any or all of the following: a. Conversion of unpaid royalties with accrued interests owed to CMI or to its assignee investor, of up to Four Hundred Million Pesos (₱400,000,000.00), under such terms and conditions to be agreed upon by the parties and subject to the approval of their respective Boards; b. Conversion of liabilities to other creditors with an aggregate amount of up to Four Hundred Eighty-One Million Eight Hundred Fifty Thousand Eight Hundred Forty-Eight Pesos (₱481,850,848.00) which may involve any or all of the following: i. Conversion of a portion of the advances made by Alakor Corporation, with accrued interests, under such terms and conditions to be agreed upon by the parties and subject to the approval of their respective Boards; ii. Conversion of all outstanding redeemable preferred shares, including any accrued interests and declared dividends, into common shares at a price of ₱0.01 per share, to be offered to all preferred shareholders of every class and subject to their acceptance; iii. Conversion of any or all bonds issued, including accrued interest, into common shares at a price of ₱0.01 per share, to be offered to all bondholders.	235,097,171,310	0	0
	2. The delegation to the Board of Directors of the authority to negotiate with the concerned creditor/s, determine and approve the final terms and conditions of each conversion (including the identity of the creditor/s, amount of debt to be converted, number of shares to be issued, timing, and subscription process), and to issue the corresponding shares as full payment for the converted obligations, subject to the requisite board approvals and regulatory compliance	235,097,171,310	0	0
	3. Waiver of any pre-emptive rights of existing stockholders over the shares to be issued under such conversion, pursuant to Section 38 of the Revised Corporation Code.			

7. Election of Directors

Upon their nominations, duly seconded, the following were duly elected directors for the term 2024-2025, to serve as such until their successors are duly elected and qualified under the by-laws of the Corporation.

1. **GERARD ANTON S. RAMOS**
2. **ADRIAN PAULINO S. RAMOS**

3. **MAUREEN ALEXANDRA S. RAMOS-PADILLA**
4. **CHRISTOPHER M. GOTANCO**
5. **ROMEO L. BATO**
6. **RAMON MANUEL M. PINEDA**
7. **JOHN PETER C. HAGER (ID)**
8. **RENATO C. VALENCIA (ID)**
9. **NICHOLAS JUSTIN H. ANG**

With the vote of the Chairman, majority of the outstanding capital stock of the Company entitled to vote, had voted in favour of the proposal.

1. Record of Voting results for each agenda item

There were **235,097,171,310 votes** from stockholders owning or representing 89.967% of the outstanding capital stock of the Company entitled to vote, in favor of the approval of the minutes of the Annual Stockholders' Meeting held on November 25, 2025.

There were **235,097,171,310 votes** from stockholders owning or representing 89.967% of the outstanding capital stock of the Company entitled to vote, in favor of the approval of the Company's Annual Report and Audited Consolidated Financial Statements for the year ending December 31, 2024, as presented.

There were **235,097,171,310 votes** from stockholders owning or representing 89.967% of the outstanding capital stock of the Company entitled to vote, in favor of the Minutes of the meetings, and all acts and resolutions taken or adopted by the Board of Directors, Board Committees and Management since the Annual Meeting of Stockholders on July 24, 2024 up to the date of the 2025 Annual Stockholders' Meeting.

There were **235,097,171,310 votes** from stockholders owning or representing 89.967% of the outstanding capital stock of the Company entitled to vote, in favor of the appointment of the SycipGorresVelayo & Co. as external auditor of the Company for fiscal year 2025.

There were **235,097,171,310 votes** from stockholders owning or representing 89.967% of the outstanding capital stock of the Company entitled to vote, in favor of the nine (9) elected Board of Directors of the Company, to serve as such beginning November 25, 2025 and until their successors are elected qualified:

1. **GERARD ANTON S. RAMOS**
2. **ADRIAN PAULINO S. RAMOS**
3. **MAUREEN ALEXANDRA S. RAMOS-PADILLA**
4. **CHRISTOPHER M. GOTANCO**
5. **ROMEO L. BATO**
6. **RAMON MANUEL M. PINEDA**
7. **JOHN PETER C. HAGER (ID)**
8. **RENATO C. VALENCIA (ID)**
9. **NICHOLAS JUSTIN H. ANG (ID)**

A. List of Directors or trustees, officers and stockholders or members who attended the meeting:

Directors

1. Mr. Gerard Anton S. Ramos
2. Mr. Adrian Paulino S. Ramos
3. Ms. Maureen Alexandra Ramos-Padilla
4. Mr. Christopher M. Gotanco
5. Mr. Romeo L. Bato
6. Mr. Ramon Manuel M. Pineda
7. Mr. John Peter C. Hager (Independent Director)
8. Mr. Renato C. Valencia (Independent Director)
9. Mr. Nicholas Justin H. Ang (Independent Director)

Officers

10. Mr. Gerard Anton S. Ramos
11. Mr. Adrian Paulino S. Ramos
12. Atty. Iris Marie U. Carpio-Duque
13. Atty. Josephine L. Ilas
14. Mr. Gilbert V. Rabago
15. Atty. Adrian S. Arias

Stockholders

16. Ms. Rosenda R. Rosaria
17. Ms. Nenita M. Sison

7. B) List of Material Information on the current stockholders, and their voting rights

A complete list of registered Stockholders as of June 13, 2025 was submitted to the PSE & SEC.

Voting Right and Right to Participate at Stockholders Meeting

- i. In all items for approval, each share of stock entitles its registered owner as of the record date to one vote.

Voting shall be by poll and the Company shall provide the mechanism to implement the same at every stockholder's meeting.

- ii. For the election for directors, every stockholder shall have the right to vote, in person or by proxy, the number of shares owned by him for as many persons as there are directors to be elected, or to cumulate his votes by giving one candidate as many votes as the number of such directors multiplied by the number of his shares shall equal, or distributing such votes on the same principle among any number of candidates.
- iii. The stockholders shall also have an opportunity during the stockholders' meeting to ask questions and raise their issues relevant to the agenda items. The minutes of the meeting shall record the shareholders questions and corresponding answers given by the directors and officers of the Company.
- iv. The Board encourages active shareholder participation by making the result of the voted taken during the most recent Annual or Special Shareholders' Meeting publicly available. In addition, the Minutes of the Annual and Special Shareholders' Meeting is also made

available on the Company website within five (5) business days from the end of the meeting.

7. C) Directors' Training and Continuing Education

The Company holds annual Corporate Governance online webinar for its Directors on November 14, 2025, with training provider Risk, Opportunities and Assessment Management (ROAM), Inc.

The following Directors attended the seminar:

Ms. Presentacion S. Ramos
 Mr. Adrian Paulino S. Ramos
 Mr. Gerard Anton S. Ramos
 Ms. Maureen Alexandra Ramos-Padilla
 Mr. Christopher M. Gotanco
 Mr. Romeo L. Bato
 Mr. John Peter C. Hager
 Mr. Renato C. Valencia
 Mr. Nicholas Justin H. Ang

8. D) Directors Attendance Report

Year 2025 United Paragon Mining Corporation	BOD Meeting Attendance Date of Meeting Legend: Present (✓) Absent (X)										Board Committee Meeting Attendance				
	Number of Meetings										Total	%	2	1	2
	Nine (9)												CGN	C&R	Audit /RPT
Board of Directors	04/21	05/28	06/26	08/19	10/13	10/29	11/24	11/25*	12/22						
Gerard Anton S. Ramos	✓	✓	✓	✓	✓	✓	✓	✓	✓	9/9	100%	-	-	-	
Adrian Paulino S. Ramos	✓	✓	✓	✓	✓	✓	✓	✓	✓	9/9	100%	-	-	-	
Presentacion S. Ramos**	✓	✓	✓	✓	✓	✓	✓	-	-	9/9	100%	-	-	-	
Maureen Alexandra Consuelo S. Ramos-Padilla	✓	✓	✓	✓	✓	✓	✓	✓	✓	7/7	100%	-	-	-	
Christopher M. Gotanco	✓	✓	✓	✓	✓	✓	✓	✓	✓	9/9	100%	M 2/2	-	M 2/2	
Romeo L. Bato	✓	✓	✓	✓	✓	✓	✓	✓	✓	9/9	100%	-	-	M 2/2	
Ramon Manuel M. Pineda***	-	-	-	-	-	-	-	✓	✓	2/2	100%	-	-	M 1/1	
John Peter C. Hager	✓	✓	✓	✓	✓	✓	✓	✓	✓	9/9	100%	C 2/2	M 1/1	M 2/2	
Renato C. Valencia	✓	✓	✓	✓	✓	✓	✓	✓	✓	9/9	100%	M 2/2	M 1/1	C 2/2	
Nicholas Justin H. Ang	✓	✓	✓	✓	✓	✓	✓	✓	✓	9/9	100%	M 2/2	C 1/1	M 2/2	
Officers										9/9	100%				
Iris Marie U. Carpio-Duque	✓	✓	✓	✓	✓	✓	✓	✓	✓	9/9	100%	M- Non Voting 2/2	-	-	
Gilbert V. Rabago	✓	✓	✓	✓	✓	✓	✓	✓	✓	9/9	100%	-	-	-	
Josephine L. Ilas	✓	✓	✓	✓	✓	✓	✓	✓	✓	9/9	100%	-	-	-	

*Annual Stockholders' Meeting and Organizational Meeting

**Mrs. Presentacion S. Ramos resigned last November 25, 2025/

***Mr. Ramon Manuel M. Pineda (Regular Director) was elected last November 25, 2025

C-Chairman, M-Member, BOD- Board of Directors, CGN-Corporate Governance & Nomination,

C&R-Compensation and Remuneration

Audit/RPT- Audit and Related Party Transaction

1. **For the year 2025**, directors received P2,000 for attending the meeting. The Company paid a total of P162,000 as directors' per diem in 2025.
2. **For the year 2024**, directors received P2,000 for attending the meeting. The Company paid a total of P52,000 as directors' per diem in 2024.

7. E) Appraisals and performance report for the board and the criteria and procedure for assessment.

The company recognizes that in order to sustain good corporate governance within the organization, the same sound culture must be upheld and cultivated from the top. It is therefore of paramount importance to monitor the governance structure and performance of the Board of Directors (the Board) and top management according to their roles, responsibilities and accountabilities.

It has been the policy and practice of the Company for its Board to conduct an Annual Self-Assessment exercise through a questionnaire given to each Director at the last regular meeting for the year, for the purpose of evaluating the performance of the Board that year and the effectiveness of the Company's governance processes, and seeking ways to improve such performance.

The Company continually review this assessment process to take into consideration leading practices in corporate governance. The self-rating form had been revised to cover appraisal of the Board as a governing unit, of individual directors, of the different Board Committees, and of management including the President.

The assessment criteria include the structure, efficiency, and effectiveness of the Board, participation and engagement of each director, contribution of each member director to their respective Committees, and the performance of management. The criteria also reflect the specific duties, responsibilities, accountabilities of each party assessed as provided in the Company's By-Laws, Manual on Corporate Governance, Board Committee Charters and government policies.

Moreover, the questionnaire allows the Director to provide the comments and suggestions to further enrich the assessment process. In case clarification is needed on this policy and the performance assessment exercise, the Board addresses their queries to the Compliance Officer.

Facilitated by the Corporate Secretary, the annual self-rating form is required to be accomplished and signed by each individual director, the submitted to the Office of the Corporate Secretary within 30 days from receipt of the form.

The Corporate Secretary collates the results of the assessment and reports the same to the Board at a subsequent regular meeting prior to the annual stockholders' meeting. The self-rating form may be further amended by the Office of the Corporate Secretary as deemed necessary, provided that the form remains compliant with the sound corporate governance standards and practices applicable law.

7. F) Directors' disclosures on self-dealing and related party transactions.

There were no transactions with Directors, Officers or any principal stockholders (owning at least 10% outstanding shares of the Company) that are not in the ordinary course of business of the Company. No related party transactions were entered into by any Director in 2025 that required review by the Audit and Related Party Transaction Committee and further approval by the Board in accordance with the RPT Policy of the Company. There have been no complaints, disputes or problems regarding related party transactions of the Company. The Company observes an arm's length policy in its dealings with related parties.

SEC Form 17-A

A COPY OF THE COMPANY'S ANNUAL REPORT ON SEC FORM 17-A WILL BE PROVIDED WITHOUT CHARGE TO EACH PERSON UPON WRITTEN REQUEST OF ANY SUCH PERSON ADDRESSED TO:

**THE OFFICE OF THE CORPORATE SECRETARY
6th Floor, Quad Alpha Centrum Building
125 Pioneer Street, Mandaluyong City, 1550**

Signature

After reasonable inquiry and to the best of my knowledge and belief, I certify that the information set forth in this report is true, complete and correct. This report is signed in the City of Mandaluyong on June 24, 2026.

UNITED PARAGON MINING CORPORATION

By:



IRISMARIE U. CARPIO-DUQUE

Corporate Secretary

Mandaluyong City, Philippines

ANNEX “A”

UNITED PARAGON MINING CORPORATION 2026 ANNUAL STOCKHOLDERS’ MEETING GUIDELINES ON PARTICIPATION BY REMOTE COMMUNICATION

I. Coverage

Stockholders of **UNITED PARAGON MINING CORPORATION** (the “Company”) who are unable to physically attend the Company’s Annual Stockholders’ Meeting on July 29, 2026 and who have: (a) appointed the Chairman of the meeting as Proxy, or (b) upon valid registration chose to electronically vote in absentia after advising the Company of their intention to attend the Meeting remotely.

II. Registration

1. **Who may Register** – Stockholders of Record as of May 15, 2026.
2. **When to Register**– Registration period for Stockholders who intend to appoint the Chairman as Proxy, or to electronically vote in absentia shall start on July 8, 2026 at 8:00 am until July 22, 2026 at 5:00 pm, Philippine time (“Registration Period”). Beyond this date, Stockholders may no longer avail of the option to electronically vote in absentia.
3. **How to Register** - The Shareholder must send a scanned or digital copy of their Registration Form, herein attached, together with the following documents to the email address unitedparagonmining@gmail.com within the Registration Period, for validation.

Individual Stockholders–

- a. A recent photo of the Stockholder, with the face fully visible.
- b. Scanned or digital copy of the front and back portions of the Stockholder’s valid government-issued identification card, preferably with residential address.
- c. Contact details

Stockholders with Joint Accounts –

- a. Scanned or digital copy of authorization letter signed by all Stockholders, identifying who among them is authorized to cast the vote for the account.
- b. A recent photo of the authorized Stockholder, with the face fully visible.
- c. Scanned or digital copy of the front and back portions of the authorized Stockholder’s valid government-issued identification card, preferably with residential address.
- d. Contact details of the authorized Stockholder.

Broker Accounts –

- a. Scanned or digital copy of broker’s certification on the Stockholder’s number of shareholdings.
- b. A recent photo of the Stockholder, with the face fully visible.
- c. Scanned or digital copy of the front and back portions of the Stockholder’s valid government-issued identification card, preferably with residential address.
- d. Contact details.

Corporate Stockholders –

- a. Scanned or digital copy of signed secretary’s certificate attesting to the authority of the representative to vote for, and on behalf of the Corporation.
- b. A recent photo of the stockholder’s representative, with the face fully visible.

- c. Scanned or digital copy of the front and back portions of the valid government issued identification card of the Stockholder's representative, preferably with residential address.
- d. Contact details of the Stockholder's representative. Stockholders with incomplete requirements will not be able to register online and vote electronically in absentia, but may still vote by sending a proxy (appoint the Chairman of the Company as proxy) to the Annual Stockholders' Meeting.

4. Validation of Registration.

The validation of the Stockholder's Registration Form shall be completed by the Company within three (3) business days from receipt thereof.

The Company will send an email confirming successful validation of the Stockholder's registration. Please note that submission of incomplete or inconsistent information may result in an unsuccessful registration.

The Registration Form can be accessed and downloaded at our website <http://www.unitedparagonmining.com/>

Note: The Company shall allow electronic signature for the required documents, as applicable. Notarization requirement shall also be dispensed with at this time. However, the Company reserves the right to request additional information, and original signed and notarized copies of these documents at a later date, as it deems necessary.

III. Right to Vote

1. The Stockholder Appointing the Chairman as Proxy:

Stockholders may give the Chairman, as Presiding Officer, the authority to vote in all matters for approval, by appointing the Chairman as Proxy in the Stockholders' Registration Form.

2. The Stockholder Votes in Absentia:

- a. For items other than the Election of Directors, the registered Stockholder has the option to vote: For, Against, or Abstain. The vote is considered cast for all the registered Stockholder's shares.
- b. For the Election of Directors, the registered Stockholder may vote for all nominees, not vote for any of the nominees, or vote for some nominees only, in such number of shares as preferred by the Stockholder, provided that the total number of votes cast shall not exceed the number of shares owned, multiplied by the number of directors to be elected.

The votes cast in absentia will have equal effect as votes cast by proxy.

5. Stockholder Participating through Remote Communication:

Stockholders participating through remote communication may either vote prior to or during the Annual Stockholders' Meeting provided they have validly registered within the Registration Period.

Upon successful registration, Registered Stockholders will receive an electronic mail containing the link they can access to cast their votes. For verification, the Registered Stockholder will have to fill in their data and certify their information on the link provided. The

Stockholder may edit their votes but once the Registered Stockholder clicks the Submit button, votes are irreversible.

IV. Tabulation & Validation of Votes in Absentia or by Proxy

The Proxy Validation Committee will tabulate all votes received through Proxy or in absentia, and an independent third party will validate the results. Stockholders who register and vote are hereby deemed to have given their consent to the collection, use storing, disclosure, transfer sharing and general processing of their personal data by the Corporation and by any other relevant third party for the purpose of electronic voting in absentia for the Annual Stockholders' Meeting and for all other purposes for which the Stockholder can cast his/her/its vote as a stockholder of the Corporation.

V. Determination of Quorum

Only those Stockholders who have notified the Company of their intention to participate in the Annual Stockholders' Meeting by remote communication, and who have successfully registered during the Registration Period, together with the Stockholders who voted by proxy or in absentia will be included in the determination of quorum.

Access to the Live Meeting

The Company will send the registered Stockholders the link to the live webcast of the Annual Stockholder's Meeting through the email confirming their successful registration or at least no later than two (2) business days prior to the date of the Meeting. Registered Stockholders may be required to download an application or register an account to access the live webcast of the meeting. For any technical assistance, Stockholders may send their questions or concerns prior to the date of the meeting via email to unitedparagonmining@gmail.com with the subject "Technical Assistance" where our IT personnel can assist them.

VII. Stockholders' Questions/Comments During the Meeting

Stockholders may send their questions and/or comments during the meeting by email to unitedparagonmining@gmail.com with subject "ASM Question/Comment". Stockholders who will participate in the Meeting are encouraged to send their questions, comments and motions before the meeting. Relevant questions on the agenda items will be read by the Moderator and will be answered by concerned officers during the meeting

VIII. Recording of the Annual Meeting

Upon adjournment, the Company shall post the link to the recorded webcast of the Annual Stockholder's Meeting on the Company's website, for two (2) weeks. Within this period, Stockholders may raise with the Company any issues, clarifications and concerns on the Annual Stockholder's Meeting conducted.

IX. Other Matters

For any clarifications or other concerns, Stockholders may contact the Office of the Corporate Secretary at unitedparagonmining@gmail.com or through telephone nos. +632 8631-8173 / 0917-6764515.

CERTIFICATE OF INDEPENDENT DIRECTORS

I, **RENATO C. VALENCIA**, Filipino of legal age and resident of 331 Ma. Cristina Road Ayala Alabang Village, Muntinlupa City, after having been sworn to in accordance with law do hereby declare that:

1. I am an independent director of **UNITED PARAGON MINING CORPORATION** and have been its independent director since July 2019.
2. I am affiliated with the following companies or organizations:

Company / Organization	Position/ Relationship	Period of Service/Status
1 EEI Corporation	ID	Sept. 8, 2015 to date
2 I-People Inc.	Chairman/ ID	Sept. 2, 2005 to date/ 2003 to Sept. 2, 2005
3 United Paragon Mining Corporation	ID	July 2019 to date
4 Omnipay Inc.	Vice Chairman Director	January 2014 to date 2009 to date

**ID – Independent Director RD – Regular Director*

3. I possess all the qualifications and none of the disqualifications to serve as an Independent Director of United Paragon Mining Corporation, as provided for in Section 38 of the Securities Regulation Code, its Implementing Rules and Regulations and other SEC issuances.
4. I am not related to any of the director/officer/substantial shareholder of United Paragon Mining Corporation and its subsidiaries and affiliates, in any relationship provided under Rule 38.2.3 of the Securities Regulation Code.

Name of Director/Officer/Substantial Shareholder	Company	Nature of Relationship
	Not Applicable	

5. To the best of my knowledge, I am not the subject of any pending criminal or administrative investigation or proceeding.
6. I am not connected with any government agencies or its instrumentalities as of this filing.

7. I shall faithfully and diligently comply with the duties and responsibilities as an independent director under Securities Regulation Code and its Implementing Rules and Regulations, Code of corporate Governance and other SEC issuances.
8. I shall inform the Corporate Secretary of United Paragon Mining Corporation of any changes in the abovementioned information within five (5) days from its occurrence.

Done this JUN 11 2026 day of _____ at Mandaluyong City


RENATO C. VALENCIA
Affiant

SUBSCRIBED AND SWORN to before me this JUN 11 2026 day of _____ at Mandaluyong City,
affiant exhibiting to me his

Doc. No. 468
Page No. 95
Book No. I
Series of 2026.




ATTY. IRIS MARIE U. CARPIO
NOTARY PUBLIC, CITY OF MANDALUYONG
APPT. NO. 0374-26 / UNTIL DECEMBER 31, 2027
QUAD ALPHA CENTRUM, 125 PIONEER STREET
MANDALUYONG CITY 1550
TR NO. 6035246/ MANDALUYONG CITY / 01-06-2026
IBP NO. 590814 / 01-07-2026 / QC CHAPTER
MCLE COMPLIANCE NO. VIII-0015359 / 04-14-2028
ROLL NO. 51028 (2005)

CERTIFICATION OF INDEPENDENT DIRECTOR

I, **NICHOLAS JUSTIN H. ANG**, Filipino, of legal age and resident of 17 Magnolia Street Wack Wack Village Mandaluyong City, after having been duly sworn to in accordance with law do hereby declare that:

1. I am a nominee for Independent Director of **United Paragon Mining Corporation** and have been its Independent Director since July 28, 2023;
2. I am affiliated with the following companies or organizations:

Company/Organization	Position / Relationship	Period of Service
Anglo Philippine Holdings Corporation	Independent Director	2023-present
023Yorkey Supreme Development Corp	President	2008-present
Steamlogic Inc.	Director	2015-present
Quinta Ventures Inc.	President	2019-present
NI Capital	Director	2021-present
Crownpointe Tower Association	President	2015-present

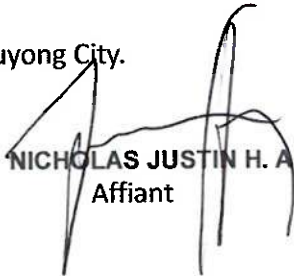
3. I possess all the qualification and none of the disqualifications to serve as an Independent Director of **United Paragon Mining Corporation**, as provided for in Section 38 of the Securities Regulation Code and its Implementing Rules and Regulation.
4. I am not related to the following director/officer/substantial shareholder of Anglo Philippine Holdings Corporation and its subsidiaries and affiliates, in any relationship provided under Rule 38.2.3 of the Securities Regulation Code.

Name of Director/Officer/Substantial	Company	Nature of Relationship
	Not Applicable	

5. To the best of my knowledge, I am not the subject of any pending criminal or administrative investigation or proceeding.
6. I am not connected with any government agencies or its instrumentalities as of this filing.
7. I shall faithfully and diligently comply with my duties and responsibilities as Independent Director under the Securities Regulation Code.

8. I shall inform the Corporate Secretary of **United Paragon Mining Corporation** of any changes in the abovementioned information within five (5) days from its occurrence.

DONE this JUN 11 2026 day of 2026 at Mandaluyong City.


NICHOLAS JUSTIN H. ANG
Affiant

JUN 11 2026
SUBSCRIBED AND SWORN to before me this day of 2026 at
Mandaluyong City affiant personally appeared before me and exhibited to me

Doc. No. 471
Page No. 96
Book No. I
Series of 2026.




ATTY. IRIS MARIE U. CARPIO
NOTARY PUBLIC - CITY OF MANDALUYONG
APPT. NO. 0374-26 / UNTIL DECEMBER 31, 2027
QUAD ALPHA CENTRUM, 125 PIONEER STREET
MANDALUYONG CITY 1550
PTR NO. 6035246 / MANDALUYONG CITY / 01-06-2026
IBP NO. 590814 / 01-07-2026 / QC CHAPTER
MCLE COMPLIANCE NO. VIII-0015359 / 04-14-2028
ROLL NO. 51028 (2005)

CERTIFICATE OF QUALIFICATIONS INDEPENDENT DIRECTORS

I, **CARMELO EMMANUEL T. CORRO**, , Filipino of legal age and resident of 109 Tordesillas Street, Brgy. Bel-Air Makati City, after having been sworn to in accordance with law do hereby declare that:

1. I am a nominee for independent director of **UNITED PARAGON MINING CORPORATION** which is scheduled on July 29, 2026.
2. I am affiliated with the following companies or organizations:

Company / Organization	Position/ Relationship	Period of Service/Status
1 Green Renewable Holdings Corp.	Director	2025 to date
2 Bukidnon Power Corp.	Director	2015 to 2020
3 Bukidnon Solar Power Corp.	Director	2025 to date

3. I possess all the qualifications and none of the disqualifications to serve as an Independent Director of United Paragon Mining Corporation, as provided for in Section 38 of the Securities Regulation Code, its Implementing Rules and Regulations and other SEC issuances.
4. I am not related to any of the director/officer/substantial shareholder of United Paragon Mining Corporation and its subsidiaries and affiliates, in any relationship provided under Rule 38.2.3 of the Securities Regulation Code.

Name of Director/Officer/Substantial Shareholder	Company	Nature of Relationship
	Not Applicable	

5. To the best of my knowledge, I am not the subject of any pending criminal or administrative investigation or proceeding.
6. I am not connected with any government agencies or its instrumentalities as of this filing.
7. I shall faithfully and diligently comply with the duties and responsibilities as an independent director under Securities Regulation Code and its Implementing Rules and Regulations, Code of corporate Governance and other SEC issuances.

8. I shall inform the Corporate Secretary of United Paragon Mining Corporation of any changes in the abovementioned information within five (5) days from its occurrence.

Done this JUN 16 2026 day of _____ at Mandaluyong City


CARMELLO EMMANUEL T. CORRO
Affiant

SUBSCRIBED AND SWORN to before me this JUN 16 2026 day of _____ at Mandaluyong City,
affiant exhibiting to me _____

Doc. No. 482
Page No. 98
Book No. I
Series of 2026.

Affixed Documentary Stamp

No. 15790862

Date: JUN 16 2026

Php 30.00




ATTY. IRIS MARIE U. CARPIO
NOTARY PUBLIC - CITY OF MANDALUYONG
APPT. NO. 0374-26 / UNTIL DECEMBER 31, 2027
QUAD ALPHA CENTRUM, 125 PIONEER STREET
MANDALUYONG CITY 1550
PTR NO. 6035246 / MANDALUYONG CITY / 01-06-2026
IBP NO. 590814 / 01-07-2026 / QC CHAPTER
MCLE COMPLIANCE NO. VIII-0015359 / 04-14-2028
ROLL NO. 51028 (2005)

CERTIFICATION

This is to certify that **Ms. MAUREEN ALEXANDRA S. RAMOS-PADILLA** has been appointed as a Member of the Governing Board of the National Book Development Board (NBDB), representing the private sector (*the booksellers in the book publishing industry*).

By virtue of such appointment, she assumes the powers and functions of a member of the Governing Board outlined in Section 8 of the Republic Act (RA) No. 8047 or the "*Book Publishing Industry Development Act*".

The NBDB neither conducts nor engages in any business or activities in the mining field. Hence, we are of the position that the functions of Ms. Ramos-Padilla as Director of the mining corporation mentioned in your letter **"do not constitute conflict"** with her functions as a Member of the NBDB Governing Board pursuant to RA No. 8047.

This certification is hereby issued for whatever legal purpose it may serve her.

Issued this **25th** day of **May 2026**, at NBDB Office, 21st Floor, The Upper Class Tower, Quezon Avenue corner Scout Reyes St. Diliman, Quezon City.



CHARISSE AQUINO-TUGADE
Executive Director

UNITED PARAGON MINING CORPORATION
LIST OF STOCKHOLDERS
As of 5/15/2026

NAME	SHARES ISSUED & OUTSTANDING
ALAKOR SECURITIES CORPORATION	197,178,850
ALPHA SECURITIES CORPORATION	500,000
ANSALDO, GODINEZ & COMPANY, INC.	5,562,500
ANSELMO TRINIDAD & CO., INC.	125,000
ASIAN CAPITAL EQUITIES, INC. A/C CMXNO129	250,000
ASIAN OCEANIC MERIT SEC., INC. FAO CHP698	25,000
AURORA SECURITIES, INC.	1,250,000
BA SECURITIES, INC.	3,625,000
BENJAMIN CO CA & COMPANY, INC.	3,145,000
CATHAY SECURITIES CO., INC. A/C#000001	2,500
CATHAY SECURITIES CO., INC. A/C#1066	500,000
CATHAY SECURITIES CO., INC. A/C#1116	5,000,000
CATHAY SECURITIES CO., INC. A/C#1130	230,250
CATHAY SECURITIES CO., INC. A/C#1343	12,500
CATHAY SECURITIES CO., INC. A/C#1621	2,500,000
CATHAY SECURITIES CO., INC. A/C#1663	300,000
CATHAY SECURITIES CO., INC. A/C#1831	1,250,000
CATHAY SECURITIES CO., INC. A/C#2598	2,500,000
CATHAY SECURITIES CO., INC. VA/C#2689	250,000
CITISECURITIES, INC.	2,500,000
CONNELL SECURITIES, INCORPORATED	6,750,000
DAVID GO SECURITIES CORPORATION	1,250,000
E. CHUA CHIACO SECURITIES, INC.	500,000
EBC SECURITIES CORPORATION	7,602,500
FEB STOCK BROKERS, INC.	350,000
FORTUNE SECURITIES, INC.	12,500
FPSC	200,000
FRANCISCO ORTIGAS SECURITIES, INC.	62,500
FRANCISCO ORTIGAS SECURITIES, INC. A/C#6586	362,500
FRANCISCO ORTIGAS SECURITIES, INC. A/C#8140	112,500
FRANCISCO ORTIGAS SECURITIES, INC. ACCOUNT NO 5750	750,000
FRANCISCO ORTIGAS SECURITIES, INC. ACCOUNT NO. 555	500,000
FRANCISCO ORTIGAS SECURITIES, INC. ACCOUNT NO. 793	217,500
G & L SECURITIES COMPANY, INC.	868,750
G.D. TAN & COMPANY, INC.	1,250,000
GENESIS GLOBAL SECURITIES, INC.	637,500
GUILD SECURITIES, INC.	2,750,000
GUILD SECURITIES, INC.	1,250,000
GUOCO SECURITIES (PHILS.), INC.	350,000
HDI SECURITIES, INC. A/C CRUZM003	500,000
HDI SECURITIES, INC. A/C VILLC001	500,000
I. ACKERMAN & COMPANY, INC.	75,000
INVESTORS SECURITIES, INC.	3,250,000
J.M. BARCELON & COMPANY, INC. SALT-001	250,000
J.M. BARCELON & COMPANY, INC. SINJ-001	1,250,000
KEPPEL SECURITIES PHILIPPINES, INC. A/C#1722	250,000
KERRY SECURITIES (PHILS.), INC. RPS01	49,250,000
MARINO OLONDRIZ Y CIA	5,550,000
MDR SECURITIES, INC.	1,500,000
MERIDIAN SECURITIES, INC. A/C 1233	250,000
MOUNT PEAK SECURITIES, INC.	125,000
ORIENTRADE SECURITIES INC.	375,000
ORTIGAS, REYES, LAT & CO., INC.	175,000
PAN ASIA SECURITIES CORPORATION	1,750,000

UNITED PARAGON MINING CORPORATION
LIST OF STOCKHOLDERS
As of 5/15/2026

NAME	SHARES ISSUED & OUTSTANDING
PIERCE INTERLINK SECURITIES, INC.	4,700,000
PNB SECURITIES, INC.	500,000
PRIME SECURITIES CORPORATION	250,000
PROBITY SEC. MGMT. CORP. FAO: ROSEMARIE FLORENDO	625,000
R. COYIUTO SECURITIES, INC.	500,000
REGINA CAPITAL DEV. CORP. 000757	2,175,000
REGINA CAPITAL DEV. CORP. 000971	1,000,000
REGINA CAPITAL DEVELOPMENT CORPORATION /000553	25,000
REGINA CAPITAL DEVELOPMENT CORPORATION A/C#000576	1,250,000
RTG & COMPANY, INC.	500,000
SAPPHIRE SECURITIES, INC.	22,500
SAPPHIRE SECURITIES, INC. (001442)	50,000
SQUIRE SECURITIES, INC.	250,000
SUMMIT SECURITIES, INC.	5,000,000
TOWER SECURITIES, INC.	2,500,000
UBP SECURITIES INC.	25,000
UY-TIOCO & COMPANY, INC. A/C#M3423-G2347-A-0	50,000
WEALTH SECURITIES, INC.	1,000,000
WESTIN SECURITIES CORPORATION	500,000
WOLFF & CO., INC.	2,529,000
YAO & ZIALCITA, INC.	837,500
YU & COMPANY, INC.	500,000
BROKER	342,321,850
AACTC FAO TA# 93-059	12,500
ALAKOR CORPORATION	50,000,000,000
ANGLO PHILIPPINE HOLDINGS CORPORATION	60,000,000,000
ANSI INDL PRODUCTS ELECT. SERVICES	44,100
CAMARINES MINERALS, INC.	1,252,097,050
CONQUEST LINKAGES CORPORATION	12,500
CONQUEST LINKAGES CORPORATION	12,500
HAPI ILOILO CORPORATION	1,000,000
HEIRS OF FIDEL & TERESITA REYES, INCORPORATED	3,625,000
HYDEE MANAGEMENT & RESOURCE CORP.	12,600,600
ITAMI VENTURES INTL INC.	2,950
J&T REALTY	750,000
J. L. HOLDINGS CORPORATION	6,150
LANCASTER HOLDINGS LIMITED	5,235,537,900
MARSMAN FOUNDATION INC.	50,000
NSA PHILIPPINES, INC.	500,000
PCD NOMINEE CORPORATION - FILIPINO	142,015,052,086
PCD NOMINEE CORPORATION - OTHERS	679,646,132
PROCURADOR GENERAL DE PADRES FRANCISCANO DE MANILA	2,000,000
RCBC TA #33-430-8	200,000
SEC ACCOUNT FAO: VARIOUS CUSTOMERS OF GUOCO SEC. (	3,890,000
THE MARSMAN FOUNDATION, INC.	8,947,500
TRADERS ROYAL BANK T/A 94-329	250,000
TRADERS ROYAL BANK TRUST ACCT #84-234	450,000
VALMORA INVESTMENT AND MANAGEMENT CORP.	80,000,000
CORPORATION	259,296,686,968

UNITED PARAGON MINING CORPORATION
LIST OF STOCKHOLDERS
As of 5/15/2026

NAME	SHARES ISSUED & OUTSTANDING
ABALOS, MARIETTA &/OR FRANK MARTIN ABALOS	200,000
ABELLA, ANESIA	500,000
ABESAMIS, GRACE	50,000
ABIOG, ROLANDO R.	5,000
ABRENICA, CORAZON	500
ABRUGAR, MA. JOSEFINA C.	250,000
ACAYAN, ROMMEL	12,500
ACORDA, CYNTHIA DOROTHY I.	250,000
ACOSTA, GERARDO	6,250
ACUNA, MA. CECILIA D.	125,000
ACURAM, NASSER C.	250,000
ADAY, CARLOS	200,000
ADRIANO, LEO EDSEL NUKE	500,000
AGUDO, PACITA C.	250,000
AGUINDADAO, MARCELO	750,000
AGUIRRE, PHILIP Z.	250,000
AGULAN, NORMA C.	125,000
ALBERT, RAMON A.	25,000
ALBERT, RAMON A.	25,000
ALCA, MARIO	62,500
ALCANTARA, ZENaida P. &/OR LUIS ALCANTARA	250,000
ALCASABAS, D. B.	12,500
ALEGIOJO, CHUCHI	250,000
ALEGRADO, EDUARDO C.	5,000,000
ALEGRE, RAMON J.	787,500
ALEJANDRIA, RENATO	125,000
ALFARO, AZUCENA V.	12,500
ALFONSO, ERLINDA I.	12,500
ALIM, NORLANDO M.	250,000
ALIM, NORLANDO M.	112,500
ALINA, FRANCISCO B.	18,750
ALMERA, ALAN F.	612,500
ALMOITE, VIRGINIA	6,250
ALPIN, CARLOS O.	8,800
ALTO, ZENOBIO P.	250,000
ALVIAR, EMILIO	12,500
AMARNANI, SANJANA ITF SHAN AMARNANI	500,000
AMARNATH HINDUJA	250,000
AMBAS, CONCHITA M.	126,400
AMBULARIO, NORBERTO E.	6,250
AMIL, JOSE	6,250
AMOGAN, CATHERINE R.	50,000
AMPARO, EDUARDO T.	145,000
AMSIWEN, NELSON	200,000
ANDAYA, ARLENE G.	125,000
ANDRADE, MA. TERESA	500,000
ANG SIOK TUAN	12,500
ANG, IDA BERNADETTE	12,500
ANG, LETECIA	250,000
ANG, NICHOLAS JUSTIN H.	1,000,000
ANG, RHEA UY	250,000
ANG, SUSANA UY	750,000
ANGBUETE, EUGENE LORENZO	1,750,000

UNITED PARAGON MINING CORPORATION
LIST OF STOCKHOLDERS
As of 5/15/2026

NAME	SHARES ISSUED & OUTSTANDING
ANGELES, MIGUEL &/OR OPHELIA ANGELES	1,250,000
ANGELES, REYNALDO ITF ANNA MARIE GARCES	250,000
ANGELES, VIDAL V.	250,000
ANGELES, VIDAL V.	250,000
ANGELES, VIDAL V.	475,000
ANGELES, VIVENCIO	1,850
ANGKANG, ANNIE O.	55,000
ARANTON, NOE	200,000
ARCE, JULIUS &/OR ERLINDA M.	5,000,000
ARRANZ, MARCELINA	250,000
ARRIOLA, ARIEL R.	15,000
ASPILLERA, ANTHONY	2,000,000
ATWA, MOHAMMED	200,000
AYODOC, WILFREDO	250,000
AZORES, NORMA AZORES &/OR LIGAYA	250,000
BADELLES, FELIX C.	500,000
BAHNI, JULIUS	250,000
BAINTO, PUBLITO V.	6,250
BALAGBAGAN, RUBEN F.	1,700,000
BALAGOT, MERVIN L.	500,000
BALANAY, MARIDELL A.	50,000
BALLESTEROS, EDUARDO	200,000
BALON, ALEXANDER E.	50,000
BALON, ROVIMER &/OR BEULAH	450,000
BANA, WILLIAM	200,000
BANCOD, BARBARA ESTRADA	100,000
BANDA, CLEOFE O.	25,000
BANDAL, AURELIO	125,000
BANDOJO, JESUS NOLAN B.	36,250
BANDOJO, AMADO B.	431,250
BANDOJO, JESUS NED B.	36,250
BANDOJO, JESUS NORRIEL B.	36,250
BANDOJO, MA. NALISSA	36,250
BANDOJO, MA. NANETTE B.	36,250
BANDOJO, MA. NERISSA B.	36,250
BANDOJO, MA. NOREEN B.	36,250
BANDOJO, NOEL JESUS B.	36,250
BANDOJO, NOLEE JESUS B.	36,250
BANDOJO, PERLA B.	36,250
BANZON, DANILO	6,250
BARING, IMEE RACHELLE S.	250,000
BARO, REMEDIOS	250,000
BARREIRO, MA. CECILIA C.	5,000,000
BARROZO, RAUL S.	1,500,000
BASE JR., ABRAHAM	200,000
BASTO, DOMINGO S.	6,250
BASUG, LEONARDO R.	125,000
BATANG, ARNEL C. BATANG &/OR JUDITH	250,000
BAUTISTA, DEOLANTE B.	50,000
BAUTISTA, MARIE DELL L.	125,000
BAUTISTA, MAUREEN C.	25,000
BAYGAN, ROMEO J.	200,000
BAYONA, CHARINA R.	50,000
BAYONA, KATHLEEN R.	50,000

UNITED PARAGON MINING CORPORATION
LIST OF STOCKHOLDERS
As of 5/15/2026

NAME	SHARES ISSUED & OUTSTANDING
BEATRIZ GO &/OR FELIPE BELENA	375,000
BEDASOA, MELCHORA P.	250,000
BELANDRES, JESUS	6,250
BELECINA, REMEDIOS	3,100
BELGIRA, JOSE M.	6,250
BENEDICTO, DAVID DWIGHT C.	900,000
BERBA, RAFAEL	750,000
BERNABE JR., RICARDO C.	25,000
BERNABE, NIDA	725,000
BERNARDO, JOSEPHINE S.	500
BESIN, FELIMON B.	6,250
BIANO, JANE	1,250,000
BIANO, JANE M.	500,000
BIHIS, MA. LUZ M.	18,750
BILBAO, ASUNCION R.	200,000
BILBAO, ASUNTA R.	250,000
BIN LIM	6,500
BISWATEN, EDUARDO	200,000
BOFILL, JOSE B.	6,250
BONIFACIO, CORINA V.	250,000
BONITA JR., IRENEO	125,000
BONITA, SALVADOR	125,000
BONPIN, HENRY &/OR MA. BEBOT BONPIN	250,000
BONTO, ARIEL	110,000
BOON WEE HUAN	12,500
BORJA, MA. LOURDES L.	25,000
BORROMEO JR., ELPIDIO	50,000
BRAVO, JOCELYN E.	250,000
BRIAS, VICKY M.	181,250
BUCKINGHAM, MARTIN CHARLES MICHAEL	100,000
BUENAVENTURA, ROSITA L.	250,000
BUENVENIDA, GRACE	750,000
BUMANGLAG, CONSTANTE P.	3,125,000
BUMANGLAG, CONSTANTE P.	125,000
BUSTOS, JAIME	5,000,000
CAASI, ISAURO	12,500
CABALUNA, BONIFACIO	125,000
CABIGON, ALEJANDRO Y.	125,000
CABILAN, FABIAN D.	6,250
CABURIAN, JOSE G.	341,200
CACHERO, RUBY R.	250,000
CACHIN, FELIPE	12,500
CAILAN, LEONARDO	6,250
CALAGUAS, ROSALMIRA	118,100
CALILUNG, HECTOR G.	58,000
CALILUNG, LIBRADO S.	53,000
CALLEJA, DAN A.	150,000
CALLOS, PABLO	50,000
CAMMAYO, ARTHUR	4,250,000
CANEJA, BASILISA	50,000
CANG, ANTONIO	8,000,000
CANLAS, ARMANDO	10,650
CANUTO, BETTY	750,000
CARBUNGCAL, JOSE	25,000

UNITED PARAGON MINING CORPORATION
LIST OF STOCKHOLDERS
As of 5/15/2026

NAME	SHARES ISSUED & OUTSTANDING
CARINGAL, ERNESTO M.	675,000
CARLOS, ADELAIDA ZITA R.	1,125,000
CARMEN, FILEMOM DEL	110,300
CARPO, ANITA	62,500
CARREON, ALBERTO	12,500
CARREON, ALMA M.	12,500
CARULLO, ALFREDO	50,000
CASTANEDA, ISA F.	50,000,000
CASTILLO, AVELINO	200,000
CASTILLO, EDUARDO B.	54,375,000
CASTILLO, FIDELA F.	217,500
CASTOLO, RONALDO D. &/OR RUBY K. CASTOLO	125,000
CASTRO, ANGELITO P	17,650
CASTRO, JONES R.	125,000
CASTRO, RAUL A.	12,500
CATAQUIS, WILFREDO SUZARA	250,000
CATBAGAN JR., CALIXTO C.	2,500,000
CAW, HENRY	500,000
CELIS, CARMELITA D.	125,000
CELIS, JOSE &/OR CARMELITA CELIS	125,000
CERVANTES, AMELIA	100,000
CESAR A RUBIO &/OR RENEE	1,450
CHAN, ANTHONY M.	250,000
CHAN, BENITO CHAN &/OR KINGSLEY	2,500,000
CHAN, CAROLINE H.	2,000,000
CHAN, JENNIFER CHUA	1,250,000
CHAN, MARIA HELVETIA	750,000
CHAN, VICKY L.	2,398,550
CHAN, WINSTON	300,000
CHENG SIOK CHUA	6,250
CHINANGLAS, PABLO	12,500
CHING, CATHERINE	500,000
CHIONGBIAN III, GEORGE	250,000
CHIONGBIAN, AMADEO VICTORIANO	250,000
CHIU, EDDY	500,000
CHIU, JOHNSON	725,000
CHIU, JOHNSON	1,250,000
CHIU, JOHNSON	2,500,000
CHIU, JOHNSON CHIU &/OR VICKY	15,000,000
CHIU, JOHNSON L.	3,525,000
CHIU, RYAN PRINCETON	125,000
CHIU,JOHNSON L.	7,000,000
CHIYUTO, CESAR S.	500,000
CHOACHUY JR., DEWEY	125,000
CHOO, BLESILDA A.	4,750,000
CHU, BERNARD	15,000,000
CHUA HO TI	31,250
CHUA, ANITA CHUA &/OR ELY	2,537,500
CHUA, CHERIE S.	500,000
CHUA, EMELYN T.	1,750,000
CHUA, FELIPE	62,500
CHUA, GENE CHUA &/OR CHERIE	500,000
CHUA, JERRY TEO	2,500
CHUA, JOANNAH	125,000

UNITED PARAGON MINING CORPORATION
LIST OF STOCKHOLDERS
As of 5/15/2026

NAME	SHARES ISSUED & OUTSTANDING
CHUA, LINDA CASES	1,000,000
CHUA, MARTIN LIM	125,000
CHUA, ROWENA Y.	125,000
CHUA, SUSAN T.	2,500,000
CHUA, VINSON R.	160,000
CHUA, WILLIAM H. &/OR TITA P. CHUA	6,000,000
CHUAKAW, ERNESTO	2,000,000
CHUAN, ANNIE C.	250,000
CHUAN, ANNIE C.	112,500
CHUN, BONIFACIO	12,500
CIMAFRANCA, JUNJIE	2,000,000
CLAYTON JR., ALVIN E. &/OR TINA JOY CLAYTON	500,000
CO JR., TOMAS	5,000
CO JR., TOMAS	227,250
CO SIU TEE	12,500
CO, BETTY	12,500
CO, DOROTHY G.	1,250,000
CO, MERLE SY	5,000,000
CO, NOEL L.	3,750,000
CO, PAUL	1,250,000
CO, RONALD &/OR SUSANA CO	50,000
CO, ROWENA	2,500,000
CO, WILLIAM ONG	2,500,000
COJUANGCO, DONA JOSEPHINE M.	3,529,400
COKIENG, RICARDO	250,000
CONCEJERO, ARIEL M. &/OR MA. CONSUELO G. CONCEJERO	375,000
CONRADO M. &/OR LETICIA MOLINA	2,500,000
CONSTANTINO, TEODORICO C.	118,100
CONSUELO, ANGEL T.	12,500
CORDOVA, MA. ANDRIE GASTON	600,000
COROMINAS JR., JOSE	31,250
COROMINAS, JOSE	31,250
CORPUS, AMOS S.	50,000
CORRO, ANTONIO SEBASTIAN T.	20,000,000
CORTEZ, ALEXANDER B.	362,500
COSALAN, JEFFERSON	750,000
COSEIP, ANITA	1,250
CRISPINO, EMMANUEL Z.	625,000
CRUZ JR., AUGUSTO A.	1,000,000
CRUZ, AILEEN L.	250,000
CRUZ, AUGUSTO C.	6,397,800
CRUZ, AURORA	1,250
CRUZ, CRISELDA I.	4,625,000
CRUZ, ELIODORO C.	9,350,000
CRUZ, JOHN VINCENT C. STA.	1,250,000
CRUZ, MA. ROGINA DELA	1,250,000
CRUZ, MA. TERESE B. DELA	675,000
CRUZ, MIA ZOLINDA T. DELA	125,000
CRUZ, PABLITO C.	6,250
CRUZ, PABLITO C.	6,250
CRUZ, YOLANDA M.	6,250
CU, JEOFFREY	5,000,000
CUA, HENRY	12,500
CUA, RODOLFO E.	375,000

UNITED PARAGON MINING CORPORATION
LIST OF STOCKHOLDERS
As of 5/15/2026

NAME	SHARES ISSUED & OUTSTANDING
CUA, SANTIAGO	12,500
CUAN, JOSE	6,250
CUNANAN, RAFAEL F.	125,000
DACANAY, LEONCIO G. &/OR AURORA S. DACANAY	2,250,000
DAIT, GENOVEVA S.	125,000
DALAGAN, ALICIA V.	62,500
DANAQUE, LAMBERTO O.	500,000
DAVID, ANGELICA H.	125,000
DAVID, ANITA T.	250,000
DAYAO, ROSAURO E.	100,000
DE CASTRO, ISAGANI	1,350,000
DE CASTRO, TIRSO	250,000
DE GUZMAN, SYLVIA LINGAD	500,000
DE GUZMAN, VICTORIA	18,750
DE LARA, NORA F.	580,000
DE LEMOS, LUIS	6,250
DE LEON, ANTONIO	600,000
DE LEON, ANTONIO	1,625,000
DE LEON, LAURA L.	750,000
DE LEON, MARIBEL R.	250,000
DE MONTEMAYOR, URSULA	1,850
DE ROTAECHE, ALBERTO	1,250,000
DE ROTAECHE, ALBERTO	2,375,000
DECENA, THERESE S.	450,000
DEFEO, ALLAN	150,000
DEGAY, GABRIEL	250,000
DEL ROSARIO JR., FIDEL B.	56,250
DEL ROSARIO, ANDRES T.	6,250
DEL ROSARIO, CARMENCITA	31,250
DEL ROSARIO, JOSE	18,750
DEL ROSARIO, LEONARDO B.	6,250
DELA FUENTE, ALFREDO E.	1,550,000
DELA PAZ, PANFILO	18,750
DELA PENA, CERILA G.	425,000
DELA VEGA CAPULI, VICTORIA	250,000
DELOS SANTOS, LIWAYWAY	1,450,000
DEMETILLO, GLORIA F.	625,000
DESIDERIO II, JOSE O.	942,500
DESQUITADO, BUENAVENTURA B.	1,250,000
DIAZ, EMILIO A.	18,750
DIAZ, REYNALDO	62,500
DIMAANO, ENRIQUE D.	200,000
DINO, RICSAN ENRICO T.	2,500,000
DIONNET, THOMAS	1,250,000
DISINI, ANGEL E.	62,500
DOLOR, RODOLFO B.	950,000
DOMAOAL, RAMON M.	85,250
DOMINGO, FELICITO M.	168,750
DOMINGO, FELICITO M. &/OR CRISTINA L. DOMINGO	500,000
DOMINGO, LORETO	6,250
DOMINGO, RENATO T.	2,500,000
DOMINGUEZ, CARLOS G.	50
DOPPMAN, XAVIER	25,000
DUMDUM, ETHEL	500,000

UNITED PARAGON MINING CORPORATION
LIST OF STOCKHOLDERS
As of 5/15/2026

NAME	SHARES ISSUED & OUTSTANDING
DUMDUM, LEYDA	250,000
DUMDUM, NIDO	250,000
DUMDUM, RO. SAMUEL M.	2,175,000
DUQUE, ASTERIO T.	1,500,000
DURAN, NARISA BERLIN R.	125,000
DURANA, ROSITA	1,500,000
DY BUNCIO, BENJAMIN L.	250,000
DY, ALEXANDER	362,500
DY, BELEN L.	2,500,000
DY, MANUEL	1,000,000
DY, MARCELO	362,500
DY, ROSSANA	750,000
ELLIEVERA, FLORA C.	25,000
ELLIEVERA, FLORA C.	33,750
ELORIAGA, RICARDO	6,250
ENRILE II, WILLIAM RAGOS	250,000,000
ENRIQUEZ, MARTIN U.	6,250
EPINO, MARIO CARLO G.	1,250,000
ESCALONA, ALMEDA	145,000
ESCOBAR, RENATO M.	12,500
ESGUERRA, GODOFREDO C.	625,000
ESPARAGOZA, ROWENA TEVES	150,000
ESPINA, MA. LUISA	1,250,000
ESPINO, NESTOR	43,750
ESTANDARTE, DOLORES CALONG	50,000
ESTATE OF ALFREDO C. RAMOS	500,050
ESTATE OF ANTONIO A. ESTOLAS	500,000
ESTATE OF ARTURO GUANZON	1,000,000
ESTATE OF ARTURO GUANZON	1,000,000
ESTATE OF BESSIE C. LIM	500,000
ESTATE OF CLARO P. ISON	500,000
ESTATE OF EDILBERTO GOZO, JR.	250,000
ESTATE OF FRANCISCO M. VARGAS	2,175,000
ESTATE OF LUIS S. TANJANGCO	5,000
ESTATE OF MA. MAGNOLIA BACOLCOL	375,000
ESTATE OF ROBERTO J. MONTINOLA	15,600
ESTRADA, JOSE MARIA	500,000
ESTRALLADO, LUZ	250,000
ESTUPIGAN, PEDRO S.	12,500
EVANGELISTA, ADORACION C.	500,000
EXLIPSE, FLORENDA	1,850
FACTOR, CONSTANTINO S.	6,250
FACTORA, ERNESTO B.	6,250
FAJARDO, EDUARDO JORGE F.	250,000
FAJARDO, ELLEN F.	250,000
FAJARDO, EMMANUEL JORGE F.	250,000
FEDILSON, TRINIDAD	100,000
FEIST, ROSA G.	5,000,000
FELICIANO, ARTHUR	4,500,000
FELIX, MA. LEONIDA	500,000
FELY LEE FONG SHENG	2,175,000
FERNANDEZ, ADELFA M.	2,025,000
FERNANDEZ, ARTHUR F.	150,000
FERNANDEZ, CORAZON	500,000

UNITED PARAGON MINING CORPORATION
LIST OF STOCKHOLDERS
As of 5/15/2026

NAME	SHARES ISSUED & OUTSTANDING
FERNANDEZ, EDNA T.	500,000
FERNANDEZ, LEANDRO B.	1,250,000
FERNANDEZ, RAQUEL	135,000
FERNANDEZ, RAQUEL	165,000
FERNANDEZ, SUSAN	6,250
FESTIN, MARINO	200,000
FIANZA, ISMAEL	500,000
FILICIANO, GEORGE	7,500,000
FLORENDO, ELENA T.	62,500
FLORENTINO, JOSEFINA C.	375,000
FLORES, DOMINGA	12,500
FONTAMOS, CONRADO	62,500
FORONDA, RODRIGO	12,500
FRANCIA, MARTIN M.	6,250
FRANCISCO &/OR RAQUEL BANAWA	112,500
FRANCISCO, ELEUTERIA M.	250,000
FRANCISCO, RUBEN C.	250,000
FRANCO, JOSE MELANDRO	750,000
FRANCO, MA. ROSARIO Q.	250,000
FUSINGAN, EUGENE A.	62,500
GABRIEL, JOSE SAN	117,650
GAERLAN, ROSARIO	6,250
GALAN, HEIDI YU	500,000
GALLEGO, JOSEPH L.	12,500
GALLERA, OLIVER T.	250,000
GALVEZ, JOSEFINA E.	12,500
GAMAYO, HONORATA M.	250,000
GAMBOA, LILIA Q.	12,500
GAMBOA, PRISCILLA TEEHANKEE	7,750,000
GAMO, VICENTE G. &/OR STRELLA A. GAMO	225,000
GAN, ROBERTO T.	2,393,100
GAN, ALFONSO A.	6,250
GAPASIN, ROMEO	125,000
GARCES, ANNA MA.	562,500
GARCIA III, PACIFICO L.	937,500
GARCIA, AUGUSTO Z.	2,750,000
GARCIA, EVALIN A.	250,000
GARCIA, GLORIA M. &/OR MA. VICTORIA G. PADILLA	500,000
GARCIA, JESUS	1,000,000
GARCIA, MA. TERESA M.	50,000
GARCIA, MANUEL L.	12,500
GARCIA, MANUEL S.	6,250
GARCIA, MARIA VICTORIA	250,000
GARCIA, MOISES Y.	2,000,000
GARCIA, PACIFICO	70,000
GARCIA, ROMEO J.	12,500
GARCIA, THELMA	250,000
GARCIA, THELMA	250,000
GARCIA, VIOLETA LINCALLO	250,000
GARON, ROBERT &/OR EMERITA	562,500
GARRIDO, MA. VICTORIA S.	50,000
GARROVILLO, FLOR M.	2,500,000
GEWAN, FRANCIS	200,000
GLORIA JR., RICARDO V.	225,000

UNITED PARAGON MINING CORPORATION
LIST OF STOCKHOLDERS
As of 5/15/2026

NAME	SHARES ISSUED & OUTSTANDING
GLORIA, RICARDO	500,000
GLORIOSO, ISAURO	1,850
GO ENG LU	1,250,000
GO JR., BENITO	500,000
GO JR., CARLOS T.	500,000
GO, ALBERT	1,250,000
GO, ALEX	2,250,000
GO, ELENA	500,000
GO, JOHNNY	5,000,000
GO, MA. CHER &/OR NENE BETH YAP	100,000
GO, MARIA	12,500
GO, TERESITA GO &/OR SATURNINA	2,500,000
GOCHIPCO, PETER	6,250
GOCHUICO, ALICIA	12,500
GOHU, PATRICIA U.	1,000,000
GOLEZ, LAMBERTO	15,600
GOMEZ, LUCILA M.	150,000
GOMEZ, NARCISA	500,000
GONZALES, LUISA	6,250
GONZALES, MARCIANO S.	250,000
GONZALES, MERCY P.	12,500
GONZALEZ, ALEX S.	750,000
GONZALEZ, ANTHONY M.	2,000,000
GONZALEZ, MARISSA R.	1,250,000
GONZALEZ, TERESITA	9,350
GORRE, NITA	6,250
GOSMO, TERESITA	6,250
GOTAMCO, AMELIA	1,250,000
GOTANCO, CHRISTOPHER M.	500,000
GRANADOS, RODOLFO	62,500
GUERRA, HENRY Y.	375,000
GUEVARA, SHEILA	75,000
GUIANG, FELICIANO	15,600
GUIRIBA, GERARDO	100,000
GURNAMAL, AIL GURNAMAL &/OR HARESH	500,000
GUSTILLO, SANDRA N.	250,000
HABANA, BERNADETTE A.	125,000
HAYNES, GEORGE J.	18,750
HEDY SONIDO, EDUARDO	1,500,000
HENSON, MA. PAZ	725,000
HERNANDEZ, AGAPITO A.	12,500
HERNANDEZ, ANNA LIZA Y.	50,000
HERNANDEZ, DEWEY FRANCIS Y.	50,000
HERNANDEZ, JUAN	1,087,500
HERNANDEZ, LUIS V.	3,100
HERNANDEZ, RAFAELITO L.	250,000
HILADO, MANUEL	500,000
HILADO, MANUEL V.	950,000
HILARIO, MICHAEL	500,000
HILL, ALMA P.	72,500
HIZON, ORLANDO	12,500
HO, LILY S.	750,000
HOLANDA, ETHELWOLDO	6,250
HUANG, KEVIN	250,000

UNITED PARAGON MINING CORPORATION
LIST OF STOCKHOLDERS
As of 5/15/2026

NAME	SHARES ISSUED & OUTSTANDING
HUI, TIU YENG	225,000
IBALLA, MA. CRISTINA	75,000
IGNACIO, NICANOR K.	3,000,000
IGOY, CORAZON	1,850
ILAGAN, JIMMY A. &/OR EDITHA S. ILAGAN	1,750,000
ILEDAN, CARMENCITA C.	117,600
INFANTADO, GRACE J.	250,000
INSIGNE, MARIA	12,500
IPAPO, WILFREDO	62,500
ISLA, RUTH E.	375,000
ISON, ELIZABETH E.	125,000
JALANDONI, OFELIA S.	250,000
JAVELLANA, EDUARDO &/OR TERESA JAVELLANA	1,580,000
JAVIER, AGUSTIN	12,500
JAVIER, TEODORO &/OR ROSARIO JAVIER	250,000
JOSE &/OR CONCHITA YAP	4,250,000
KALAW, ROSA	625,000
KEH, BENITO	100,000,000
KHAN, CARLOS B.	25,000
KHO, DAVID	3,750,000
KHU, CONSUELO DY	2,500,000
KIAT, JOSEPH	250,000
KIM TIN SY	5,000,000
KING, ELNORA P.	1,250,000
KIONG, ELVIRA C.	2,500,000
KOA, ELIZABETH SEE	1,750,000
LACANILAO JR., ARTURO L.	12,500
LACLACAN, SATURNINO	375,000
LACSON, JOSE MARTIN	500,000
LADABAN, MA. CRISTINA B.	250,000
LAM YU PING	1,250,000
LAMPA, REYNALDO D.	250,000
LANDINGIN, HELEN	125,000
LANUZA, ROGELIO A.	1,750,000
LASAY, OCTAVIO D.	118,100
LAT, ARLEEN V.	250,000
LAVIN, SUNDAY	290,000
LAWSON, ESTHER A. VIBAL &/OR STELLA V &/OR AIDA V. G	1,000,000
LAYA, NICANOR	51,450
LAYCO, JOSE S.	6,250
LAZARO, FLORENTINO	580,000
LEAL, THELMA	250,000
LEDESMA, ELIZABETH R.	725,000
LEDESMA, ELVIRA R.	362,500
LEE SHIEN CHUI	125,000
LEE, ANDREW S.	2,500,000
LEE, DANIEL U.	12,687,500
LEE, JACQUELINE M.	3,037,500
LEE, LOLITA YU	500,000
LEE, WILLY P.	125,000
LEE, YVETTE	125,000
LEGARDA JR., BENITO	453,100
LEGARDA JR., DR. BENITO	271,850
LEGARDA, ANGELITA GANZON	54,350

UNITED PARAGON MINING CORPORATION
LIST OF STOCKHOLDERS
As of 5/15/2026

NAME	SHARES ISSUED & OUTSTANDING
LETRAN, PACITA	2,500,000
LIANTING, ROBERTO LIM	500,000
LIBORO, OSCAR L.	22,050
LICAUCO III,MAXIMO G.	250,000
LICAUCO, CECILIA R.	7,350
LICUANAN, JAIME	6,250
LIGOT, STEPHANIE Y.	87,500
LIM (JS), EDUARDO	2,500,000
LIM III, JOSE A.	22,500,000
LIM, ALICIA &/OR JOY &/OR RICHARD T.	2,500,000
LIM, ANDRES G.	2,250,000
LIM, BELLA L. LIM &/OR LOUIE L.	1,000,000
LIM, BENJAMIN	375,000
LIM, CARMEN CANG	250,000
LIM, CLARITA &/OR CRISTINA L. DOMINGO	50,000
LIM, CLARITA P.	11,250
LIM, DAISY	500,000
LIM, EDGARDO O.	100,000
LIM, ELENA BIN	6,250
LIM, ELISA ONG	1,000,000
LIM, ELIZABETH	500,000
LIM, FELIPE D.	250,000
LIM, JASON	87,500
LIM, LINO	12,500
LIM, MARIANO RUBEN	3,000,000
LIM, ROBERTO L.	6,250
LIM, SIN ENG	2,500,000
LIM, STELLA	1,500,000
LIM-DY, ROSSANA	250,000
LINCO, YUWIN ESPINOSA	150,000
LIONG, MERCEDES T.	750,000
LIPTON, ROBERTO	62,500
LLAMADO, ANNALIZA	250,000
LLANTO, LEOVIN RAY C.	500,000
LLANTO, LIDUVINA C.	1,000,000
LLORCA, JAMES P.	250,000
LOMADILLA, RODOLFO	250,000
LOPEZ, EDUARDO S.	1,250,000
LOPEZ, JOSEPH L.	250,000
LOPEZ, JUAN B.	6,250
LOPEZ, LILIBETH S.	350,000
LOPEZ, MANUEL DE LARA	250,000
LORENZO JR., LUIS P.	109,250,000
LOTA, VIOLETA A.	250,000
LOZANO, VIRGINIA	12,500
LU, JONATHAN G.	750,000
LUA, JONATHAN	1,450,000
LUNA, DELIA DE	6,250
LUNAR, CECILLE L.	500,000
MACALOS, FELICIDAD	100,000
MACANDILI, ALBERTO L.	500,000
MACAPAGAL, JANICE A.	375,000
MACUGAY-LOZADA, CONNIE	75,000
MAGTIBAY, JULIAN L.	6,250

UNITED PARAGON MINING CORPORATION
LIST OF STOCKHOLDERS
As of 5/15/2026

NAME	SHARES ISSUED & OUTSTANDING
MAGTIBAY, ROMULO B.	6,250
MAGTOTO, DELIA L.	200,000
MAHAGIS, CHITO	12,500
MALIT, LUIS MANUEL P.	5,000,000
MALLARI, MA. TERESA P.	500,000
MANALAYSAY, CESAR P.	500,000
MANALO, NESTOR &/OR MUTYA MANALO	290,000
MANAS, FRANCIS H.	250,000
MANDILAG, MERGELYN B.	100,000
MANEZE, DELLA UY	3,250,000
MANRIQUE, JIMMY	3,500,000
MANZANO, DOMINIC	750,000
MANZON, DULCE AMOR N.	750,000
MAPALAD CO, JESUS	500,000
MAPUA, MIGUEL	3,000,000
MAPUA, RAFAEL	1,250,000
MARASIGAN, ANTONIO C.	625,000
MARBIL, MICHAEL	350,000
MARFORI, SIMEON	3,750,000
MARIANO, HERMINIA	6,250
MARSO, ALICE T.	118,100
MARSO, ALICE T.	53,150
MARTELINO, FATIMA	250,000
MARTELINO, MARCIA	600,000
MARTINEZ, QUINTIN	750,000
MARTINEZ, RODOLFO S.	6,250
MARTINEZ, SOCORRO	6,250
MARZAN, CONRADO	6,250
MARZAN, EDGARDO	2,500,000
MASCARDO, HANNAH Y.	250,000
MATIAS, ALEXANDER V.	200,000
MAXIMO, RUBEN S.	125,000
MAYUGA, WILMA P. &/OR WILLIAM P. PANUELOS JR.	200,000
MEDIALDEA, BETTY	250,000
MEDIDAS, TERESITO B.	2,500,000
MEJIA, BIENVINIDO	1,850
MENDOZA, ALBERTO &/OR JEANIE	562,500
MENDOZA, ALBERTO &/OR JEANIE	562,500
MENDOZA, ALBERTO &/OR JEANIE C. MENDOZA	1,250,000
MENDOZA, ALBERTO OR JEANIE	1,250,000
MENDOZA, LAWRENCE &/OR ALBERTO MENDOZA	562,500
MENDOZA, MARCELINA	250,000
MENDOZA, TERESITA	6,250
MERCADO, CATALINA R.	12,500
MERCADO, JOSEPHINE	9,350
MERCADO, MILAGROS M.	6,250
MESA, JUANITO C.	25,000
MESINA, JOHN T.	100,000
METRADO, CLARITA	12,500
MIRANDA, DANIEL M.	31,250
MOLINA, MA WINEFRIDA T. &/OR OLIVER R. MOLINA	50,000
MOLTIO, VILMA O.	250,000
MONDINA, HELEN R.	250,000
MONTELIBANO, MARIANNA O.	15,000

UNITED PARAGON MINING CORPORATION
LIST OF STOCKHOLDERS
As of 5/15/2026

NAME	SHARES ISSUED & OUTSTANDING
MONTERO, NESTOR O.	376,250
MONTES, FLORENCE G.	250,000
MORADA, MARINA CECILIA L.	1,250,000
MORALES, RAYMOND C.	625,000
MORENO, RUFINA	225,000
MORILLO, ROMUALDO	200,000
MORTIZ, EDWARD	6,250
MOSS, NONA	12,500
MUNOZ, JANE	1,250,000
MURGA, MA.TERESA S. &/OR WILFRIDO SANCHEZ	1,075,000
MURILLO, VICTOR	625,000
MUTIA, DOMINGO	12,500
NADELA, EPEFANIA T. &/OR JAY BLANE	500,000
NAPILE, RICO	250,000
NARANJO, RODOLFO	200,000
NARIO, FRANCISCO D.	12,500
NARIO, FRANCISCO D.	11,250
NASSR, ANGELA L.	350,000
NATI, ANGELINO V.	100,000
NAVARRO, ADELAIDA	1,850
NAVARRO, ALFONSO N.	1,250
NAVARRO, LOURDES M.	600
NEPOMUCENO, LIZITA E.	125,000
NG, JEAN &/OR JOHNSON	500,000
NG, MARIQUITA	6,250
NG, WAI SUN	1,500,000
NG, WILBERT S.	750,000
NGO, AMELIA DY	1,250,000
NGO, GONZALO	2,500,000
NGO, RODERICK	250,000
NIFRAS, ARTHUR J.	375,000
NOLASCO, CONRADO	500,000
NOLASCO, LUCINA	500,000
NOLASCO, MYVEL E.	50,000
NOVAL, DALE	250,000
NOVAL, DALE	112,500
OBALDO, HILARIO O.	6,500,000
OBGUIA, REYNALDO	1,250,000
OCAMPO JR., JUANITO	375,000
OCAMPO, IMELDA	2,250,000
OCAMPO, JOSEFINA C.	87,500
OGAD, JONNEY A.	50,000
OJALES, BABES	2,550,000
OLALIA, ANGELITA &/OR ANTHONY	50,000
OLALIA, ANGELITA &/OR ANTHONY OLALIA	50,000
OLALIA, ANGELITA Y.	45,000
OLIVA JR., JOSE E.	6,250
OMO, MARGARITA O.	25,000
ONG, BENSON	2,500,000
ONG, BERNARD &/OR CONCHITA ONG	7,000,000
ONG, CLEMENTE Y.	550,000
ONG, DEBRA	500,000
ONG, DOLORES	250,000
ONG, FRANCISCO K.	1,750,000

UNITED PARAGON MINING CORPORATION
LIST OF STOCKHOLDERS
As of 5/15/2026

NAME	SHARES ISSUED & OUTSTANDING
ONG, HARVEY	375,000
ONG, HELEN &/OR CLARITA ZAFRA	500,000
ONG, HELEN &/OR EDELMIRA GUILAS	50,000
ONG, IVAN	6,250
ONG, JOSEPH	12,500,000
ONG, JUANITO D.	31,250
ONG, PABLITO M.	322,500
ONG, PABLITO M.	2,000,000
ONG, WILLIAM D.	5,000,000
ONGSIAKO, MARGARITA	250,000
OPPEN, ANTONIO C.	250,000
ORAZA, FELIPE	100,000
ORENDAIN, NORMINDA	100,000
ORLINO, MARY JANE P.	100,000
OSMENA, ISABEL	500,000
OWEN NATHANIEL AU ITF: LI MARCUS AU A/C IAUOWE11	15,000
PABANCOD, BARBARA ESTRADA	6,550
PACHECO, PRISCILA R.	1,500,000
PACHECO, PRISCILA R. &/OR REYNALDO D. PACHECO	1,225,000
PACHECO, REYNALDO &/OR PRISCILA R. PACHECO	225,000
PADACO, BERNARD &/OR AURORA PADACO	375,000
PADACO, GINA &/OR AURORA PADACO	250,000
PADILLA, REYNALDO M.	852,900
PADUGA JR., ROMEO S.	25,000
PAGDANGANAN, NIDA	50,000
PAGGABAO, MELISANDE M.	200,000
PALAD, ELPIDIO P.	50,000
PALAO, ROSSANA L.	250,000
PALITAYAN, FELICIANO C.	6,250
PALLORINA, JEAN PANTALEON	750,000
PALMIANO, MICHAEL	1,500,000
PANGANG-AT, FELIX	200,000
PANLASIGUI, PAUL ANDREW P.	50,000
PAPA, FLORENTINO	12,500
PARAGGUA, RUTHEBBA	250,000
PARDO, EMMANUEL	125,000
PAREA, ANGELA	2,500
PAREDES, JEANNE	25,000
PASCUAL, ELLEN H.	125,000
PASCUAL, SANTOS N.	25,000
PASILIAO, HELEN	6,250
PAULINO, PABLO	37,500
PE, ROMEO &/OR ESTHER PE	2,500,000
PEDAZO, PETER M.	250,000
PELOME, JOSE E.	6,250
PELONE JR., JOSE F.	6,250
PENAFUERTE-JEROME, MARISSA	325,000
PENALBA, RIZAL P. &/OR AZUCENA PENALBA	500,000
PENALOSA, EMILIO M.	1,000,000
PENALOSA, MANOLO R.	500,000
PENAMANTE, JOSE MANUEL M.	125,000
PERALTA, MACARIO	31,250
PEREZ, EDMUNDO O.	146,250
PEREZ, EDMUNDO O.	21,250

UNITED PARAGON MINING CORPORATION
LIST OF STOCKHOLDERS
As of 5/15/2026

NAME	SHARES ISSUED & OUTSTANDING
PEREZ, GEORGINA VERA	2,500,000
PEREZ, GERARDO	50,000
PEREZ, MANTESIO C.	31,250
PEREZ, ROGELIO	12,500
PEREZ, ROMAN M.	375,000
PHI, DOROTHY	500,000
PICACHE, MIGUEL	1,250,000
PILLOS, RICARTE B.	500,000
PIMENTEL, JULIE ANNE	250,000
PINEDA, AGRIPINA	6,250
PINEDA, CRESENCIA	6,250
PIONELA JR., ERNESTO	12,500
PO, LYDIA	62,500
PO, VICTORIA L.	325,000
POBLADOR III, HONORIO	441,200
POBLADOR, GREGORIO	250,000
POMPA, ANTONIO M.	12,500
POMPA, DANILO	6,250
POMPA, MERLINDA R.	6,250
POMPA, PACITA R.	6,250
PONIO, BEN AZEL S.	17,500,000
PORCIUNCULA, JAIME	362,500
PORCIUNCULA, JAIME L.	700,000
PREIN, MANFRED	6,250
PROPETA, REYNALDO	12,500
PUNO, LORETTO B.	435,000
PUNONGBAYAN, RAYMUNDO	400,000
QUA HIANSEN, ERNESTO*	12,500
QUESADA, MIGUEL	600,000
QUINTANA, ANTONIO V.	12,500
QUINTANS, LILIAN	250,000
QUIZON, BENITO T.	500,000
QUIZON, IRENEO C.	1,750,000
RAGOS, MIRIAM B.	25,000
RAMIREZ, CELSO A.	250,000
RAMOS, ADRIAN PAULINO S.	500,000
RAMOS, BENJAMIN	6,250
RAMOS, GERARD ANTON S.	100,000
RAMOS, RICARDO MIGUEL S.	25,000
RAMOS-PADILLA, MAUREEN ALEXANDRA CONSUELO S.	53,079,461
RANOSA, DULCE	12,500
RASALAN, DERICK	72,500
RECTO, MANUEL D.	2,500,000
RECTO, MANUEL D.	1,125,000
REGALARIO, EDDIE	25,000
RELOVA, EDEN H.	200,000
RENTASIDA, BESILDA M.	100,000
RESPALL, SANDRA C.	1,087,500
REYES IV, ALEX T.	125,000
REYES JR., CESAR Z.	1,500,000
REYES SR., TEOFILO	212,500
REYES, ADOLFO R.	3,262,500
REYES, AMADO	31,250
REYES, AMANDO	735,300

UNITED PARAGON MINING CORPORATION
LIST OF STOCKHOLDERS
As of 5/15/2026

NAME	SHARES ISSUED & OUTSTANDING
REYES, ANGELA	12,500
REYES, AUGUSTIN PANGANIBAN DELOS	4,350,000
REYES, CEASAR	31,250
REYES, EDNA GARCIA	600,000
REYES, GILBERT RAYMUND T. &/OR JOCELYN REYES	500,000
REYES, IMELDA	62,500
REYES, LALAINA A.	72,500
REYES, LOURDES L.	250,000
REYES, LURLYN	250,000
REYES, PAZ	62,500
REYES, TERESITA R &/OR ADOLFO R. REYES	4,125,000
REYES, VICTORIANO	3,825,000
REYES-HANGAD, CELIA	10,000,000
REYES-LAO, HONORIO	2,000,000
REYNALDO, TATA	31,250
RICABLANCA, CAROLITO	425,000
ROBIS, ANGEL	750,000
ROCES, LUIS MIGUEL	72,500
ROCES, LUIS MIGUEL M.	72,500
RODRIGUEZ, HONORIO	6,250
RODRIGUEZ, JOAQUIN C.	2,525,000
ROLA, DIONISIA A.	375,000
ROLDAN, REX	125,000
ROMERO, NEMESIO	6,250
ROQUE, VERONICA	250,000
ROQUEZA, RICARDO S.	25,000
ROSALES JR, BENJAMIN S.	500,000
ROSALES, CLEMENCIA	250,000
ROSARIO, DEOGRACIA R.	12,500
ROXAS, RUBY R.T.	2,500,000
RUFINO, JOSE MA.	2,500,000
SAAVEDRA, RAQUEL C.	1,000,000
SAB-IT, MARIA LUZ MINDA M.	75,000
SAGUN, SOFIA	3,100
SAKDALAN, JOSE M.	250,000
SAKDALAN, JOSEPH ALLAN E.	250,000
SALAMAT, JUANITO D.	250,000
SALAZAR, MA. REMEDIOS M.	31,250
SALCEDA, NORMA	72,500
SALCEDO, JANET	125,000
SALCEDO, RAFAEL D.	31,250
SALES, JULIAN J.	3,100
SALMIN, CECILE	3,000,000
SALUDO, MARTIN	62,500
SALVACION, ANGEL	12,500
SAMONTE, ANAME D.	362,500
SAMONTE, ARTURO	6,250
SAMUS, FLORENCIO	2,600
SAN GABRIEL, JOSE A.	197,950
SAN GABRIEL, ORLANDO	6,250
SAN JOSE, ROBERTO V.	5,000,000
SAN JOSE, ROBERTO V.	12,600,000
SAN SAN GO	2,500,000
SANCHEZ, FE CECILIA	250,000

UNITED PARAGON MINING CORPORATION
LIST OF STOCKHOLDERS
As of 5/15/2026

NAME	SHARES ISSUED & OUTSTANDING
SANCHEZ, LORRAINE C.	100,000
SANDOVAL, FE NIEVA S. J.	1,275,000
SANTIAGO, CONRADO &/OR GLORIA SANTIAGO	50,000
SANTIAGO, FERNANDO	6,250
SANTIAGO, LUALHATI	31,250
SANTIAGO, LUALHATI F.	31,250
SANTIAGO, RAMON T.	397,050
SANTOS JR., ANTONIO N.	44,100
SANTOS, DANNY	31,250
SANTOS, DANNY	31,250
SANTOS, EDUARDO R.	625,000
SANTOS, ELVIRA	6,250
SANTOS, ERNESTINA P.	67,600
SANTOS, LAWRENCE DE LOS	750,000
SANTOS, LEONEL &/OR ALICIA	1,250,000
SANTOS, MONETTE C. DELOS	375,000
SANTOS, NATIVIDAD	31,250
SANTOS, ROMARICO	500,000
SANTOS, RURIK EARL	50,000
SANTOS, SALVADOR	12,500
SAPINOSO, JOSELITO Z.	50,000
SAPLALA, ROMAN JESUS	6,250
SAPNU, GEOGINA M.	250,000
SARMIENTO, DELIA M.	36,000
SATURINAS, POMPEYO C.	125,000
SAYOC, CESAR P.	6,250
SAZON, EDUARDO &/OR EVELYN	1,375,000
SAZON, ULPIANO	250,000
SEE, JOHANNA &/OR MARY ANN TE	250,000
SEE, SIMEON K.	62,500
SEGOVIA, KENNETH RAOUL H.	625,000
SEMILLA, PRIMO T. TACANDONG &/OR MARIA PAZ	250,000
SENN, MA. LOURDES A.	250,000
SERRANO, LAURITO E.	1
SIAO, MARK ANTHONY	1,000,000
SIAO, PATRICK	2,250,000
SIMEON, EDUARDO R.	6,250
SISON, CECILIO B.	6,250
SISON, EDGAR	6,250
SO, CELY	225,000
SO, HENRY	12,500
SO, JIMMY	6,250
SOLMIRANO, FELIPE C.	250,000
SOLPETER, MONSERRAT	53,100
SON, YOLANDA A.	500,000
SONIDO, EDUARDO HEDY	112,500
SORIANO, CLARK A. &/OR CLARISA V. SORIANO	5,000,000
SORIANO, FEDERICO P. &/OR CECILIA	250,000
SUAREZ, MA. ROSARIO	1,000,000
SUAREZ, SERVIDEO	1,000,000
SUGAY, JANINE MARIE ALEXANDRA V.	250,000
SUN, TERESA	3,750,000
SUN, THERESA	5,312,500
SUNGA, LOURDES	6,250

UNITED PARAGON MINING CORPORATION
LIST OF STOCKHOLDERS
As of 5/15/2026

NAME	SHARES ISSUED & OUTSTANDING
SUNGAYAB, DANIEL SUNGAYAB &/OR JUAN	125,000
SUNICO, AUGUSTO B.	10,600
SUNTAY, ISABEL C.	3,970,600
SUSA, JOSE B. SUSA &/OR OLIVIA R.	125,000
SUZARA, ILDEFONSO	125,000
SY TIONG SHIOU &/OR JUANITA S. TAN	93,500,000
SY, RAMON	1,250,000
SY, ANNALIZA V.	3,150
SY, CARMEN	250,000
SY, FERNANDO	62,500
SY, FLORENCIO	250,000
SY, MARK ANTHONY V.	3,100
SY, RAMON	1,250,000
SY, RAMON CHUA	1,500,000
SY, REBECCA V.	3,150
SY, RICHARD	12,500
SY, TERENCE G.	250,000
SYCIP, MARY JEAN	12,500
SYLIANTENG, CAESAR S.	2,500,000
TABILI, EDWIN G. &/OR ANTONIA J. TABILI	125,000
TABIMINA, ZOSIMO G.	25,000
TABUCANON, JAIME T	125,000
TACUB, PACIFICO	1,250,000
TALAVERA, ESTER	93,750
TALISIC, MARIE ROISANNIE R.	500,000
TAMAYO, ANTONIO	6,250
TAN SHIN TIU	1,250,000
TAN SHIN TIU	5,768,100
TAN SHIN TIU &/OR SUSANA TAN	12,500,000
TAN, ANGELINE	750,000
TAN, EUGENE	31,250
TAN, FRANCIS	12,500
TAN, FRANCISCO	12,500
TAN, HENRY T.	262,500
TAN, JOCELYN C.	58,800
TAN, MANUEL C.	2,500,000
TAN, MANUEL TAN & SUSAN	4,000,000
TAN, MARILYN	5,000,000
TAN, MARY JANE T.	250,000
TAN, MELISSA M.	250,000
TAN, MELITO K.	500,000
TAN, MICHAEL L.	10,000,000
TAN, MILTON	4,250,000
TAN, ROSITA	500,000
TAN, SUSANA	725,000
TAN, VICENTE	12,500
TAN, WILBERT Y.	25,000
TANABE, ALEJANDRO S.	125,000
TANAEL, ELDRID	200,000
TANAEL, EMMANUEL	100,000
TANCHAN, INGRID	1,250,000
TANMANTIONG, ERNESTO	3,625,000
TAVARES, MARIBEL D.	250,000
TE TIONG	12,500

UNITED PARAGON MINING CORPORATION
LIST OF STOCKHOLDERS
As of 5/15/2026

NAME	SHARES ISSUED & OUTSTANDING
TE, FLORA	12,500
TEE, ANTONIA	250,000
TENHECO, VICENTE	31,250
TERREL, NORMA L.	12,500
TETANGCO, FE G.	250,000
TIA, ANGEL	3,750,000
TIN, ROSARIO	7,500,000
TIN, ROSARIO	5,000,000
TIO SHU ENG TAN	625,000
TIONG SIN CHUAN	500,000
TIONGSON, RICARDO	156,250
TIU KIM HE, JOSE	31,250
TIU YENG HUI	250,000
TIU, ALFRED	2,500,000
TIU, HEIDI B.	375,000
TIU, TAN SHIN &/OR SUSANA TAN	5,000,000
TOBIAS III, VICTORIANO S.	500,000
TOLEDO, CESAR RICARDO &/OR PACIFICO LUIS VIJANDRE	1,250,000
TOLEDO, EVELYN R.	50,000
TORRE, ANTHONY	100,000
TORRES, SALVADOR	6,250
TORRIJOS, VICTOR	6,250
TOUZO, ALFREDO R.	12,500
TRINIDAD JR., JOSE T.	12,500
TUAZON, MARS	100,000
TUPAS, ROLANDO	250,000
UDQUIN, JUDY	250,000
UY, DAVE	12,500
UY, EDWARD	62,500
UY, FIDEL B.	2,500
UY, FIDEL B.	2,450
UY, LIDIA	500,000
UY, MA. THERESA OLGA B.	112,500
UY, NELSON T.	175,000
UY, PETER	6,250
UY, REYNALD C.	2,500,000
UY, ROBERT	1,450,000
UY, ROMEO UY AND/OR FE C.	1,000,000
UY, SHIRLEY T.	176,450
VALENCIA JR., CORNELIO H.	125,000
VALENCIA, JESUS SAN LUIS	100,000
VALENTON, ERLINDA V. ITF JASMIN VALENTON	157,500
VELANDRIA, ADELAIDA (AIDA) T.	1,812,500
VELANDRIA, AIDA	1,250,000
VELANDRIA, FRANCO V.	250,000
VELARDE, DENNIS	75,000
VELARDE, GLORIA	6,250
VELASCO JR., AGUSTIN	12,500
VELASCO, CHERISIA	6,250
VERGARA, LILY	6,250
VIADO, JONEL	250,000
VICTORINO, ANALYN P.	1,375,000
VICTORINO, ROSE	725,000
VIERMES, JUANITO	6,250

UNITED PARAGON MINING CORPORATION
LIST OF STOCKHOLDERS
As of 5/15/2026

NAME	SHARES ISSUED & OUTSTANDING
VILLANO, PATRICK	125,000
VILLANUEVA, BERNARDINO L.	350,000
VILLANUEVA, CAYO E.	500,000
VILLARAZA, ARTHUR L.	25,000
VILLARAZA, F. ARTHUR L.	36,250
VILLASFER, ROMMEL V.	250,000
VILLENA, MARIO	100,000
VON DAYA, FRANCIS PETER	340,000
VON DAYA, FRANCIS PETER	22,500
VON EBBE, NELS &/OR INGRID VON EBBE	500,000
WALLANG, KAZMER	200,000
WEE CHI ONG	37,500
WEE WINTHROP	1,250
WEE, WINTHROP &/OR STANLEY WEE	13,050
WEI, MINNIE	12,500
WIDWIDAN JR., BASILIO S.	250,000
WONG, VICENTE	750,000
YAM, ROSA CHAN &/OR ANGELINA YAM	250,000
YAN, LUCIO W.	100,000,000
YANG, NELLY	500,000
YAO, LINA S.	341,200
YAP, BETTY L.	500,000
YAP, FLORENTINO	250,000
YAP, JERRY	31,250
YAP, LUIS	50,000
YAP, LUIS	22,500
YAP, LUIS Y.	72,500
YAP, MICHAEL V.	5,250,000
YE WEI	5,000,000
YEOH, ROSALIE	500,000
YET, DOMINGO	200,000
YMSON JR., LUIS R.	250,000
YOUNG, MARIO	250,000
YU CHIAO CHIOK	12,500
YU CHIAO HUI	25,000
YU EK AY	500,000
YU SHIAO CHIOK	12,500
YU, ANNABELLE	12,500
YU, ANTONIA	250,000
YU, ANTONIO &/OR LITA L. YU	250,000
YU, BIENVINIDO	62,500
YU, DONATA	2,500,000
YU, JAMES NG	750,000
YU, KENNETH	12,500
YU, MAYBELLINE	2,000,000
YU, PETER C. L.	31,250
YU, PETER TIU	1,250,000
YU, VICENTE VELASCO	12,500
ZALAVARRIA, EMEVERTO O.	50,000
ZOCIMO, RAQUEL S.	18,750
ZULUETA, NELLIE R.	6,250
INDIVIDUAL	1,675,788,262

UNITED PARAGON MINING CORPORATION
LIST OF STOCKHOLDERS
As of 5/15/2026

NAME	SHARES ISSUED & OUTSTANDING
GRAND TOTAL	261,314,797,080

Total Stockholders	1,177
--------------------	-------

TOTAL SHARES SUMMARY

TOTAL SHARES ISSUED AND OUTSTANDING	
FILIPINO	255,376,994,298
FOREIGN	5,937,802,782
TOTAL	261,314,797,080

Certified True and Correct:

Professional Stock Transfer, Inc.

COVER SHEET

	-	4	0	9	3	8	-		
--	---	---	---	---	---	---	---	--	--

SEC Registration Number

					U	N	I	T	E	D		P	A	R	A	G	O	N		M	I	N	I	N	G				
--	--	--	--	--	---	---	---	---	---	---	--	---	---	---	---	---	---	---	--	---	---	---	---	---	---	--	--	--	--

										C	O	R	P	O	R	A	T	I	O	N									
--	--	--	--	--	--	--	--	--	--	---	---	---	---	---	---	---	---	---	---	---	--	--	--	--	--	--	--	--	--

--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--

--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--

(Company's Full Name)

		6	t	h	/	F		Q	U	A	D		A	L	P	H	A		C	E	N	T	R	U	M	,			
--	--	---	---	---	---	---	--	---	---	---	---	--	---	---	---	---	---	--	---	---	---	---	---	---	---	---	--	--	--

1	2	5		P	I	O	N	E	E	R		S	T		M	A	N	D	A	L	U	Y	O	N		C	I	T	Y
---	---	---	--	---	---	---	---	---	---	---	--	---	---	--	---	---	---	---	---	---	---	---	---	---	--	---	---	---	---

(Business Address: No., StreetCity / Town / Province)

Mr. Gilbert V. Rabago

Contact Person

86318173

Company Telephone Number

2025 ANNUAL REPORT – SEC 17-A

(With attachment – Audited Financial Statement 2025 & Sustainability Report)

1	2
---	---

Month

3	1
---	---

Day

Fiscal Year

FORM TYPE

--	--

Month

--	--

Day

Annual Meeting

--

Secondary License Type, If Applicable

--	--	--

Dept Requiring this Doc

--

Amended Articles Number / Section

Total Amount of Borrowings

--

Total No. of Stockholders

--

Domestic

--

Foreign

To be accomplished by SEC Personnel concerned

--	--	--	--	--	--	--	--	--	--

File Number

LCU

--	--	--	--	--	--	--	--	--	--

Document ID

Cashier

STAMPS

Remarks: Please use BLACK ink for scanning purposes

**SECURITIES AND EXCHANGE COMMISSION
SEC FORM 17-A
ANNUAL REPORT PURSUANT TO SECTION 17
OF THE SECURITIES REGULATION CODE AND SECTION 141
OF THE CORPORATION CODE OF THE PHILIPPINES**

1. For the fiscal year ended **December 31, 2025**
2. SEC Identification Number 40938 3. BIR Tax ID No. **000-169-117-000**
4. **UNITED PARAGON MINING CORPORATION**
Exact name of issuer as specified in its charter
5. **Philippines** 6. (SEC Use Only)
Province, Country or other Industry Classification Code:
jurisdiction of incorporation or
organization
7. **Quad Alpha Centrum, 125 Pioneer St., Mandaluyong City** **1550**
Address of principal office Postal Code
8. **(632) 8631-8173**
Issuer's telephone number, including area code
9. **N/A**
Former name, former address, and former fiscal year, if changed since last report
10. Securities registered pursuant to Sections 8 & 12 of the SRC, or Sec. 4 and 8 of the RSA

Title of Each Class	Number of Shares of Common Stock Outstanding & Amount of Debt Outstanding
<u>Common Stock</u>	<u>261,314,797,080</u>

11. Are any or all of these securities listed on a Stock Exchange.

Yes [☒] No [☐]

If yes, state the name of such stock exchange and the classes of securities listed therein:

Philippine Stock Exchange, Inc.

Common Stock

12. Check whether the issuer:

- (a) Has filed all reports required to be filed by Section 17 of the SRC and SRC Rule 17 hereunder or Section 11 of the RSA and RSA Rule 11(a)-1 hereunder, and Sections 26 and 141 of The Corporation Code of the Philippines during the preceding twelve (12) months (or for such shorter period that the registrant was required to file such reports);

Yes [☒]

No [☐]

- (b) Has been subject to such filing requirements for the past ninety (90) days.

Yes [☒]

No [☐]

13. State the aggregate market value of the voting stock held by non-affiliates (56,164,434,379 shares) of the registrant – P325.8 million based on the closing stock price of P0.0058 per share at the Philippine Stock Exchange, Inc. on December 31, 2025.

14. Check whether the issuer has filed all documents and reports required to be filed by Section 17 of the Code subsequent to the distribution of securities under a plan confirmed by a court or the Commission.

Yes [☐]

No [☐]

NA [☒]

DOCUMENTS INCORPORATED BY REFERENCE

15. If any of the following documents are incorporated by reference, briefly describe them and identify the part of the report into which the document is incorporated:

The Company's 2025 Audited Financial Statements are incorporated under item 7 of Part II (Operational & Financial Information).

TABLE OF CONTENTS

	Page No.
PART 1	BUSINESS AND GENERAL INFORMATION
Item 1	Business and General Information 4
Item 2	Properties 10
Item 3	Legal Proceedings 14
Item 4	Submission of Matters to a Vote of Security Holders 14
PART II	OPERATIONAL AND FINANCIAL INFORMATION
Item 5	Market for Registrant’s Common Equity and Related Stockholder Matters 15
Item 6	Management’s Discussion and Analysis and Plan of Operations 18
Item 7	Financial Statements 24
Item 8	Information on Independent Accountant and Other Related Matters 24
PART III	CONTROL AND COMPENSATION INFORMATION
Item 9	Directors and Executive Officers 25
Item 10	Executive Compensation 29
Item 11	Security Ownership of Certain Beneficial Owners and Management 30
Item 12	Certain Relationships and Related Transactions 33
PART IV	CORPORATE GOVERNANCE
Item 13	Corporate Governance 34
PART V	EXHIBITS AND SCHEDULES
Item 14	Exhibits and Reports on SEC Form 17-C 34
	SIGNATURES 35
	INDEX TO FINANCIAL STATEMENTS AND SUPPLEMENTARY SCHEDULES 36

PART I - BUSINESS AND GENERAL INFORMATION

Item 1. Business and General Information

United Paragon Mining Corporation ("UPMC" or the "Company") is a Philippine corporation whose main business is the exploration, development, exploitation, recovery and sale of gold.

UPMC was the result of a merger in 1989 between United Asia Resources and Geothermal Corporation ("UAR") and Abcar Paragon Mining Corporation ("Abcar Paragon"). Under the terms of the merger, UAR became the surviving corporation and Abcar Paragon transferred all of its assets and properties (real and personal, including rights, franchises and receivables, as well as the operating rights of the Longos Mine) to UAR. UAR was renamed United Paragon Mining Corporation in 1990. UAR was formed as a corporation in 1970 while Abcar Paragon was formed in 1986.

The Company's principal mining operation is the Longos Mine at Paracale, Camarines Norte. The Company operated an open pit area in the mine from August 01, 1988 to June 01, 1994 having extracted 888,809 metric tonnes (MT) of ore, which yielded 79,120 ounces of gold. This was more than twice its originally calculated reserve. By April 1994, the Company began the commercial operations of the underground mine at the same site. It was placed under care and maintenance in December 1998 because of depletion of economic reserves above Level 800, high operating cost and low metal prices

In 1999, the management of the Company decided to continue exploration drilling in the main Longos lode area and the neighboring sub-parallel veins to search for more ore to increase reserves. However, in the last quarter of 2003, the management of the Company was convinced that sufficient drilling had been done in these areas. In November 2003, the Company decided to suspend further drilling in Longos.

Another prospective area is San Mauricio in Jose Panganiban as an exploration target for the Company. The Company has plans of continuing exploration drilling in San Mauricio once the necessary clearance from the Department of Environment and Natural Resources ("DENR") is secured.

With the current gold prices, the present ore reserves of the Company are now sufficient for a viable project at 500-600 tonnes per day capacity. The Company pursued various options to raise project financing subject to the company being awarded appropriate government permits to resume further development and rehabilitation of Longos Mine.

Meanwhile, on December 29, 2018, the company acquired the rights and interests of Vulcan Industrial & Mining Corporation (VIMC) under the following MPSAs:

Project	Location	Contract	Area (has)
<i>Manlupo (Copper)</i>	<i>Bgy. Damutan, Hinobaan, and Bgy. Gatuslao, Candoni, Negros Occidental</i>	<i>MPSA 092-97-VI granted to VIMC on November 20, 1997 and registered with MGB- R06 on June 9, 1998</i>	<i>477.00</i>
<i>Luz (Copper)</i>	<i>Bgy. Manlucahoc, Sipalay, Negros Occidental</i>	<i>MPSA 113-98-VI granted to VIMC on May 26, 1998 and registered with MGB- R06 on May 13, 1999</i>	<i>806.5719</i>

The assignment was approved by the Mines and Geosciences Bureau in an Order dated December 22, 2020. The company preparing the final exploration report and will file the Declaration of Mining project Feasibility (DMPF) within the exploration extension period and renewal of both MPSAs.

Production. There were no gold and silver recovered in the years 2025, 2024, and 2023. The Company's mining and milling operations are still suspended.

Products/Sales/Competition. Prior to the suspension of the mining and milling operations, the Company produced dore bullions, containing gold and silver, which were either refined by the Bangko Sentral ng Pilipinas Mint and Gold Refinery or sent by airfreight and refined by Johnson Matthey PLC. of England. The principal product, gold, accounted for over 99% while the by-product, silver contributed only less than 1%. Since the suspension of the mining and milling operations, the Company has had no new product.

The gold and silver dore bullions were sold either to Bangko Sentral ng Pilipinas or Johnson Matthey PLC. of England. The sales were covered by contracts using internationally accepted pricing in the world market available from the London Metal Exchange. Since no single gold producer (mining company) can affect the international metal prices, competition among mining companies is virtually non-existent. Competition among mining companies is on acquisition of mining claims/areas. Dore bullion is readily marketable.

Sources and availability of raw materials and supplies. The ore as raw material extracted usually comes from the Company's mineral properties. However, the Company suspended its mining and milling operations in 1999 due to depletion of economic reserves at its Shaft 4, high operating costs and low metal prices.

The Company has quite a number of suppliers for its operating supplies. Energy was sourced from Camarines Norte Electric Cooperative ("CANORECO") under a long-term contract for the supply of electricity from 1988 to 2000. Likewise, the Company has four (4) megawatt power plant, which has the ability to provide sufficient power for operation during any power

failure. Since this equipment has been idle for a period of time, further rehabilitation is required. However, in November 2000, the Company switched its power supply from CANORECO to an in-house generating set to provide its limited power requirement of 10 KVA. In early 2012, site power supply is now provided by CANORECO. However, the Company is also looking an option for other possible power provider and/or participates in an open market to source its future power requirement. Purchases of supplies, equipment and spare parts are obtained on a competitive basis from sources both local and foreign and are generally available.

Transactions with and/or dependence on related parties. The information required is disclosed on Note 12 of the Company's 2025 Audited Financial Statements.

Patents, trademarks, copyrights, licenses, franchises, concessions and royalty agreements. The information required is disclosed on Note 2 of the Company's 2025 Audited Financial Statements.

Government regulations and approvals. The Company has to strictly comply with governmental regulations and seek government approvals, particularly those of the DENR, with respect to disposal of waste and tailings, rehabilitation, environmental compliance, and the like, to be able to start or continue mining operations. The Company's Environmental Compliance Certificate ("ECC") expired on July 31, 1999 and after satisfying the requirements and upon the recommendation of the Environmental Management Bureau, the Company was granted an ECC for the Longos Mining Project on October 8, 2010 while its MPSA application was still pending. The Company has filed for reconsideration of the automatic cancellation of its ECC pursuant to EMB Memorandum Circular No. 2020-31, and on January 15, 2024 the Company received approval of ECC reinstatement and currently updating baseline studies to comply with post approval requirement.

Effects of existing government regulations are mainly on their corresponding costs of compliance to the Company, which are appropriately reflected either as expense or as capital asset under generally accepted accounting principles. The effect on the Company of any probable government regulation could not be determined until specific provisions are known.

Research and Development. Exploration, drilling and development for a mining company, are the equivalent of research and development. The Company's principal activities since the suspension of the mining and milling operations until 2004 had been exploration and confirmation drilling.

Exploration/Drilling. In October 2020, three holes, totaling 604.9 meters were drilled east-southeast of the Bula-ay small-scale mining area. These holes were to check the up-dip continuity of Baluarte Vein and San Antonio Vein (between level 200 and level 400) above the ultramafic granodiorite contact. No exploration work was initiated during the years 2019 and 2018 due to revised exploration work program was just approved in early 2020. The Company suspended its exploration/drilling activities in the San Mauricio mineral claim in Jose Panganiban after completing the 2nd hole in February 2004, pending approval by the DENR of

the Company's application for Mineral Production Sharing Agreement ("APSA") over the area. This area is covered by application denominated as APSA V-041 and converted into an exploration permit application renumbered as EXPA-000233-V dated November 26, 2021. APSA V-0270 was also renumbered as EXPA-000234-V.

Compliance with environmental laws. On May 14, 2011, the former President Benigno S. Aquino III issued EO 26, declaring the implementation of the National Greening Program (NGP) as a government priority program to specifically seek to plant 1.5 billion seedlings in 1.5 million hectares of public lands nationwide in six years, from 2011 to 2016. Areas for planting under the program include forestlands, mangrove and protected areas, inactive and abandoned mine sites and other suitable lands of the public domain.

Notwithstanding the launch of the NGP and that United Paragon Mining Corporation (UPMC) has no mining operation and eventually was put on a care and maintenance mode; the company had envisioned to provide and have prepared a tree-planting program especially on surface areas where mining activities had been conducted. The total planted areas for the year 2021 and 2022 was pegged at 0.4128 hectares and with 1,045 tree seedlings planted and no activities done in 2023 and 2025.

From 2011 up to 2025, the company had planted a total of 33,307 trees on approximately 42.83 hectares of old mining land of which 1,420 trees planted in 2022 and nil in 2023 to 2025.

The company has constructed a nursery to propagate various kind of tree seedling just to provide full support to the company's monthly tree planting activity as well as in the production of quality seedlings. Tree planting activity was documented and was reported annually in compliance with the regional Mines and Geosciences Bureau ruling.

Moreover, the company likewise provided assistance on livelihood, health and safety, Education and Recreation, Environmental and Sanitation programs to the host Barangays as part of the company's Community Development program. It has allotted a minimum fund to execute necessary support to the communities wherein request and solicitation are commonly considered.

Furthermore, the most pressing concern facing the company since the NGP launching is the proliferation of illegal small-scale miners within the property. The problem has created instability and uncertainties on the area. However, the company was urged to take steps for the necessary protection of all areas where tree-planting activities are conducted. Environmental and ecological protection is the main goal of the company ever since the mine operations ceased in 1999.

The National Greening Program is not only expected to instill greater social confidence in the Mining Industry, but will also result in clear, stable and predictable policies on environmental and ecological aspects on mining.

Employees. The total manpower of the Company as of December 31, 2025 consists of seven (7) regular employees and one (1) consultant.

Type of employee	Exploration/Technical	Finance/Administration
Executive Officers	-	3
Managers/Technical Personnel	1	
Rank and file		4
Total	1	7

The Company expects no significant change in the number of employees for the ensuing year unless the necessary permits have been awarded to the company and the needed funding requirements for exploration and further rehabilitation and development of the Longos Mine becomes available; in which case, a significant number of employees will be hired.

The Paracale-based employees were members of National Allied Mines and Workers Union (“NAMAWU”) for rank and file, and United Paragon Mining Corporation Supervisors’ Union (“UPSU”) for supervisors. The collective bargaining agreement between the Company and NAMAWU expired on December 31, 1999 while that between the Company and UPSU expired on April 30, 2003. Mandaluyong City based employees and administrative personnel at the mine site are not subject to collective bargaining agreement. The Company’s employees have not been on strike in the past three (3) years and are not threatening to go on strike. The Company does not have any incentive arrangement with its employees and no plans to establish one in the future.

Major Risk/s. The management of the Company regularly scans the events and trends concerning the mining industry in order to identify and assess risks affecting the Company. At the same time, the management of the Company assesses the internal risks and weaknesses in its operations. The major risks involved in the Company’s operations are as follows:

- a. **Changes in the market price for gold.** The market price for gold can fluctuate widely. These fluctuations are caused by numerous factors beyond the Company’s control such as speculative positions taken by investors or traders in gold; changes in the demand for gold for industrial uses, for use in jewelry and investment; changes in the supply of gold from production, disinvestment, scrap and hedging; financial market expectations regarding the rate of inflation; the strength of the US dollar (the currency in which the gold price trades internationally) changes in interest rates; actual or expected gold sales by central banks; gold sales by gold producers in forward transactions; global or regional political or economic events.

A sharp decline in the gold price would adversely affect the viability of the Longos Rehabilitation Project and the Company’s ability to raise the required amount to finance the said project. However, inasmuch as gold price fluctuations are caused by numerous factors beyond the Company’s control and gold hedging is not applicable to the Company at this stage, there is no way the Company can manage this risk at this time. In the future, when the Company reopens the mine, gold price hedging strategies will be considered.

- b. **Skills shortages.** Skills shortages are re-emerging as industry growth recovers and mine production ramps up to meet revived demand. With an inadequate supply of skilled workers and professionals for the mining sector, the challenge of recruitment, retention, development and deployment has re-emerged as a significant strategic threat to the industry. This may further delay future project development and production.
- c. **Development risks.** The Company's plan to rehabilitate and reopen the Longos Mine is based on the results of a pre-feasibility study conducted by the Company. The study used estimates of expected or anticipated project economic returns which are based on assumptions such as future gold and silver prices, anticipated tonnage, grades of ore to be mined and processed, anticipated recovery rates of gold and anticipated capital expenditure and cash operating costs, among other factors.

Actual cash operating costs, production and economic returns may differ significantly from those anticipated by Company's studies and estimates due to a number of uncertainties inherent in the development and construction of an extension to an existing mine or any new mine. Prior to reopening the mine, the Company may hire additional consultants to double check the Company's pre-feasibility study and rehabilitation plan.

- d. **Ore reserves estimate risk.** The ore reserves presented in this annual report are the best estimates of Company's technical personnel and confirmed/certified by competent persons- geologist and mining engineer. The Company undertakes annual revisions of its ore reserve estimates based upon actual exploration and drilling results, new information and fluctuations in economic parameters. The actual mineral deposition in quantity (tonnage) and quality (grade) may vary greatly from the Company's estimate when actual mining/extraction is conducted. Some physical obstacles in operation such as water inflow underground, fracturing of rock upon mining and erratic nature of the mineral content of the vein can contribute to the variance between the estimated and actual ore reserves.
- e. **The risk of flooding the underground workings.** The ore reserves of Longos Mine comprising of several parallel narrow gold veins are located in an ultramafic and granodiorite country rocks. Heavy water ingress into the underground workings caused by fissures of the veins under the ocean floor is inevitable but can be controlled by a well-planned and designed dewatering plan inside the mine. The Company had been successful in controlling water ingress in the past by installing heavy-duty pumps and by pushing the shoreline with a cofferdam. The same dewatering strategy will be used when the Company reopens the mine.
- f. **Liquidity and access to capital.** The Company needs an estimated amount of US\$20 million for capital expenditures to implement its two (2) years exploration work program the exploration work program was revised in 2019 with a capital expenditure of estimated US\$250 thousand. The company pursued various options to raise project funding to fully implement the approved exploration work program, approved

exploration permit was received in August 24, 2018. Although, the Philippine government has been aggressively promoting and supporting the revitalization of the mining industry and investors are bullish on the gold price. Successful implementation of the approved exploration work program will upgrade the current ore reserve. In the last quarter of 2020, the company completed the implementation of the 2-year exploration work program by drilling 3 holes totaling 604.9 meters drilled east-southeast of the Bula-ay small-scale mining area.

Item 2. Properties

The Company owns various office furniture, fixtures and transportation equipment in its Head office located at Mandaluyong City. The Company also owns various drilling, mining and milling equipment and support facilities in its Longos mine site. There is no mortgage, lien or encumbrance over the aforementioned properties.

The Company has no intention at present to lease or acquire any additional significant real property or machinery and equipment in the next twelve (12) months unless the appropriate government permit have been awarded to the company and the required funding for exploration and further development of the mine becomes available, in which case, additional significant real property or machinery and equipment will be acquired. Machinery and equipment are usually acquired month to month as needed usually through direct purchase or through letters of credit, if imported, under suppliers' or bank's credit terms.

The Company through an Operating Agreement executed on February 10, 1987 and Option and Operating Agreement dated November 17, 1987 with Camarines Minerals, Inc. ("CMI") has the exclusive rights to operate the mineral properties in the name of CMI that are covered by mining lease contracts, including the right to occupy the other real properties of CMI. The operating agreement expired on June 18, 2006. On July 30, 2007, the Company and CMI signed an operating agreement renewing and consolidating the previous option and operating agreements. This operating agreement provides for the extension of the term for twenty-five years or co-terminus with the relevant mineral production sharing agreement that may be issued by the Philippine Government and a royalty rate of 3.5% based on gross revenues, net of marketing and refining charges.

The principal properties subject of an operating agreement with CMI consists of 1,204.6160 hectares with confirmed mineral resources and prospective exploration areas. The approved mining lease contracts with the Philippine Government cover 394 hectares, 64 hectares expired in 2006 and 330 hectares expired in 2010. However, prior to expiry of these mining lease contracts, the Company submitted applications for conversion to mineral production sharing agreement/s. The mining claims covered by the operating agreement with CMI are all located in the Paracale - Jose Panganiban District.

The mining lease contracts assigned to the Company by CMI are as follows:

- Mining Lease Contract (“MLC”) No. MRD 267, granted on June 18, 1981 covering a group of nine (9) mining claims with a total area of 64.1609 hectares, expired on June 17, 2006. This is the central portion of Longos.
- MLC No. MRD 401, granted on March 19, 1985, covering twelve (12) mining claims with an area of 92.8699 hectares, expired on March 18, 2010. This is the southern portion, known as Malaguit group of claims, which includes Haliguig Bato area.
- MLC No. MRD 445, granted on July 01, 1985, covering a group of twenty-nine (29) mining claims with a total area of 194.2786 hectares, expired on June 30, 2010. This is the portion, which includes the UPMC village, the Tailings Pond No. 1, Baluarte and San Antonio structures and Barangay Palanas.
- MLC No. MRD 446 granted on July 01, 1985, covering a group of six (6) mining claims with a total area of 43.5000 hectares, expired June 30, 2010. This is the Tugos area.

The Company and CMI filed a joint application for production sharing agreement (“APSA”) for the above MLCs on February 7, 2006 (denominated as APSA V-375). However, with the passage of the Executive Order 79 (EO 79) dated July 6, 2012 entitled “INSTITUTIONALIZING AND IMPLEMENTING REFORMS IN THE PHILIPPINE MINING SECTOR PROVIDING POLICIES AND GUIDELINES TO ENSURE ENVIRONMENTAL PROTECTION AND RESPONSIBLE MINING IN THE UTILIZATION OF MINERAL RESOURCES”, the processing of the renewal of the APSA application is on hold until a legislation rationalizing existing revenue sharing schemes mechanism shall have taken effect. In line with the company management mandate to upgrade its ore reserve, the said APSA 375 application was converted to an exploration permit application in February 4, 2013. On October 4, 2013 the company received approval on the conversion application from APSA-00375-V to EXPA-00180-V. On August 24, 2018 the company received the approved exploration permit with a larger area from 394 hectares to 580 hectares. In February 2021 the Company filed Declaration of Mining Project Feasibility Study (DMPF) and as at December 31, 2025 still pending for approval at the Mines and Geoscience Bureau.

UPMC on its own has located several mineral areas located in Paracale and Labo, Camarines Norte consisting of 531.000 hectares for which corresponding APSAs were filed.

The following are the APSAs filed by the Company:

- APSA V-041 covers four (4) lots of 101 mining claims. Lots 1, 2 and 3 are owned by CMI (known as San Mauricio claim group) and Lot 4 (Torana Group, 126.0000 hectares) is owned by UPMC with a total area of 753.4439 hectares and now renumbered as EXPA-000233-V.
- APSA V-254 covers six (6) mining claims owned by UPMC and located within Labo and Paracale, Camarines Norte consisting of Lots 1 and 2 with a total area of 405.0227

hectares, denied by MGB V in an order dated June 30, 2011 pursuant to the provisions of Department Memorandum Order (DMO) NO. 2010-04. A motion for reconsideration on the denial of the application has been filed by the Company which is currently being evaluated by MGB V office.

- APSA V-270 covers twenty-four (24) mining claims owned by CMI also known as the Jeff-Sindicado claim group with a total area of 182.3624 hectares and now renumbered as EXP-000234-V.
- APSA V-375 covers fifty-six (56) mining claims owned by CMI also known as the Longos claim group with a total area of 393.8607 hectares, this has been converted into an Exploration Permit Application by UPMC and CMI on February 4, 2013 upon submission of pertinent documents and payment of the required conversion fee and is now renumbered as EXPA-000180-V. On October 4, 2013 the company received approval on the conversion of application from APSA-00375-V to EXPA-00180-V. On August 24, 2018 the company received the approved exploration permit with a larger area from 394 hectares to 580 hectares. Declaration of Mining Project Feasibility Study (DMPF) still pending for approval at the Mines and Geoscience Bureau as of December 31, 2025.

Mineral Resources and Ore Reserves. There was no change in the resource estimates during the year 2025 even after the completion of the 2 years exploration work program wherein the company drilled 3 holes totaling 604.9 meters to check the up-dip continuity of Baluarte Vein and San Antonio Vein (between level 200 and level 400) above the ultramafic-granodiorite contact and for the year 2024. The Indicated Mineral Resources Inventory as of 31 December 2025 is 3,160,737 MT at 10.89 grams of gold per tonnes (Au g/t) containing 1,106,420 ounces of gold.

Summary of the ore resources as of 31 December 2025 is presented below:

Identified Mineral Resources	Tonnes	Grade, Au g/t	Ounces, Gold
Above Level 800			
Measured	257,808	11.25	93,248
Indicated	124,955	14.32	57,529
Inferred	-	-	-
Sub Total	382,763	12.25	150,777
Below Level 800			
Measured	590,714	12.68	240,817
Indicated	1,270,611	9.11	372,153
Inferred	338,800	13.09	142,585
Sub Total	2,200,125	10.68	755,555
Adjacent Vein Systems			
Measured	-	-	-
Indicated	577,849	10.77	200,088
Inferred	-	-	-
Sub Total	577,849	10.77	200,088

Identified Mineral Resources as of 31-12-2025	3,160,737	10.89	1,106,420
Identified Mineral Resources as of 31-12-2024	3,160,737	10.89	1,106,420
Difference	-	-	-

Summary of the ore reserves as of 31 December 2025 is presented below:

Underground Movable Ore Reserves	Tonnes	Grade, Au g/t	Ounces, Gold
Above Level 800			
Proven	202,071	10.61	68,930
Probable	85,928	8.28	22,875
Sub Total	287,999	9.91	91,805
Below Level 800			
Proven	-	-	-
Probable	1,302.52	11.30	473,211
Sub Total	1,302.52	11.30	473,211
Total			
Proven	202,071	10.61	68,930
Probable	1,388.45	11.30	496,086
Total Ore Reserves	1,590.52	11.05	565,016
Less: Reserves Used for Pillars	6,963	6.63	1,484
Total Ore Reserves - 31 December	1,583,56	11.07	563,532
Total Ore Reserves – 31 December	1,583,56	11.07	563,532
Difference	-	-	-

Note: The ore reserves presented in this table are included in the ore resources presented in the above table.

The estimation, assessment, and evaluation of Mineral Resources and Ore Reserves were undertaken by qualified technical personnel. However, the Company hired Competent Persons to evaluate and certify the mineral resources and ore reserves, in compliance with the Philippine Mineral Reporting Code for Reporting Exploration Results, Mineral Resources and Ore Reserves (PMRC) adopted by the Philippine Stock Exchange, Inc. in October 2007.

The information in this report that relates to Mineral Resources was based on information compiled and certified by Mr. Balgamel B. Domingo, who is a member of the Geological Society of the Philippines (GSP). Mr. Domingo is not employed by any company. He is a consultant for various mining and geologic projects. On the other hand, the information on Ore Reserves was compiled and certified by Mr. Lucio R. Castillo, a member of the Philippine Society of Mining Engineers. Mr. Castillo is the Chairman/CEO of Goldridge Mining Corporation. Both Messrs. Domingo and Castillo are included in the lists of competent persons promulgated by their respective accredited professional organizations.

Messrs. Domingo and Castillo have sufficient experiences, which are relevant to the style of mineralization and type of deposit under consideration and to the activity, which they had undertaken to qualify as Competent Persons as defined in the 2007 Edition of PMRC. Messrs. Domingo and Castillo consented to the inclusion in this report of the matters based on their information in the form and context in which it appears.

Item 3. Legal Proceedings

There has not been any bankruptcy, receivership or similar proceedings neither instituted by or against the Company nor has there been any material reclassification, merger, consolidation or purchase or sale of significant amount of assets not in the ordinary course of business. There is no material pending legal proceedings involving the Company.

Item 4. Submission of Matters to a Vote of Security Holders

No other matter was submitted to a vote of security holders during the last Annual Stockholders' Meeting last November 25, 2025 up to the period covered by this report, except for the matters taken as follows:

1. Advance Stockholders' Authority for Planned Equity Conversion Transactions:
The Conversion of outstanding liabilities up to a maximum aggregate amount of Eight Hundred Eighty-One Million Eight Hundred Fifty Thousand Eight Hundred Forty-Eight Pesos (₱881,850,848.00) into common shares of the Corporation at a price of ₱0.01 per share (par value), to be issued from the unissued portion of the Corporation's authorized capital stock, which will cover any or all of the following:
 - a. Conversion of unpaid royalties with accrued interests owed to CMI or to its assignee investor of up to Four Hundred Million Pesos (₱400,000,000.00), under such terms and conditions to be agreed upon by the parties and subject to the approval of their respective Boards;
 - b. Conversion of liabilities to other creditors with an aggregate amount of up to Four Hundred Eighty-One Million Eight Hundred Fifty Thousand Eight Hundred Forty-Eight Pesos (₱481,850,848.00) which may involve any or all of the following:
 - i. Conversion of a portion of the advances made by Alakor Corporation, with accrued interests, under such terms and conditions to be agreed upon by the parties and subject to the approval of their respective Boards;
 - ii. The conversion of all outstanding redeemable preferred shares, including any accrued interests and declared dividends, into common shares at a price of ₱0.01 per share, to be offered to all preferred shareholders of every class and subject to their acceptance;
 - iii. The conversion of any or all bonds issued, including accrued interest, into common shares at a price of ₱0.01 per share, to be offered to all bondholders.

- 2 Delegation to the Board of Directors of the authority to negotiate with the concerned creditor/s, determine and approve the final terms and conditions of each conversion (including the identity of the creditor/s, amount of debt to be converted, number of shares to be issued, timing, and subscription process), and to issue the corresponding shares as full payment for the converted obligations, subject to the requisite board approvals and regulatory compliance; and
- 3 Waiver of any pre-emptive rights of existing stockholders over the shares to be issued under such conversion, pursuant to Section 38 of the Revised Corporation Code.

PART II – OPERATIONAL AND FINANCIAL INFORMATION

Item 5. Market for Registrant’s Common Equity and Related Stockholder Matters

Market Information. The Company’s shares of common stock are traded in the Philippine Stock Exchange, Inc. (“PSE”). The quarterly high and low stock prices (in Philippine Pesos) for the years 2024, 2025 and the first quarter of the current fiscal year 2026 are as follows:

Market Price	2026		2025		2024	
	Low	High	Low	High	Low	High
First Quarter	0.0041	0.005	0.0024	0.0050	0.0024	0.0051
Second			0.0029	0.0040	0.0029	0.0049
Third Quarter			0.0030	0.0039	0.0030	0.0056
Fourth Quarter			0.0028	0.0067	0.0028	0.0038

The Company’s shares of common stock were traded with a closing price of ₱0.0058 and ₱0.0051 per share on December 31, 2025 and March 31, 2026 respectively.

Holders. The Company has 1,175 shareholders as of December 31, 2025. The outstanding shares as of December 31, 2025 are 261,314,797,080 shares of common stock; 12,200,000 shares of Class “A” preferred stock and 400,000 shares of Class “B” preferred stock.

The top 20 common stockholders as of December 31, 2025 are as follows:

No.	Name	No. of shares held	Percent of Total
1	PCD NOMINEE CORPORATION	252,692,223,218	96.7003
2	LANCASTER HOLDINGS LIMITED	5,235,537,900	2.0035
3	CAMARINES MINERALS, INC.	1,252,097,050	0.4792
4	ENRILE II, WILLIAM RAGOS	250,000,000	0.0957
5	ALAKOR SECURITIES CORPORATION	199,653,850	0.0764
6	LORENZO JR., LUIS P.	109,250,000	0.0418

7	KEH, BENITO YAN, LUCIO W.	100,000,000 100,000,000	0.0383 0.0383
8	SY TIONG SHIOU &/OR JUANITA S. TAN	93,500,000	0.0358
9	VALMORA INVESTMENT AND MANAGEMENT	80,000,000	0.0306
10	CASTILLO, EDUARDO B.	54,375,000	0.0208
11	RAMOS-PADILLA, MAUREEN ALEXANDRA CONSUELO S.	53,079,461	0.0203
12	CASTANEDA, ISA F.	50,000,000	0.0191
13	KERRY SECURITIES (PHILS.), INC. RPS01	49,250,000	0.0188
14	LIM III, JOSE A.	22,500,000	0.0086
15	CORRO, ANTONIO SEBASTIAN, T.	20,000,000	0.0077
16	PONIO, BEN AZEL S.	17,500,000	0.0067
17	CHU, BERNARD CHIU, JOHNSON CHIU &/OR VICKY	15,000,000 15,000,000	0.0057 0.0057
18	LEE, DANIEL U.	12,687,500	0.0049
19	HYDEE MANAGEMENT & RESOURCES CORP.	12,600,600	0.0048
20	SAN JOSE, ROBERTO V.	12,600,000	0.0048

Shown in the below table is the equity ownership on a per class basis as of December 31, 2025.

Security Class	Outstanding Shares	Percent of Total
1. Common Shares		
Filipino	255,414,096,629	97.7419
Alien:		
Other	5,878,244,201	2.2495
British	1,250,000	0.0005
American	13,000,000	0.0050
Chinese	8,206,250	0.0031
Total	261,314,797,080	100.0000
2. Preferred A		
Filipino	9,365,000	76.76
Alien-other	2,835,000	23.24
Total	12,200,000	100
3. Preferred B		
Filipino	120,000	30.00
Alien-other	280,000	70.00
Total	400,000	100

Dividends. No dividends were declared in the first quarter of 2026 and in the years 2025 and 2024. The Company's ability to declare and pay dividends on common equity is restricted by the availability of sufficient retained earnings and funds.

Stock Ownership Plan. Currently, UPMC Board of Directors approved and authorizes the adoption of a Stock Option Plan for the Directors and Management to cover an aggregate of 20 billion UPMC Common Shares at various prices per share as follows:

Number of Shares	Strike Price per share
5 Billion	P0.020
10 Billion	0.0250
5 Billion	0.0275

The company hired a consultant to formulate and design a stock option plan to insure its proper implementation.

During the annual meeting of the stockholders of the Company on September 28, 2013, the stockholders approved and/or ratified the adoption and implementation of the Stock Option Plan for the directors and management of the Corporation, under such terms and conditions as determined by the Board, subject to the compliance with the applicable laws and rules and regulation of the Securities and Exchange Commission and Philippine Stock Exchange.

However, because of the prevailing market conditions and current market price, the Company saw the need to reprice the stock option plan in order to be a fair and proper incentive program for directors and management. Hence, the delegation to the board of directors of the authority to reprice at below par value was proposed to, and approved by, the stockholders at the annual meeting held on September 20, 2020. As of date of this report, no stock options have been subscribed and/or availed.

Recent Sale of Unregistered Securities. No securities were sold by the Company within the past three (3) years, which were not registered under the Securities Regulation Code. There were no new issues (including securities issued in exchange for property, services, or other securities and new securities resulting from the modification of outstanding securities) or sale of reacquired securities during the same period, except for 217,942,035,530 common shares issued resulting from the conversion of debts to equity approved by the SEC on July 24, 2008. Please refer to Note 16 of the 2025 Audited Financial Statements.

As the Company continues to operate under a negative stockholders' equity position, driven primarily by historical accumulated losses and legacy obligations, addressing this financial condition is essential not only for compliance with the rules of the Philippine Stock Exchange, but also for rebuilding the Company's capacity to attract investment and pursue future development. To this end, management has proposed a comprehensive debt-to-equity conversion program, which will allow the Company to settle qualified outstanding liabilities by issuing common shares at par value from the unissued portion of the authorized capital stock. The program covers up to ₱881.85 million in obligations—including unpaid royalties,

advances from key creditors, outstanding redeemable preferred shares with accrued dividends, and bonds or convertible instruments with accrued interest. This program is designed to significantly reduce liabilities, improve liquidity, restore UPM's capital position, and align the interests of creditors with those of our shareholders.

Several major creditors—Camarines Minerals, Inc. (CMI) and its affiliates, Alakor Corporation, Lancaster Holdings Limited, and Pargold Mining Corporation—have expressed their willingness to participate. Due to the need to immediately comply with PSE's directive to address the negative equity position of the company, stockholders' approval was obtained in the November 25, 2025 annual meeting, of the conversion authority so that the Board may finalize terms with each creditor and implement the program promptly, in compliance with SEC and PSE regulations.

In December 2025, the Company executed a conversion agreement with CMI as well as subscription agreements with CMI's assignee-affiliates, Oro Mina Holdings, Inc. and Golden Lotus Holdings Corporation, for the conversion of an aggregate amount of Four Hundred Million Pesos (₱400,000,000.00), into newly-issued common shares at ₱0.01 par value per share, in the same proportion of the outstanding debt assigned to each of them. The said shares are intended to be issued during the current year. The negotiations remain ongoing with the other creditors.

Item 6. Management's Discussion and Analysis and Plan of Operation.

Management's Discussion and Analysis

Results of Operations.

	2025	2024	2023
	(Audited)	(Audited)	(Audited)
Revenues	-	-	-
Net Income (Loss)	(23,373,916)	(23,266,689)	(108,172,548)
Total Assets	1,120,617,786	1,120,325,376	1,122,235,410
Total Liabilities	1,566,759,705	1,542,956,642	1,521,599,987
Net Worth	(446,141,919)	(422,631,266)	(399,364,577)
Issued & Subscribed Capital	261,314,797,080	261,314,797,080	261,314,797,080

2025 compared to 2024

The Company has incurred net losses of ₱23.3 million, ₱23.3 million and 108.2 million in 2025, 2024 and 2023 respectively, and cumulative losses in prior years, resulting in a deficit of ₱ 3,079.8 million and ₱3,056.5 million as at December 31, 2025 and 2024, respectively, and a capital deficiency of ₱446.1 million and ₱422.6 million as at December 31, 2025 and 2024 respectively. In addition, the Company's current liabilities exceeded its current assets by ₱

835.3 million and ₱1,541.2 million as at December 31, 2024 and 2023, respectively, and the Company has negative operating cash flows of ₱51. million, ₱18.1 million and ₱13.1 million in 2025, 2024 and 2023, respectively.

2024 compared to 2023

The Company has incurred net losses of ₱23.3 million, ₱108.2 million and ₱98.0 million in 2024, 2023 and 2022 respectively, and cumulative losses in prior years, resulting in a deficit of ₱3,056.5 million and ₱3,033.2 million as at December 31, 2024 and 2023, respectively, and a capital deficiency of ₱422.6 million and ₱399.4 million as at December 31, 2024 and 2023 respectively. In addition, the Company's current liabilities exceeded its current assets by ₱ 1,541.2 million and ₱1,517.3 million as at December 31, 2024 and 2023, respectively, and the Company has negative operating cash flows of ₱18.1 million, ₱13.1 million and ₱15.2 million in 2024, 2023 and 2022, respectively.

2023 compared to 2022

The Company has incurred net losses of ₱108.2 million, ₱98.4 million and ₱91.0 million in 2023, 2022, and 2021 respectively, and cumulative losses in prior years, resulting in a deficit of ₱3,033.2 million and ₱2,925.0 million as at December 31, 2023 and 2022, respectively, and a capital deficiency of ₱399.5 million and ₱291.2 million as at December 31, 2023 and 2022, respectively. In addition, the Company's current liabilities exceeded its current assets by ₱ 1,517.3 million and ₱1,419.5 million as at December 31, 2023 and 2022, respectively, and the Company has negative operating cash flows of ₱13.1 million, ₱15.2 million and ₱13.1 million in 2023, 2022 and 2021, respectively.

The key performance indicators of the company.

	<u>December 31, 2025</u>	<u>December 31, 2024</u>	<u>December 31,</u>
	<u>Audited</u>	<u>Audited</u>	<u>2023</u>
Current Ratio	0.0010	0.0005	0.0020
<u>Current Assets</u>	<u>814,308</u>	<u>813,799</u>	<u>3,064,726</u>
Current Liabilities	836,120,234	1,542,016,475	1,520,391,763
Quick Ratio	0.0008	0.0004	0.0020
<u>Current Assets-</u>			
<u>Inventory-Prepaid</u>	<u>677,359</u>	<u>597,619</u>	<u>2,974,237</u>
Current Liabilities	836,120,234	1,542,016,475	1,520,391,763
Solvency Ratio	0.72	0.73	0.74
<u>Total Assets</u>	<u>1,120,617,786</u>	<u>1,120,325,376</u>	<u>1,122,235,410</u>
Total Liabilities	1,566,759,705	1,542,956,642	1,521,599,987

Debt Ratio	1.40	1.38	1.36
<u>Total Liabilities</u>	<u>1,566,759,705</u>	<u>1,542,956,642</u>	<u>1,521,599,987</u>
Total Assets	1,120,617,786	1,120,325,376	1,122,235,410
Debt to Equity Ratio	-3.51	-3.65	-3.81
<u>Total Liabilities</u>	<u>1,566,759,705</u>	<u>1,542,956,642</u>	<u>1,521,599,987</u>
Stockholders' Equity	-446,141,919	-422,631,266	-399,364,577
Equity to debt Ratio	-0.28	-0.27	-0.26
<u>Stockholders' Equity</u>	<u>-446,141,919</u>	<u>-422,631,266</u>	<u>-399,364,577</u>
Total Liabilities	1,566,759,705	1,542,956,642	1,521,599,987
Assets to Equity Ratio	-2.51	-2.65	-2.81
<u>Total Assets</u>	<u>1,120,617,786</u>	<u>1,120,325,376</u>	<u>1,122,235,410</u>
Stockholders' Equity	-446,141,919	-422,631,266	-399,364,577
Interest Coverage Ratio	-3.48	-3.49	-0.29
<u>Earnings/(Loss) before Interest & Taxes</u>	<u>-18,153,916</u>	<u>-18,282,701</u>	<u>-23,911,394</u>
Interest Expense	5,220,000	5,230,959	83,981,792
Book Value per share	-0.0017	-0.00162	-0.00153
<u>Stockholders' Equity</u>	<u>-446,141,919</u>	<u>-422,631,266</u>	<u>-399,364,577</u>
Shares Outstanding	261,314,797,080	261,314,797,080	261,314,797,080
Loss per share	0.0001	0.0001	0.0004
<u>Net Loss</u>	<u>23,373,916</u>	<u>23,266,689</u>	<u>108,172,548</u>
Total # of shares	261,314,797,080	261,314,797,080	261,314,797,080

Current Ratio in 2025 increase compared to a decrease seen from 2018 to 2023 due to additional cash infusion from related party advances offset by an increase in current liabilities brought about by accrual of interest from unpaid royalty fees to Camarines Minerals Inc. (CMI) and the advances made from shareholders to fund operating costs.

Solvency Ratio in 2025 increase compared to a decrease seen from 2018 to 2023 due to additional cash infusion from related party advances offset by an increase in current liabilities brought about by accrual of interest from unpaid royalty fees to Camarines Minerals Inc. (CMI) and the advances made from shareholders to fund operating costs.

Debt-to-Equity Ratio continue to decrease from 2018 to 2025 due to increase in current liabilities brought about by accrual of interest from unpaid royalty fees to Camarines Minerals Inc. (CMI) and the advances made from shareholders to fund operating costs.

Equity-to-Debt Ratio continue to decrease from 2018 to 2025 due to increase in current liabilities brought about by accrual of interest from unpaid royalty fees to Camarines Minerals Inc. (CMI) and the advances made from shareholders to fund operating costs and decrease in Stockholders Equity due to net loss incurred by the Company in 2025.

Asset to equity Ratio continue to decrease from 2018 to 2025 due to decrease in Stockholders Equity brought about by a net loss incurred by the Company in 2025.

Book Value per Share (BVPS) continue to decrease in 2018 to 2025 due to the decrease in Stockholders Equity due to net operating loss. from previous years till year 2025.

Earnings Per Share (EPS) decrease from 2018 to 2025 due net operating loss from previous years till year 2025.

Financial Position.

As shown in the financial statements, the Company has incurred capital deficiency of ₱446.1 million and ₱422.6 million as at December 31, 2025 and 2024, respectively resulting from cumulative losses of ₱3,079.8 million and ₱3,056.4 million as at December 31, 2024 and 2023, respectively. Also, the Company's current liabilities exceeded its current assets by ₱ 835.3 million and ₱1,541.2 million, respectively. Net cash flows used in operating activities amounted to ₱51.1 million, ₱18.1 million and ₱13.1 million in 2024, 2023 and 2022, respectively. These conditions indicate that a material uncertainty exists that may cast significant doubt on the Company's ability to continue as a going concern, and, therefore that it may be unable to realize its assets and discharge its liabilities in the normal course of business. The ultimate outcome of these uncertainties cannot be determined presently. The financial statements do not include any adjustments that might result from the outcome of these uncertainties.

Cash requirement for years 2025, 2024 and 2023 were principally financed by loans, advances from related parties and disposal of site scrap materials.

The Company's total current liabilities of ₱836.1 million as of December 31, 2025, of which, ₱ 401.1 million was due to related parties for loans and advances, interests, and dividends and other liabilities, and the balance are due to suppliers and other creditors as disclosed in Note 12 of 2025 audited Financial Statements.

The loans and advances from related parties are covered by promissory notes subject to roll over every ninety (90) days with interests accrued in the books. ₱2.2 billion worth of liabilities due to related companies were converted to equity in July 2008 as part of the capital restructuring approved by the SEC on July 24, 2008. For the details of the amounts of loans

and advances and other liabilities converted to equity, please refer to Notes 12 and 16 of the 2025 Audited Financial Statements.

Due to the suspension of mining and milling operations and limited sources of funds, the Company failed to meet payments within the stated terms to majority of its suppliers, contractors and other creditors. However, the Company had reduced significantly the balance of its outstanding accounts with suppliers, contractors and other creditors through offsetting arrangements or installment payment schemes. The internal and external sources of funds and the courses of action that the Company plans to undertake to address the liquidity problem are discussed under “Plan of Operations”.

Management’s plans to address the liquidity and going concern issues are discussed under “Plan of Operations”.

The gold price significantly increased by US\$1,747.37 per OZ or 67% in 2025 as compared to the same period in 2024. Gold was traded in the London Metal Exchange (“LME”) with a closing price of USD per Oz of US\$4,358.22 at the end of 2025 as compared to US\$2,610.85 in 2024 and US\$2,062.40 in 2023. The gold price reached an all-time high of US\$4,504.10 in December 24, 2025. The outlook for gold remains bullish, as it continues to provide a hedge against weakness in fiat currencies. For the quarter ending March 31, 2026, gold price closed at US\$4,658.99 per ounce at the LME (Am Fix).

The bullish sentiments on gold prices have increased investors’ interest in gold mining companies and exploration projects thus improving the Company’s chances of raising the finances required for the rehabilitation and further development of the Longos mine. Likewise, higher gold prices improve the viability/future profitability of the Longos mine.

Other than the foregoing, there are NO known

- trends, demands, commitments or uncertainties that will result in or that are reasonably likely to result in the Company’s liquidity increasing or decreasing in a material way,
- events that will trigger direct or contingent financial obligation that is material to the Company, including any default or acceleration of an obligation,
- material off-balance sheet transactions, arrangements, obligations (including contingent obligations), and other relationships of the Company with unconsolidated entities or other persons created during the reporting period,
- material commitments for capital expenditures, except for the implementation of the approved exploration work program for the period two years starting from August 24, 2018. Exploration drilling completed in the last quarter of 2020.

- trends, events or uncertainties that have had or that are reasonably expected to have a material favorable or unfavorable impact on net sales or revenues or income from continuing operations,
- significant elements of income or loss that did not arise from the Company's continuing operations and
- A seasonal aspect that has or had a material effect on the Company's condition or results of operations.

There have been no material changes from December 31, 2025 to December 31, 2024 in one or more-line items of the financial statements *except* for the following:

- a) Decrease in Accrued interest & other current liabilities is mainly due to the debt-to-equity conversion agreement entered into by the Company with CMI, and the Tripartite Memorandum of Understanding with CMI, Alakor Corporation and other related parties. The decrease in current liabilities is transferred to non-current liabilities under deposits for future subscription, as of date of this report debt-to-equity conversion application still pending approval of SEC.
- b) Increase in Advances from related parties by ₱51.5 million in 2025 from 2024.
- c) Changes in other line items shown in the Company's Statement of Comprehensive Income are due to the usual period-to-period fluctuation in amounts natural in every business operation. There are no material unusual items other than as discussed under Management's Discussion and Analysis, Results of Operations year 2025 compared to 2024.

Inasmuch as the Company's mining and milling operations are still suspended, there are no significant key performance indicators other than the financial ratios presented under Supplementary Schedule - Schedule I.

Plan of operations. The plan of operations covers the following activities:

- a. The Company and its co-applicant Camarines Minerals Inc. (CMI) are working closely with the MGB and Environmental Management Bureau (EMB) in order to comply with all mandatory requirements for eventual approval of Declaration of Project Mining Feasibility (DMPF) and restoration of Environmental Compliance Certificate (ECC). Also, the company is working with MGB 5 on the completion of two exploration permit application EXPA-00233 and EXPA-00234 both are situated in the province of Camarines Norte.

- b. The Company's acquired rights and interests in Negros Copper Project under Mineral Production Sharing Agreement (MPSA) Nos. 092-97-VI and 113-98-VI were already expired last November 20, 2022 and May 26, 2023. The Company filed a renewal of both MPSA's on July 28, 2022, compliance po mandatory requirements under review at Mines and Geosciences Bureau (MGB) Regional Office No. 6. The exploration period for both MPSA's was restored for two years expiring on July 19, 2024 to recover unused term during pandemic. At present, the company is working on completion of Final Exploration Report using the data of exploration work done by its predecessor Vulcan Industrial & Mining Corporation. Once the exploration report meets the criteria for mineral resource reporting as certified by Accredited Competent Person for Mining and Geology. The phase is to file for Declaration of Project Mining Feasibility (DMPF) within the extended exploration period.
- c. The Company will work on getting the financing requirement needed to comply all the mandatory requirement for DMPF and later the Mineral Processing Sharing Agreement application either by external sources or internal sources.
- d. The Company intends to address and mitigate the impact of net loss to equity in the financial statements by renegotiating current loan obligations.

The Company expects significant purchases of machinery & equipment and change in the number of its employees during the year once the required government permit has been awarded to it and the financing for the exploration activity of its Longos Mine becomes available during the year.

Item 7. Financial Statements

The 2025 Audited Financial Statements of the Company are incorporated herein by reference. The schedules listed in the accompanying index to supplementary schedules are filed as part of this SEC Form 17-A.

Item 8. Information on Independent Accountant and other Related Matters

Information on Independent Accountant. The accounting firm of SyCip Gorres Velayo & Co. CPAs ("SGV") with address at the 6760 Ayala Avenue 1226 Makati City, was appointed as external auditor of the Company at the annual stockholders' meeting in 2014 with Ms. Eleanor Layug as partner-in-charge, in 2017 audit year Ms. Eleanor Layug was replaced by Mr. Jose Raoul J. Balisalisa as the new audit partner-in-charge, in 2018 Ms. Ma. Genalin Q. Arevalo is the partner in-charge, and in 2025 Ms. Arevalo was replaced by Ms. Jhoanna Feliza C. Go as the new audit partner-in-charge in line with the Company's commitment to good corporate governance and in compliance with SEC Memo Circular No. 8 Series of 2003.

External Audit Fees and Services. The fees of the external auditor in the past three (3) years are as follows:

Year	Audit & Related Fees	Tax Fees	Other Fees
2024	P422,000	55,704	44,000
2023	P420,200	53,068	21,995
2022	P420,200	50,424	42,020

For the past three (3) years, the Company had not engaged the services of SGV except for the audit and or review of the annual financial statements in connection with statutory and regulatory filings and certification of the proposed accounts to be converted to equity. The amounts under the caption “Audit and Related Fees” & “Other Fees” for the years 2025, 2024 and 2023 pertain to these services. The Company’s tax related matters are being handled by the tax services department of SGV.

The Audit Committee reviews and recommends to the Board and stockholders the appointment of the external auditor and the fixing of the audit fees for the Company. The Board and stockholders approve the Audit Committee’s recommendation.

The Audit Committee has an existing policy, which prohibits the Company from engaging the external auditor to provide services that may adversely impact their independence, including those expressly prohibited by SEC regulations.

Changes in and Disagreements with Accountants on Accounting and Financial Disclosure. The Company never had any disagreement with SGV, its current independent accountant on any matter of accounting principles or practices, financial statement disclosures or auditing scope or procedure.

No independent accountant engaged by the Company has resigned or declined to stand for re-election or was dismissed.

PART III – CONTROL AND COMPENSATION INFORMATION

Item 9. Directors and Executive Officers of the Registrant

The names, citizenship, positions and periods of service of directors, executive officers and persons nominated to become as such are as follows:

Gerard Anton S. Ramos is the Chairman & Chief Executive Officer of the Company. For the past five (5) years, he has served as the Director and/or Executive Officer in companies involved in the music, broadcasting, stock brokerage, mining, investment holding, property development, sale and distribution of books, magazines and other printed media, and shopping centers, among others.

Adrian Paulino S. Ramos is the President of the Company. For the past five (5) years, he has served as an instructor at a business school, Operations Manager for a major book retailer and Business Analyst for McKinsey & Company. He is currently serving in various management capacities and served as Director and/or Executive Officer in companies involved in mining, investment holdings, securities, sale and distribution of books, magazines and other printed media, property development, transportation, oil and gas exploration, among others.

Christopher M. Gotanco is a Director of the Company. For the past five (5) years, he has served as Director, Chairman and/or Chief Executive Officer in companies involved in natural resources (oil and gas), investment banking, holdings, mass transportation, property development, and mining, among others.

Maureen Alexandra S. Ramos-Padilla is a Director of the Company. For the past 5 years, she has served as a director and/or executive officer, and maintains business interests in, companies engaged in department store, media and music distribution, securities brokerage property development, oil and gas exploration and development (2013-present), among others.

Romeo L. Bato is a Director of the Company. For the past five (5) years, he has served as a director and/or executive officer and chief financial officer in group of companies with interests in the agribusiness, medical equipment, tourism, and mining. Prior to that, Mr. Bato works overseas for more than 20 years and held various key finance positions for publicly listed companies, and pharmaceutical and food business companies, among others.

Ramon Manuel M. Pineda is nominated as a Director of the Company for the ensuing fiscal year 2025. He began his career as a Trader for the Fund Management Division, Treasury Group of Metrobank, and later as Head Dealer with Strategic Equities Corporation. He is presently the Managing Director of Penwood Corporation, a company that develops energy projects, provides consultancy and management works related to power and infrastructure clients. He also serves in companies involved in land development, power and renewable energy, in various capacities. He holds a Bachelor of Science degree in Management of Financial Institutions from De La Salle University.

John Peter C. Hager is an Independent Director of the Company. For the past five (5) years, he has been working in various management capacities and serves as Managing Director in companies involved in import/export commodities trading particularly pulp, paper, packaging, security paper and security printing products, rubber, coconut oil and other coconut-related products, among others. His business activities also include managing local interests of foreign principals and serving as commercial advisor to several international companies and local agents.

Renato C. Valencia was elected as independent director of the Company last July 30, 2019. For the past (5) years, he has served as director and/or executive officer in companies engaged in banking, investment holdings, education and technology, realty and insurance. He is a former administrator of the Social Security System.

Nicholas Justin H. Ang was elected as Independent Director of the Company last July 26, 2023. For the past five (5) years, he has served as a director and/or executive officer and maintained business interests in companies involved in real estate, ecommerce business solutions, provider of financial services and food and restaurant.

Iris Marie U. Carpio-Duque is the Company's Compliance Officer, Chief Corporate Information Officer and Corporate Secretary. For the past five (5) years, she has served as officer and/or corporate secretary or assistant corporate secretary in companies involved in mining, investment holding, securities brokering and real estate. She is a member of the Integrated Bar of the Philippines.

Josephine L. Ilas is the Assistant Corporate Secretary of the Company. For the past five (5) years, she has served as assistant corporate secretary and compliance officer of companies involved in oil and petroleum and natural resources. She is a member of the Integrated Bar of the Philippines.

Gilbert V. Rabago, is the Treasurer and Alternate Corporate Information Officer. For the past five (5) years, he has served in different managing capacities in companies involved in mining both in the Philippines and abroad.

Mssrs. John Peter C. Hager, Renato Valencia and Nicholas Justin H. Ang are the current independent directors.

The Directors of the Company are elected at the annual stockholders' meeting to hold office until the next succeeding annual meeting and until each respective successor has been elected and qualified.

Officers are appointed or elected annually by the Board of Directors during its organizational meeting following the Annual Meeting of Stockholders, each to hold office until the corresponding meeting of the Board of Directors in the next year or until a successor shall have been elected, appointed or shall have qualified.

Reporting companies in which each Director holds directorship:

Adrian Paulino S. Ramos	Anglo Philippine Holdings Corporation The Philodrill Corporation East Coast Vulcan Mining Corp Atlas Consolidated Mining & Devt. Corp. Alakor Securities Corporation
-------------------------	--

Gerard Anton S. Ramos	Anglo Philippine Holdings Corporation The Philodrill Corporation Atlas Consolidated Mining & Devt. Corp. Alakor Securities Corporation
-----------------------	---

Maureen Alexandra S. Ramos-Padilla	Anglo Philippine Holdings Corporation The Philodrill Corporation Alakor Securities Corporation
Christopher M. Gotanco	Anglo Philippine Holdings Corporation The Philodrill Corporation Boulevard Holdings, Inc.
Renato C. Valencia	Anglo Philippine Holdings Corporation (ID) i- People, Inc. (ID) EEI Corporation GT Capital Holdings, Inc.
John Peter C. Hager	The Philodrill Corporation Alakor Securities Corp.
Nicholas Justin H. Ang	Anglo Philippine Holdings Corporation
Ramon Manuel M. Pineda	None

Resignation or Declination to Stand for Re-election of a Director. Presentacion S. Ramos was declined to stand for re-election to the Board of Directors last Annual Stockholders' Meeting on November 25, 2025.

Significant Employees. Other than the above-named directors and executive officers, the Company has not engaged the services of any person who is expected to make significant contributions to the business of the Company. The business of the Company is not dependent on certain key personnel and there are no arrangements to assure that certain personnel will remain with the registrant and not compete upon termination.

Family Relationships. The following are the family relationships among officers and directors: Ms. Maureen Alexandra S. Ramos-Padilla, Mr. Gerard Anton S. Ramos and Mr. Adrian Paulino S. Ramos, are siblings

Involvement in Certain Legal Proceedings. The Company is not aware of any adverse events or legal proceedings of the nature required to be disclosed under Part IV, paragraph (A), (4) of SRC Rule 12, Annex C with respect to directors and executive officers during the past five (5) years that are material to the evaluation of the ability or integrity of the directors or executive officers.

Item 10. Executive Compensation

The aggregate compensation paid or incurred for the Company's Chief Executive Officer and most highly compensated executive officers and employees named below as a group for the two (2) most recently completed years (2025 and 2024) and the ensuing fiscal year (2026) are as follows:

Name	Position	Year	Salary	Bonus	Other Annual Compensation
Gerard Anton Ramos	Chairman				
Adrian Paulino Ramos	President - CEO				
Gilbert Rabago	Treasurer / CIO - Alternate				
Iris-Marie Carpio-Duque	Legal & Compliance Officer/Corporate Secretary				
Total (Top 5 Executives)		2024	₱0.7 million	0	0
		2025	₱0.7 million	0	0
		2026 (Est.)	₱0.7 million	0	0
Total (All Executives & Directors)		2024	₱0.7 million	0	0
		2025	₱0.7 million	0	0
		2026 (Est.)	₱0.7 million	0	0

For the most recently completed fiscal year and the ensuing fiscal year, directors received and will receive a per diem of ₱2,000.00 per board meeting to defray their expenses in attending board meetings. There are no other arrangements for compensation of directors, as such, during the last fiscal year and for the ensuing fiscal year.

The Company maintains standard employment and consultancy contracts with the above officers, all of which provide for their respective compensation and benefits. Other than what is provided under applicable labor laws, there are no compensatory plans or arrangements with executive officers entitling them to receive more than ₱2.5 million as a result of their resignation, retirement or any other termination of employment, or from a change in control of the Company, or a change in the executive officers' responsibilities following a change in control of the Company.

The Company has not granted any bonus and other compensation to directors and executive officers since 1994 except for the mandatory 13th month pay, which is already included in the amounts shown in the above table. There are no warrants or options outstanding in favor of directors and officers of the Company other than the item discussed under stock option plan above.

Item 11. Security Ownership of Certain Beneficial Owners and Management

Security Ownership of Certain Record and Beneficial Owners. As of December 31, 2025 the Company knows of no one who beneficially owns in excess of 5% of the Company's common and preferred stocks except as set forth in the table below:

Title of Class	Name, Address of Record Owner and Relationship with Issuer	Name of beneficial owner and relationship with record owner	Citizenship	No. of shares held	Percent of Class
Common	National Book Store Inc. (1,6,7) 3 rd Floor, Quad Alpha Centrum, 125 Pioneer St., Mandaluyong City (Stockholder)	National Book Store Inc.	Filipino	84,325,108,842	32.27
Common	Anglo Phil. Holdings Corp. (2,6,7) 6 th Floor, Quad Alpha Centrum, 125 Pioneer St., Mandaluyong City (Stockholder)	Anglo Phil. Holdings Corp.	Filipino	67,119,143,395	25.69
Common	Alakor Corporation ^(3,6,7) 9th Floor, Quad Alpha Centrum, 125 Pioneer St., Mandaluyong City (Stockholder)	Alakor Corporation	Filipino	52,694,038,981	20.16
Common	PCD Nominee Corporation ⁽⁴⁾ G/F, MSE Bldg., 6767 Ayala Avenue, Makati City (No relationship with issuer)	Various Please see Note 4	Filipino/ Foreign	47,093,230,994	18.02
Preferred "A"	Pargold Mining Corp. ^(6,7) c/o 9th Floor, Quad Alpha	Pargold Mining Corp.	Filipino	4,050,000	33.20

	Centrum, 125 Pioneer St., Mandaluyong City (Stockholder)				
Preferred “A”	Lancaster Holdings Limited ^(5,6,7) 9th Floor, Quad Alpha Centrum, 125 Pioneer St., Mandaluyong City (Stockholder)	Lancaster Holdings Limited	Foreign	2,835,000	23.24
Preferred “A”	Aurora B. Caringal 7759 St. Paul St., San Antonio Village, Makati City (Stockholder)	Aurora B. Caringal	Filipino	2,700,000	22.13
Preferred “A”	Edmundo M. Tolentino No. 7 Commonwealth Village, Commonwealth Ave., Quezon City (Director until 1993/Stockholder)	Edmundo M. Tolentino	Filipino	2,000,000	16.39
Preferred “B”	Lancaster Holdings Limited ^(5,6,7) 9th Floor, Quad Alpha Centrum, 125 Pioneer St., Mandaluyong City (Stockholder)	Lancaster Holdings Limited	Foreign	280,000	70.00
Preferred “B”	Alakor Corporation ^(3,6,7) 9th Floor, Quad Alpha Centrum, 125 Pioneer St., Mandaluyong City (Stockholder)	Alakor Corporation	Filipino	89,500	22.38

Notes:	
(1)	National Book Store, Inc. is a local corporation engaged in retailing business.
(2)	Anglo Philippine Holdings Corp. is an investment holding firm focused on infrastructure and related property development activities.
(3)	Alakor Corporation is a holding company with investments in real estate and stock market.
(4)	PCD Nominee Corporation is a wholly owned subsidiary of Philippine Central Depository, Inc. (PCD) and is the registered owner of the shares in the books of the Company’s transfer agent. The beneficial owners of such shares are either PCD’s participants (Brokers) themselves or the clients of these PCD participants in whose names these shares are recorded in their respective books. Of the 252,692,223,218 shares under the the PCD, 130,355,715,300 shares are in the name of Alakor Securities Corporation (ASC) and 95,034,247,346 shares are in the name of BDO Securities Corporation. Of the 225,0389,962,646 shares in the name of ASC and BDO Securities, (a) National Book Store, Inc. owns 84,325,108,842 (32.27%) shares, (b) Anglo Philippine Holdings Corp. owns 67,119,143,395 (25.69%) shares and (c) Alakor Corporation owns 52,694,038,981 (20.16%) shares.

(5)	Lancaster Holdings Ltd. is a company incorporated in the Bahamas.
(6)	Anglo Philippine Holdings Corp., National Book Store Inc., Lancaster Holdings Limited., Alakor Corporation and Pargold Mining Corporation are record and beneficial owners owning more than 5% of the Company's common and or preferred shares. Based on previous practice, these companies issue proxies nominating, constituting and appointing Mr. Gerard Anton S. Ramos, Chairman as proxy to vote for the number of shares they beneficially owned as of Record Date.
(7)	Mr. Gerard Anton S. Ramos has some direct or indirect interests/shareholdings with these companies.

Security Ownership of Management. Following are the securities beneficially owned by directors and executive officers of the Company:

Title of Class	Name of Beneficial Owner	Amount and nature of Record ^(A) /Beneficial (B) Ownership		Citizenship	Percent of Class
		Direct	Indirect		
Common	Gerard Anton S. Ramos	100,000	660, 000,000	Filipino	0.25
Common	Adrian Paulino S. Ramos	500,000	53,079,461	Filipino	0.02
Common	Maureen Alexandra S. Ramos-Padilla	53,079,461	65,000,00	Filipino	0.05
Common	Christopher Gotanco	500,000	90,312,500	Filipino	0.03
Common	Romeo L. Bato	-	1,000,000	Filipino	0.00
Common	John Peter C. Hager	-	87,000,000	Filipino	0.03
Common	Renato C. Valencia	-	1	Filipino	0.00
Common	Nicholas Justin H. Ang	1,000,000	-	Filipino	0.00
Common	Ramon Manuel M. Pineda	-	10	Filipino	0.00
Common	Iris-Marie U. Carpio-Duque	-	-	Filipino	0.00
Common	Gilbert V. Rabago	-	-	Filipino	0.00

As of December 31, 2025, the aggregate number of shares owned by the Company's directors and executive officers is 1,011,571,433 shares or approximately 0.38% of the Company's outstanding common stock. Except for shares appearing on record in the names of the directors and officers above, the Company is not aware of any shares, which said persons, may have the right to acquire beneficial ownership.

Voting Trust Holders of 5% or More. To the extent known to the Company, there are no voting trust holders of 5% or more of the Company's stocks.

Changes in Control. No change in control of the Company has occurred since the beginning of its last fiscal year. The Company has no knowledge of any existing arrangements that may result in a change in control of the Company.

Item 12. Certain Relationships and Related Transactions

The Company, on a regular basis secures loans and advances from its related parties (i.e. companies with shareholders common with the Company) to fund its capital expenditure and working capital requirements. The loans and advances are covered by promissory notes subject to roll over every ninety (90) days with interests at 24% per annum. Interest rates are determined on arm's length basis and are based on terms similar to those offered to other related and non-related parties by the creditor-related companies. These loans and advances, inclusive of accrued interests, guaranty fees and other liabilities to related companies in the amount of ₱2.2 billion were converted to common shares of stock of the Company in July 2008 as part of the capital restructuring program approved by the SEC on July 24, 2008. On September 20, 2011, the Company entered into a loan agreement with Alakor Corporation, a company under common control, to finance the Company's cost of conducting feasibility study on the Longos Gold Project and provides for its general working capital requirements. The loan amounts to ₱250.0 million with 10% interest per annum due 36 months after draw down date.

As of December 31, 2011, initial drawdown amounted to ₱120.0 million. The loan agreement gives the following rights to Alakor Corporation: (i) Option to convert, at any time after the earliest draw down date, all amounts outstanding under the loan into equity of the Company at the price of ₱0.018 per share, (ii) Subscribe to no more than 2,700,000 shares of the Company at ₱0.018 per share within five years from the execution of the loan documents. As of December 31, 2025, no additional funds have been drawn.

The identities of the related parties, the nature of the relationships, amounts and details of the transactions are disclosed on Note 12 of the Company's 2025 Audited Financial Statements.

There are no on-going contractual or other commitments as a result of the loans and advances obtained from related companies other than the payment of the loans and advances, interests, conversion of the same to equity and other rights as mentioned above.

During the last two (2) years, there were no other transactions involving the Company in which any of its directors or executive officers, any nominee for election as director, or security holder owning 10% or more of the Company's total outstanding shares and members of their immediate family had a material interest.

There were no transactions with parties that fall outside the definition of "related parties" under SFAS/IAS No. 11.

Parent of the Company. No person or entity holds more than 50% of the Company's voting securities; consequently, the Company has no parent company.

Transaction with Promoters. There are no transactions with promoters within the past five (5) years.

Part IV – CORPORATE GOVERNANCE

Item 13. CORPORATE GOVERNANCE

As a publicly-listed Philippine corporation, the Company conforms to the corporate governance rules, requirements, and regulations of the SEC, PSE and all pertinent government regulatory bodies.

The Company filed a copy of its 2024 Integrated Annual Corporate Governance Report (I-ACGR) to the Philippine SEC on May 30, 2025 and is posted in the Company website. The I-ACGR for 2025 will be filed with the SEC on or before May 30, 2026.

PART V - EXHIBITS AND SCHEDULES

Item 14. Exhibits and Reports on SEC Form 17-C

- a. **Exhibits** - See accompanying Index to Exhibits (pages 30 and 31)
- b. **Reports on SEC Form 17-C** - Reports on SEC Form 17-C filed during the year of 2025 and for the first quarter of 2026 are as follows:

Date	Particulars
February 19, 2026	Annual Certification of the MGB – DENR Region VI & V
January 20, 2026	Comprehensive Corporate Disclosure on Issuance of Shares
December 22, 2025	Debt to Equity Conversion with CMI
November 21, 2025	Compliance to the Corporate Governance Seminar
November 25, 2025	Result of Annual Stockholders’ & Organizational Board Meeting
November 24, 2025	Tripartite Memorandum of Understanding entered into by the Company
October 13, 2025 & October 29, 2025	Amended Notice of 2025 ASM with Agenda
June 18, 2025	List of stockholders as of record date
May 28, 2025	Postponement and Notice of Annual Stockholders’ Meeting
April 21, 2025	Approval of the Audited Financial Statement 2024
January 28, 2025	Annual Certification of the MGB – DENR Region VI & V

SIGNATURES

Pursuant to the requirements of Section 17 of the Code and Section 141 of the Corporation Code, this report is signed on behalf of the issuer by the undersigned, thereunto duly authorized, in the City of Mandaluyong on _____.

GERARD ANTON S. RAMOS
Chairman

GILBERT V. RABAGO
Treasurer

ADRIAN PAULINO S. RAMOS
President

IRIS MARIE U. CARPIO-DUQUE
Corporate Secretary

SUBSCRIBED AND SWORN to before me this 13 day of MAY 2026 affiant (s) is exhibiting to me their competent evidence of identity, as follows:

Names	ID No.	Date of Issue/Expiry	Place of Issue
Gerard Anton S. Ramos			
Adrian Paulino S. Ramos			
Gilbert V. Rabago			
Iris-Marie U. Carpio-Duque			

Doc no. 273
Page no. 56
Book no. LYXII
Series of 2026

ATTY. MARK ANTHONY M. ALVARIO
Notary Public for Quezon City
Valid Until December 31, 2026
Adm. Matter No. NP-364
Unit 2625 T2 Amala Skies Cubao, 5th Ave.,
Ergy. Secomo, Quezon City
Roll No. 91707
MCLE Compliance No. VIII-0013023
PTR No. 6362404, 01/06/2026, QC
IBP No. 590561, 01/06/2026, QC Chapter

UNITED PARAGON MINING CORPORATION
INDEX TO THE FINANCIAL STATEMENTS
AND SUPPLEMENTARY SCHEDULES
SEC FORM 17-A
DECEMBER 31, 2025

FINANCIAL STATEMENTS

Statement of Management's Responsibility for Financial Statements

Report of Independent Auditors

Consolidated Statements of Financial Position as at December 31, 2025 and 2024

Statements of Comprehensive Income for the Years Ended December 31, 2025, 2024 and 2023

Statements of Changes in Equity for the Years Ended December 31, 2025, 2024 and 2023

Statements of Cash Flows for the Years Ended December 31, 2025, 2024 and 2023

Notes to Financial Statements

SUPPLEMENTARY SCHEDULES

Report of Independent Auditor's on Supplementary Schedules

SCHEDULE I Financial Ratios

SCHEDULE II Map of the Relationships of the Companies within the Group

SCHEDULE III Schedule of Effective Standards and Interpretations under the PFRSs

SCHEDULE IV Reconciliation of Retained Earnings Available for Dividend Declaration

SCHEDULE A. Financial Assets in Equity Securities

SCHEDULE B. Amounts Receivable from Directors, Officers, Employees, Related Parties and Principal Stockholders (other than Related Parties)

SCHEDULE C. Amounts Receivable from Related Parties which are Eliminated during the Consolidation of Financial Statements

SCHEDULE D. Intangible Assets - Other Assets

SCHEDULE E. Long-Term Debt

SCHEDULE F. Indebtedness to Related Parties (Long-Term Loans from Related Companies)

SCHEDULE G. Guarantees of Securities of Other Issuers

SCHEDULE H. Capital Stock

Supplementary Schedule of External Auditor Fee-Related Information

Your BIR AFS eSubmission uploads were received

1 message

eafs@bir.gov.ph <eafs@bir.gov.ph>

Wed, May 13, 2026 at 7:10 PM

To: CAISIPRICO689@gmail.com

Cc: UPMC@yahoo.com

Hi UNITED PARAGON MIINING CORPORATION,

Valid files

- EAFS000169117RPTTY122025.pdf
- EAFS000169117ITRTY122025.pdf
- EAFS000169117AFSTY122025.pdf

Invalid file

- <None>

Transaction Code: **AFS-0-KA8A6F60PX4TVTM1QZ43XS2T09A8C67JE**

Submission Date/Time: **May 13, 2026 07:10 PM**

Company TIN: **000-169-117**

Please be reminded that you accepted the terms and conditions for the use of this portal and expressly agree, warrant and certify that:

- The submitted forms, documents and attachments are complete, truthful and correct based on the personal knowledge and the same are from authentic records;
- The submission is without prejudice to the right of the BIR to require additional document, if any, for completion and verification purposes;
- The hard copies of the documents submitted through this facility shall be submitted when required by the BIR in the event of audit/investigation and/or for any other legal purpose.

This is a system-generated e-mail. Please do not reply.



**UNITED PARAGON
MINING CORPORATION**
Head Office
6th Floor, Quad Alpha Centrum Bldg.
125 Pioneer Street, Mandaluyong City, Philippines
Tel. no. (632) 8631-5139 Fax No. (632) 8631-3113
www.unitedparagon.com

STATEMENT OF MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL STATEMENTS

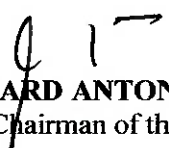
The management of **United Paragon Mining Corporation** is responsible for the preparation and fair presentation of the financial statements including the schedules attached therein, for the years ended December 31, 2025 and 2024, in accordance with the prescribed financial reporting framework indicated therein, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

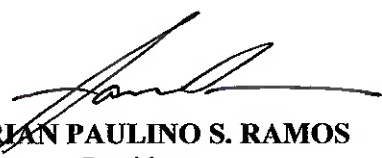
In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or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

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

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

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


GERARD ANTON S. RAMOS
Chairman of the Board


ADRIAN PAULINO S. RAMOS
President


GILBERT V. RABAGO
Treasurer

SUBSCRIBED AND SWORN to before me this 13 day of MAY 2026, affiant exhibited to me his/their Valid Identification numbers, as follows:

Names	Passport Number/ Government Issued ID	Issue Date/Expiry Date	Place of Issue
Gerard Anton S. Ramos	P7752563A	July 30, 2018/June 29, 2028	DFA NCR South
Adrian Paulino S. Ramos	P6368801B	Feb 23, 2021/Feb 22, 2031	DFA NCR East
Gilbert V. Rabago	DL No- E09-09-000229 expiring on March 24, 2032		

Doc No. 416
Page No. 85
Book No. I
Series of 2026




ATTY. IRIS MARIE U. CARPIO
NOTARY PUBLIC - CITY OF MANDALUYONG
APPT. NO. 0374-26 / UNTIL DECEMBER 31, 2027
QUAD ALPHA CENTRUM, 125 PIONEER STREET
MANDALUYONG CITY 1550
PTR NO. 6035246/ MANDALUYONG CITY / 01-06-2026
IBP NO. 590814 / 01-07-2026 / QC CHAPTER
MCLE COMPLIANCE NO. VIII-0015359 / 04-14-2028
ROLL NO. 51028 (2005)

COVER SHEET

for
AUDITED FINANCIAL STATEMENTS

SEC Registration Number

4	0	9	3	8					
---	---	---	---	---	--	--	--	--	--

COMPANY NAME

U	N	I	T	E	D		P	A	R	A	G	O	N		M	I	N	I	N	G		C	O	R	P	O	R	A	T
I	O	N																											

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

6	t	h		F	l	o	o	r		Q	u	a	d		A	l	p	h	a		C	e	n	t	r	u	m	,	
1	2	5		P	i	o	n	e	e	r		S	t	.		M	a	n	d	a	l	u	y	o	n	g		C	i
t	y																												

Form Type

A	A	F	S
---	---	---	---

Department requiring the report

C	R	M	D
---	---	---	---

Secondary License Type, If Applicable

N	/	A	
---	---	---	--

COMPANY INFORMATION

Company's Email Address

unitedparagonmining@gmail.com

Company's Telephone Number

(02) 8631-8173

Mobile Number

0917-5175021

No. of Stockholders

1,181

Annual Meeting (Month / Day)

Any day in May

Fiscal Year (Month / Day)

12/31

CONTACT PERSON INFORMATION

The designated contact person MUST be an Officer of the Corporation

Name of Contact Person

Gilbert Rabago

Email Address

gyrabago@anglophil.com

Telephone Number/s

(02) 8631-5139

Mobile Number

N/A

CONTACT PERSON'S ADDRESS

6th Floor, Quad Alpha Centrum Building, 125 Pioneer Street, Mandaluyong City

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

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



INDEPENDENT AUDITOR'S REPORT

The Board of Directors and the Stockholders
United Paragon Mining Corporation
6th Floor Quad Alpha Centrum
125 Pioneer St., Mandaluyong City

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of United Paragon Mining Corporation (the Company), which comprise the statements of financial position as at December 31, 2025 and 2024, and statements of comprehensive income, statements of changes in capital deficiency and statements of cash flows for each of the three years in the period ended December 31, 2025, and notes to the financial statements, including material accounting policy information.

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

Basis for Opinion

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

Material Uncertainty Related to Going Concern

We draw attention to Note 2 in the financial statements, which indicates that the Company has incurred cumulative losses of ₱3,079.8 million and ₱3,056.5 million as at December 31, 2025 and 2024, respectively, and a capital deficiency of ₱446.1 million and ₱422.6 million as at December 31, 2025 and 2024, respectively. In addition, the Company's current liabilities exceeded its current assets by ₱835.3 million and ₱1,541.2 million as at December 31, 2025 and 2024, respectively, and the Company has negative operating cash flows of ₱51.1 million, ₱18.1 million and ₱13.1 million in 2025, 2024 and 2023, respectively. As stated in Note 2, these conditions indicate that a material uncertainty exists that may cast significant doubt on the Company's ability to continue as going concern and, therefore, the Company may be unable to realize its assets and discharge its liabilities in the normal course of business. Our opinion is not modified in respect of this matter.



Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. For each matter below, our description of how our audit addressed the matter is provided in that context.

In addition to the matters described in the Material Uncertainty Related to Going Concern section, we have determined the matters described below to be the key audit matters to be communicated in our report.

We have fulfilled the responsibilities described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report, including in relation to these matters. Accordingly, our audit included the performance of procedures designed to respond to our assessment of the risks of material misstatement of the financial statements. The results of our audit procedures, including the procedures performed to address the matters below, provide the basis for our audit opinion on the accompanying financial statements.

Recoverability of Deferred Exploration Cost

As of December 31, 2025, the carrying values of deferred exploration costs amounted to ₱123.9 million. These deferred exploration costs represent expenditures incurred by the Company for the Longos Mine. Under Philippines Financial Reporting Standard (PFRS) 6, *Exploration and Evaluation of Mineral Resources*, these deferred exploration costs shall be assessed for impairment when facts and circumstances suggest that the carrying amounts exceed the recoverable amounts. The ability of the Company to recover its deferred exploration costs would depend on the commercial viability of the reserves. We considered this as a key audit matter because of the materiality of the amount involved, and the significant management judgment required in assessing whether there is any indication of impairment.

The disclosures related to recoverability of deferred exploration cost are included in Notes 4 and 9 to the financial statements.

Audit Response

We obtained management's assessment on whether there is any indication that deferred exploration costs may be impaired. We reviewed relevant updates on the current status of the Longos Mine under exploration and future management plans as at December 31, 2025. We inspected the licenses/permits of each exploration project to determine that the period for which the Company has the right to explore in the specific area has not expired and will not expire within the planned period of operation. We also inquired about the existing concession areas that are expected to be abandoned or any exploration activities that are planned to be discontinued in those areas. We reviewed the Company's disclosures, which are relevant to management's assessment of the recoverability of deferred exploration costs.



Recoverability of Property, Plant and Equipment

The net book value of the Company's property, plant and equipment amounted to ₱993.9 million as at December 31, 2025. The Company is under exploration status upon receipt of Exploration Permit in November 2021. Under PFRS Accounting Standards, the Company assesses at the end of each reporting period whether there is any indication that these assets may be impaired. The assessment of the recoverable amount of property, plant and equipment related to Longos Mine project requires significant judgment and involves estimation and assumptions about future production levels and costs, as well as external inputs such as gold prices and discount rate. Hence, such assessment is a key audit matter in our audit.

The disclosures related to recoverability of property, plant and equipment are included in Notes 4 and 8 to the financial statements.

Audit Response

We involved our internal specialist in evaluating the methodologies and the assumptions used in determining the recoverable amount of the property, plant and equipment. These key assumptions include the future production levels and costs as well as external inputs such as gold prices and discount rate. We compared the key assumptions used such as future production levels and costs against project feasibility report and key inputs such as gold prices against externally published data. We carried out an update discussion with the Company's specialists who were part of the feasibility study team on the basis of the estimated production levels and costs considering the anticipated changes. We tested the parameters used in the determination of the discount rate against market data. We also reviewed the Company's disclosures about those assumptions to which the outcome of the impairment test is most sensitive, specifically those that have the most significant effect on the determination of the recoverable amount of property, plant and equipment.

Other Information

Management is responsible for the other information. The other information comprises the information included in the SEC Form 20-IS (Definitive Information Statement), SEC Form 17-A and Annual Report for the year ended December 31, 2025. The SEC Form 20-IS (Definitive Information Statement), SEC Form 17-A and Annual Report for the year ended December 31, 2025 are expected to be made available to us after the date of this auditor's report.

Our opinion on the financial statements does not cover the other information and we will not express any form of assurance conclusion thereon.

In connection with our audits of the financial statements, our responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audits, or otherwise appears to be materially misstated.



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

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

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

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



- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

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

Our audits were conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information required under Revenue Regulations 15-2010 in Note 24 to the financial statements is presented for purposes of filing with the Bureau of Internal Revenue and is not a required part of the basic financial statements. Such information is the responsibility of the management of United Paragon Mining Corporation. The information has been subjected to the auditing procedures applied in our audit of the basic financial statements. The information has been subjected to the auditing procedures applied in our audit of the basic financial statements. In our opinion, the information is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.



The engagement partner on the audit resulting in this independent auditor's report is
Jhoanna Feliza C. Go.

SYCIP GORRES VELAYO & CO.



Jhoanna Feliza C. Go

Partner

CPA Certificate No. 0114122

Tax Identification No. 219-674-288

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

SEC Partner Accreditation No. 114122-SEC (Group A)

Valid to cover audit of 2021 to 2025 financial statements

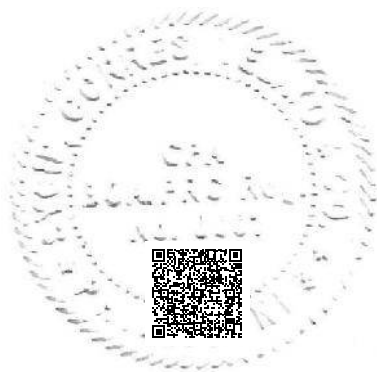
SEC Firm Accreditation No. 0001-SEC (Group A)

Valid to cover audit of 2021 to 2025 financial statements

BIR Accreditation No. 08-001998-103-2025, October 1, 2025, valid until September 30, 2028

PTR No. 10765055, January 2, 2026, Makati City

April 23, 2026



UNITED PARAGON MINING CORPORATION
STATEMENTS OF FINANCIAL POSITION

	December 31	
	2025	2024
ASSETS		
Current Assets		
Cash (Note 5)	₱677,359	₱597,619
Materials and supplies (Note 6)	902	4,013
Other current assets (Note 7)	136,047	212,167
Total Current Assets	814,308	813,799
Noncurrent Assets		
Property, plant and equipment (Note 8)	993,928,050	993,928,050
Deferred exploration costs (Note 9)	123,941,463	123,941,463
Other noncurrent assets (Note 7)	1,933,965	1,642,064
Total Noncurrent Assets	1,119,803,478	1,119,511,577
TOTAL ASSETS	₱1,120,617,786	₱1,120,325,376
LIABILITIES AND CAPITAL DEFICIENCY		
Current Liabilities		
Accounts payable and other current liabilities (Note 10)	₱416,286,246	₱1,166,306,110
Due to related parties (Note 12)	401,066,488	349,589,279
Redeemable preferred shares (Note 13)	18,767,500	26,100,000
Income tax payable	–	21,086
Total Current Liabilities	836,120,234	1,542,016,475
Noncurrent Liabilities		
Deposits for future stock subscriptions (Note 11)	525,221,853	–
Notes payable (Note 11)	203,863,800	–
Retirement benefit obligation (Note 14)	1,553,818	940,167
Total Noncurrent Liabilities	730,639,471	940,167
Total Liabilities	1,566,759,705	1,542,956,642
Capital Deficiency		
Capital stock - ₱0.01 par value (Note 16)		
Authorized - 397,325,000,000 shares		
Issued - 261,314,797,080 shares	2,613,147,971	2,613,147,971
Additional paid-in capital	19,449,376	19,449,376
Remeasurement gains on retirement benefits obligation (Note 14)	1,104,386	1,241,123
Deficit (Note 2)	(3,079,843,652)	(3,056,469,736)
Total Capital Deficiency	(446,141,919)	(422,631,266)
TOTAL LIABILITIES AND CAPITAL DEFICIENCY	₱1,120,617,786	₱1,120,325,376

See accompanying Notes to Financial Statements



UNITED PARAGON MINING CORPORATION
STATEMENTS OF COMPREHENSIVE INCOME

	Years Ended December 31		
	2025	2024	2023
GENERAL AND ADMINISTRATIVE EXPENSES			
(Note 17)	₱16,628,450	₱14,594,089	₱25,739,013
OTHER EXPENSES – NET			
Interest expense (Note 18)	5,220,000	5,230,959	83,981,792
Foreign exchange losses (gains) – net	1,527,341	4,744,554	(1,072,227)
Interest income (Note 5)	(1,875)	(1,619)	(1,726)
Other income	–	(1,054,323)	(753,666)
	6,745,466	8,919,571	82,154,173
LOSS BEFORE INCOME TAX	23,373,916	23,513,660	107,893,186
PROVISION FOR INCOME TAX (Note 19)			
Current	–	21,086	11,305
Deferred	–	(268,057)	268,057
	–	(246,971)	279,362
NET LOSS	23,373,916	23,266,689	108,172,548
OTHER COMPREHENSIVE LOSS			
<i>Item that will not be reclassified to profit or loss:</i>			
Remeasurement loss on retirement benefits obligation (Note 14)	136,737	–	–
TOTAL COMPREHENSIVE LOSS	₱23,510,653	₱23,266,689	₱108,172,548
Basic and Diluted Loss Per Share (Note 20)	₱0.0001	₱0.0001	₱0.0004

See accompanying Notes to Financial Statements.



UNITED PARAGON MINING CORPORATION
STATEMENTS OF CHANGES IN CAPITAL DEFICIENCY
FOR THE YEARS ENDED DECEMBER 31, 2025, 2024 AND 2023

	Capital Stock (Note 16)	Additional Paid-in Capital	Remeasurement Gains on Retirement Benefit Obligation (Note 14)	Deficit	Total
Balances at January 1, 2023	₱2,613,147,971	₱19,449,376	₱1,241,123	(₱2,925,030,499)	(₱291,192,029)
Net loss	–	–	–	(108,172,548)	(108,172,548)
Other comprehensive loss	–	–	–	–	–
Total comprehensive loss	–	–	–	(108,172,548)	(108,172,548)
Balances at December 31, 2023	2,613,147,971	19,449,376	1,241,123	(3,033,203,047)	(399,364,577)
Net loss	–	–	–	(23,266,689)	(23,266,689)
Other comprehensive loss	–	–	–	–	–
Total comprehensive loss	–	–	–	(23,266,689)	(23,266,689)
Balances at December 31, 2024	2,613,147,971	19,449,376	1,241,123	(3,056,469,736)	(422,631,266)
Net loss	–	–	–	(23,373,916)	(23,373,916)
Other comprehensive loss	–	–	(136,737)	–	(136,737)
Total comprehensive loss	–	–	(136,737)	(23,373,916)	(23,510,653)
Balances at December 31, 2025	₱2,613,147,971	₱19,449,376	₱1,104,386	(₱3,079,843,652)	(₱446,141,919)

See accompanying Notes to Financial Statements.



UNITED PARAGON MINING CORPORATION
STATEMENTS OF CASH FLOWS

	Years Ended December 31		
	2025	2024	2023
CASH FLOWS FROM OPERATING ACTIVITIES			
Loss before income tax	(P23,373,916)	(P23,513,660)	(P107,893,186)
Adjustments for:			
Interest expense (Note 18)	5,220,000	5,230,959	83,981,792
Unrealized foreign exchange losses (gains)	1,527,341	4,744,554	(1,072,227)
Retirement benefit expense (Note 14)	476,914	—	—
Interest income (Note 5)	(1,875)	(1,619)	(1,726)
Depreciation (Notes 8 and 17)	—	119,237	4,086
Operating loss before working capital changes	(16,151,536)	(13,420,529)	(24,981,261)
Decrease (increase) in:			
Materials and supplies	3,111	20,111	(441)
Other current assets	76,120	(145,802)	10,773,939
Increase (decrease) in accounts payable and other current liabilities	(35,035,138)	(4,186,633)	3,468,427
Net cash used in operations	(51,107,443)	(17,732,853)	(10,739,336)
Interest paid	—	(385,254)	(2,377,749)
Interest received	1,875	1,619	1,726
Net cash flows used in operating activities	(51,105,568)	(18,116,488)	(13,115,359)
CASH FLOWS FROM INVESTING ACTIVITIES			
Additions to deferred exploration costs (Note 9)	—	(194,852)	(497,331)
Additions to other noncurrent assets	(291,901)	(265,278)	(263,332)
Net cash flows used in investing activities	(291,901)	(460,130)	(760,663)
CASH FLOWS FROM A FINANCING ACTIVITY			
Additional advances from related parties (Note 12)	51,477,209	16,200,000	16,458,333
NET INCREASE (DECREASE) IN CASH	79,740	(2,376,618)	2,582,311
CASH AT BEGINNING OF YEAR	597,619	2,974,237	391,926
CASH AT END OF YEAR (Note 5)	P677,359	P597,619	P2,974,237

See accompanying Notes to Financial Statements.



UNITED PARAGON MINING CORPORATION

NOTES TO FINANCIAL STATEMENTS

1. Corporate Information

Corporate Information

United Paragon Mining Corporation (the Company) was the name given to United Asia Resources and Geothermal Corporation (UARGC), surviving corporation, when the Securities and Exchange Commission (SEC) approved the merger of UARGC and Abcar-Paragon Mining Corporation (APMC) on January 29, 1990. The more significant provisions of the merger, which for accounting purposes were effective July 31, 1989, included the acquisition of assets and assumption of APMC's obligations by UARGC through issuance of shares of stock.

The Company's major activities are principally devoted to the exploration and development of its underground mining operations for the extraction of gold. The Company's principal exploration and mining operations is the Longos Mine at Paracale, Camarines Norte for which the related valid and subsisting mining properties of the Company are EXPA-000233-V, formerly MPSA-V-0041 dated July 19, 1991, EXPA-000234-V, formerly AMA-V-0270 dated October 29, 1998, and EP-016-2016-V, formerly EXPA-000180-V, issued on August 20, 2018.

Prior to April 1, 1994, start of commercial operations of the underground mine, significant costs and expenses incurred by both APMC and UARGC, and subsequently by the Company, were deferred in the accounts with the expectation that they would benefit future periods and were recorded as deferred exploration costs amounting to ₱83.4 million.

The underground Shaft 4 mining operations was discontinued in December 1998 to avoid further operating losses and to preserve the remaining reserves for future extraction from the Main Shaft at a profitable level. Following the suspension of its underground mining operations, the Company retrenched its employees and paid separation pay totaling ₱24.6 million computed in accordance with the provisions of the Labor Code of the Philippines.

The Company continued to explore and drill certain mining properties on a limited scale to find additional ore reserves to sustain an expanded operation in the future. However, in February 2004, the Company temporarily suspended its drilling operations pending receipt of mineral production sharing agreement for the San Mauricio group of mining claims.

Also, in 2004, the BOD and stockholders of the Company approved the proposed capital restructuring which was approved by SEC in July 2008. As discussed in Note 16 to the financial statements, the capital restructuring reduced the Company's deficit and capital deficiency by ₱460.5 million and resulted in the termination of accrual of interest on advances from related parties that were converted to equity.

The Company through an Operating Agreement executed on February 10, 1987, and Option and Operating Agreement dated November 17, 1987, with Camarines Minerals, Inc. (CMI) has the exclusive rights to operate the mineral properties in the name of CMI that are covered by mining lease contracts, including the right to occupy the other real properties of CMI. The operating agreement expired on June 18, 2006.

On July 30, 2007, the Company's Option and Operating Agreements with CMI were extended for 25 years or co-terminus with the relevant mineral production sharing agreement that may be approved by the Government of the Philippines (see Note 21).



In December 2009, the Mines and Geoscience Bureau (MGB) Central Office returned all documents pertaining to said Mineral Production Sharing Agreement (MPSA) Application to MGB R-V for completion of the deficiency documents. The Company had completed and submitted the remaining deficiencies for the above MPSA to MGB R-V and were subsequently endorsed to MGB Central Office in June 2010. The Company received a letter from MGB Central Office dated September 9, 2015 returning the said application to MGB Regional Office for further evaluation.

On February 4, 2013, the Company's Application for Production Sharing Agreement, APSA-000375-V has been converted into an Exploration Permit and now is renumbered as EXPA-000180-V. The MGB, in its memorandum dated June 24, 2016, has issued a clearance to issue the exploration permit, but was held in abeyance in view of the Moratorium on the processing and approval of mining applications, pursuant to Department Memorandum order (DMO) No. 2016-01 dated July 8, 2016. The said DMO also requires an audit of all operating mines and a moratorium on the acceptance, processing and/or approval of mining applications and/or mining projects for all metallic and non-metallic minerals.

On August 20, 2018, exploration permit No. EP-016-2016-V, formerly EXPA-000180-V, has been issued by the MGB Regional Office No. V, Legazpi City in favor of the Company which was extended for a 6-month period until February 19, 2021. On February 3, 2021, the MGB certified the Company's compliance with the terms and conditions set forth in the exploration permit.

On February 4, 2021, the Company filed its Declaration of Mining Project Feasibility (DMPF) under EP-016-2016-V to MGB Regional Office prior to exploration permit expiration. The Exploration Permit is subject to automatic renewal while the processing of the DMPF approval is ongoing. Once approved, the Company may file for Mineral Processing Sharing Agreement (MPSA).

On November 26, 2021, MPSA applications denominated as MPSA-V-0041 and AMA-V-0270 were converted into an Exploration Permit applications and was renumbered as EXPA-000233-V and EXPA-000234-V, respectively. Once the Exploration Permits are issued, it is valid for two years subject to renewal for another 2 years and a maximum of 6 years. The Company is in the process of completing the mandatory requirements for Exploration Permit applications. Upon approval of the Exploration Permit applications, the Company will file the DMPF application to MGB Regional Office.

No person or entity holds more than 50% of the Company's voting securities. Accordingly, the Company has no parent company.

The Company's registered office address is 6th Floor Quad Alpha Centrum, 125 Pioneer St., Mandaluyong City.

The financial statements of the Company as at December 31, 2025 and 2024 and for each of the three years in the period ended December 31, 2025 were authorized for release by the Board of Directors (BOD) on April 23, 2026.

2. Status of Operations and Management Plans

The Company has incurred cumulative losses in prior years, resulting in a deficit of ₱3,079.8 million and ₱3,056.5 million as at December 31, 2025 and 2024, respectively, and a capital deficiency of ₱446.1 million and ₱422.6 million as at December 31, 2025 and 2024, respectively. In addition, the Company's current liabilities exceeded its current assets by ₱835.3 million and ₱1,541.2 million as at



December 31, 2025 and 2024, respectively, and the Company has negative operating cash flows of ₱51.1 million, ₱18.1 million and ₱13.1 million in 2025, 2024 and 2023, respectively.

The Company's activities for the past years are mainly limited to securing the necessary exploration permits and Mineral Production Sharing Agreement (MPSA) to resume its mining operations and the care and maintenance of its existing mining properties and facilities. These conditions indicate that a material uncertainty exists that may cast significant doubt on the Company's ability to continue as a going concern and, therefore, the Company may be unable to realize its assets and discharge its liabilities in the normal course of business.

Management's actions and plans to improve and sustain the Company's operations include the following, among others:

- a. The Company expects that payment will not be demanded for a substantial portion of its current liabilities that are either attributed to related parties, which committed not to demand repayment, or have been outstanding over the years with demand for payment. The Company will continue with its exploration and drilling activities since it already received its Exploration Permit and applied for Declaration of Mining Project Feasibility (DMPF) for EP-016-2016-V and it plans to apply for DMPF for EXPA-000233-V and EXPA-000234-V upon approval of its Exploration Permit applications;
- b. The Company's shareholder, Alakor Corporation, is financially capable and committed to provide full support in the operations of the Company to ensure business continuity. The Company also secured commitments from Alakor Corporation and Anglo Philippines Holdings Corporation not to demand payment of the Company's due to them within 12 months from reporting date;
- c. The Company will examine various project financing options and has also initiated actions to get the financing required to implement the approved exploration work program, environmental work program, and community development program by obtaining financial guarantee from Alakor Corporation in the event the Company obtains a loan; and
- d. The Company will generate sufficient cash flows once it re-opens the Longos Mine project.
- e. The Company will continue to complete and comply with the requirements for the application and approval of the debt-to-equity conversion with the SEC, as applicable, as well as additional listing with the Philippine Stock Exchange (PSE) in order move the Company to a positive equity position (see Note 11).

3. **Basis of Preparation, Statement of Compliance, Changes in Accounting Policy and Material Accounting Policy Information**

Basis of Preparation

The financial statements have been prepared using the historical cost basis. The financial statements are presented in Philippine peso (₱), which is the Company's functional currency and presentation currency under the Philippine Financial Reporting Standards (PFRS) Accounting Standards. All amounts are rounded off to the nearest Peso, except when otherwise indicated.



Statement of Compliance

The financial statements of the Company have been prepared in accordance with the Philippine Financial Reporting Standards (PFRS) Accounting Standards. PFRS Accounting Standards include statements named PFRS and Philippine Accounting Standards (PASs) and Philippine Interpretations from the International Financial Reporting Interpretation Committee (IFRIC) issued by the Philippine Financial Reporting Standards Council (FRSC).

Changes in Accounting Policies and Disclosures

The accounting policies adopted are consistent with those of the previous financial year, except for the adoption of the following amended standards, which are effective in 2025. Except as otherwise indicated, the following new and amended standards and interpretation did not have any significant impact on the financial statements:

- Amendments to PAS 21, *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.

Pronouncements Issued but not yet Effective

Pronouncements issued but not yet effective are listed below. Unless otherwise indicated, the Company does not expect that the future adoption of the said pronouncements will have a significant impact on its consolidated 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*

The amendments add illustrative examples to several PFRS Accounting Standards intended to improve the reporting of climate-related and other uncertainties in the financial statements, particularly to address stakeholders' concerns about consistency of information within the general-purpose financial reports and sufficient information on climate-related risks and other uncertainties in the financial statements.

The examples address topics such as materiality judgements, significant judgements and estimates, and aggregation and disaggregation.

The illustrative examples are not an integral part of PFRS Accounting Standards and, as such, do not have an effective date or transition requirements. However, an entity is expected to be entitled to sufficient time to implement any changes to align the information disclosed in its financial statements with the illustrative examples. Determining how much time is sufficient is a matter of judgement that depends on an entity's particular facts and circumstances. Nonetheless, an entity would be expected to implement any changes on a timely basis.

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

The amendments clarify that a financial liability is derecognized on the 'settlement date', i.e., when the related obligation is discharged, cancelled, expires or the liability otherwise qualifies for derecognition. They also introduce an accounting policy option to derecognize financial liabilities that are settled through an electronic payment system before settlement date if certain conditions are met.



The amendments also clarify how to assess the contractual cash flow characteristics of financial assets that include environmental, social and governance (ESG)-linked features and other similar contingent features. Furthermore, the amendments clarify the treatment of non-recourse assets and contractually linked instruments.

- Amendments to PFRS 9 and PFRS 7, *Contracts Referencing Nature-dependent Electricity*

The amendments only apply to contracts that reference nature-dependent electricity such as contracts to buy or sell nature-dependent electricity, as well as financial instruments that reference such electricity. This amendment cannot be applied by analogy to other contracts, items or transactions.

The amendments clarify the application of the ‘own-use’ requirements for in-scope contracts, amend the designation requirements for a hedge item in a cash flow hedging relationship for in-scope contracts and include new disclosure requirements.

- Annual Improvements to PFRS Accounting Standards—Volume 11

The amendments are limited to changes that either clarify the wording in an Accounting Standard or correct relatively minor unintended consequences, oversight or conflicts between the requirements in the Accounting Standards. The following is the summary of the Standards involved and their related amendments.

- Amendments to PFRS 1, *Hedge Accounting by a First-time Adopter*

The amendments included in paragraphs B5 and B6 of PFRS 1 cross references to the qualifying criteria for hedge accounting in paragraph 6.4.1(a), (b) and (c) of PFRS 9. These are intended to address potential confusion arising from an inconsistency between the wording in PFRS 1 and the requirements for hedge accounting in PFRS 9.

- Amendments to PFRS 7, *Gain or Loss on Derecognition*

The amendments updated the language of paragraph B38 of PFRS 7 on unobservable inputs and included a cross reference to paragraphs 72 and 73 of PFRS 13.

- Amendments to PFRS 9

- Lessee Derecognition of Lease Liabilities

The amendments to paragraph 2.1 of PFRS 9 clarified that when a lessee has determined that a lease liability has been extinguished in accordance with PFRS 9, the lessee is required to apply paragraph 3.3.3 and recognize any resulting gain or loss in profit or loss.

- Transaction Price

The amendments to paragraph 5.1.3 of PFRS 9 replaced the reference to ‘transaction price as defined by PFRS 15 *Revenue from Contracts with Customers*’ with ‘the amount determined by applying PFRS 15’. The term ‘transaction price’ in relation to PFRS 15 was potentially confusing and so it has been removed. The term was also deleted from Appendix A of PFRS 9.

- Amendments to PFRS 10, *Determination of a ‘De Facto Agent’*

The amendments to paragraph B74 of PFRS 10 clarified that the relationship described in B74 is just one example of various relationships that might exist between the investor and other parties acting as de facto agents of the investor.



- Amendments to PAS 7, *Cost Method*

The amendments to paragraph 37 of PAS 7 replaced the term ‘cost method’ with ‘at cost’, following the prior deletion of the definition of ‘cost method’.

Effective beginning on or after January 1, 2027

- PFRS 17, *Insurance Contracts*

PFRS 17 is a comprehensive new accounting standard for insurance contracts covering recognition and measurement, presentation and disclosure. Once effective, PFRS 17 will replace PFRS 4, *Insurance Contracts*. This new standard on insurance contracts applies to all types of insurance contracts (i.e., life, non-life, direct insurance and re-insurance), regardless of the type of entities that issue them, as well as to certain guarantees and financial instruments with discretionary participation features. A few scope exceptions will apply.

The overall objective of PFRS 17 is to provide an accounting model for insurance contracts that is more useful and consistent for insurers. In contrast to the requirements in PFRS 4, which are largely based on grandfathering previous local accounting policies, PFRS 17 provides a comprehensive model for insurance contracts, covering all relevant accounting aspects. The core of PFRS 17 is the general model, supplemented by:

- A specific adaptation for contracts with direct participation features (the variable fee approach)
- A simplified approach (the premium allocation approach) mainly for short-duration contracts

On December 15, 2021, the FSRSC amended the mandatory effective date of PFRS 17 from January 1, 2023 to January 1, 2025. Thereafter, on February 14, 2025, the FSRSC approved the amendment to PFRS 17 that further defers the date of initial application by an additional two (2) years, to annual periods beginning on or after January 1, 2027. This will provide more time for the insurance industry to fully prepare and assess the impact of adopting the said standard.

- PFRS 18, *Presentation and Disclosure in Financial Statements*

The standard replaces PAS 1 Presentation of Financial Statements and responds to investors’ demand for better information about companies’ financial performance. The new requirements include:

- Required totals, subtotals and new categories in the statement of profit or loss
- Disclosure of management-defined performance measures
- Guidance on aggregation and disaggregation

- PFRS 19, *Subsidiaries without Public Accountability*

The standard allows eligible entities to elect to apply PFRS 19’s reduced disclosure requirements while still applying the recognition, measurement and presentation requirements in other PFRS Accounting Standards.

In 2025, PFRS 19 was amended to provide reduced disclosure requirements for new or amended PFRS Accounting Standards adopted by the FSRSC from the issuances of the IASB between February 2021 and May 2024.

The application of the standard is optional for eligible entities.



- Amendments to PAS 21, *Translation to a Hyperinflationary Presentation Currency*

The amendments introduce translation requirements for entities translating their financial statements, or the results and financial position of a foreign operation, from a functional currency that is the currency of a non-hyperinflationary economy to a presentation currency that is the currency of a hyperinflationary economy.

Deferred effectivity

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

The amendments address the conflict between PFRS 10 and PAS 28 in dealing with the loss of control of a subsidiary that is sold or contributed to an associate or joint venture. The amendments clarify that a full gain or loss is recognized when a transfer to an associate or joint venture involves a business as defined in PFRS 3. Any gain or loss resulting from the sale or contribution of assets that does not constitute a business, however, is recognized only to the extent of unrelated investors' interests in the associate or joint venture.

On January 13, 2016, the FSRSC deferred the original effective date of January 1, 2016 of the said amendments until the IASB completes its broader review of the research project on equity accounting that may result in the simplification of accounting for such transactions and of other aspects of accounting for associates and joint ventures.

Summary of Material Accounting Policy Information

The principal accounting and financial reporting adopted in preparing the Company's financial statements are as follows:

Current versus Noncurrent Classification

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

- Expected to be realized or intended to be sold or consumed in the normal operating cycle;
- Held primarily for the purpose of trading;
- Expected to be realized within 12 months after the reporting date; or,
- Cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least 12 months after the reporting date.

All other assets are classified as noncurrent.

A liability is current when:

- It is expected to be settled in the normal operating cycle;
- It is held primarily for the purpose of trading.
- It is due to be settled within 12 months after the reporting date; or,
- There is no unconditional right to defer the settlement of the liability for at least 12 months after the reporting date.

The Company classifies all other liabilities as noncurrent.



Deferred income tax assets and liabilities are classified as noncurrent assets and liabilities.

Fair Value Measurement

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- In the principal market for the asset or liability, or;
- In the absence of a principal market, in the most advantageous market for the asset or liability.

The principal or the most advantageous market must be accessible to the Company at the measurement date. The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest.

A fair value measurement of a non-financial asset takes into account a market participant's ability to generate economic benefits by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use.

The Company uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximizing the use of relevant observable inputs and minimizing the use of unobservable inputs.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorized within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

- Level 1 - Quoted (unadjusted) market prices in active markets for identical asset or liability
- Level 2 - Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable
- Level 3 - Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable

For assets and liabilities that are recognized in the financial statements at fair value on a recurring basis, the Company determines whether transfers have occurred between levels in the hierarchy by reassessing categorization (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period.

For the purpose of fair value disclosures, the Company has determined classes of assets and liabilities on the basis of the nature, characteristics and risks of the asset or liability and the level of the fair value hierarchy as explained above.

An analysis of fair values of financial instruments and further details as to how they are measured are provided in Note 22.

Financial Instruments

Date of Recognition

The Company recognizes a financial asset or a financial liability in the statement of financial position when it becomes a party to the contractual provisions of the instrument. The Company determines the classification of its financial instruments on initial recognition and, where allowed and appropriate, re-evaluates this designation at each reporting date.



Purchases or sales of financial assets that require delivery of assets within the time frame established by regulation or convention in the marketplace are recognized on the settlement date.

Initial Recognition

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

Financial assets and financial liabilities are recognized initially at fair value. Transaction costs are included in the initial measurement of all financial assets and liabilities, except for financial instruments measured at fair value through profit or loss (FVPL).

Classification of Financial Assets. Financial assets are classified in their entirety based on the contractual cash flows characteristics of the financial assets and the Company's business model for managing the financial assets. The Company classifies its financial assets into the following measurement categories:

- Financial assets measured at amortized cost;
- Financial assets measured at FVPL;
- Financial assets measured at fair value through other comprehensive income (FVOCI), where cumulative gains or losses previously recognized are reclassified to profit or loss
- Financial assets measured at FVOCI, where cumulative gains or losses previously recognized are not reclassified to profit or loss

Contractual Cash Flows Characteristics. If the financial asset is held within a business model whose objective is to hold assets to collect contractual cash flows or within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets, the Company assesses whether the cash flows from the financial asset represent solely payments of principal and interest (SPPI) on the principal amount outstanding.

In making this assessment, the Company determines whether the contractual cash flows are consistent with a basic lending arrangement, i.e., interest includes consideration only for the time value of money, credit risk and other basic lending risks and costs associated with holding the financial asset for a particular period of time. In addition, interest can include a profit margin that is consistent with a basic lending arrangement.

The assessment as to whether the cash flows meet the test is made in the currency in which the financial asset is denominated. Any other contractual terms that introduce exposure to risks or volatility in the contractual cash flows that is unrelated to a basic lending arrangement, such as exposure to changes in equity prices or commodity prices, do not give rise to contractual cash flows that are solely payments of principal and interest on the principal amount outstanding.

Business Model. The Company's business model is determined at a level that reflects how groups of financial assets are managed together to achieve a particular business objective. The Company's business model does not depend on management's intentions for an individual instrument.

The Company's business model refers to how it manages its financial assets in order to generate cash flows. The Company's business model determines whether cash flows will result from collecting contractual cash flows, selling financial assets or both.



Relevant factors considered by the Company in determining the business model for a group of financial assets include how the performance of the business model and the financial assets held within that business model are evaluated and reported to the Company's key management personnel, the risks that affect the performance of the business model (and the financial assets held within that business model) and how these risks are managed and how managers of the business are compensated.

- *Financial Assets at Amortized Cost.* A debt financial asset is measured at amortized cost if (a) it is held within a business model for which the objective is to hold financial assets in order to collect contractual cash flows and (b) 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.

These financial assets are initially recognized at fair value plus directly attributable transaction costs and subsequently measured at amortized cost using the EIR method, less any impairment in value. Amortized cost is calculated by taking into account any discount or premium on acquisition and fees and costs that are an integral part of the EIR. The amortization is included in "Interest income" in the statement of income and is calculated by applying the EIR to the gross carrying amount of the financial asset, except for (a) purchased or originated credit-impaired financial assets and (b) financial assets that have subsequently become credit-impaired, where, in both cases, the EIR is applied to the amortized cost of the financial asset. Losses arising from impairment are recognized in profit or loss.

As at December 31, 2025 and 2024, the Company has financial assets at amortized cost consisting of cash (see Note 5).

- *Financial Assets at FVPL.* Financial assets at FVPL are measured at FVPL unless these are measured at amortized cost or at FVOCI. Included in this classification are equity investments held for trading and debt instruments with contractual terms that do not represent solely payments of principal and interest. Financial assets held at FVPL are initially recognized at fair value, with transaction costs recognized in the statement of income as incurred. Subsequently, they are measured at fair value and any gains or losses are recognized in the statement of income.

Additionally, even if the asset meets the amortized cost or the FVOCI criteria, the Company may choose at initial recognition to designate the financial asset at FVPL if doing so eliminates or significantly reduces a measurement or recognition inconsistency (an accounting mismatch) that would otherwise arise from measuring financial assets on a different basis.

Trading gains or losses are calculated based on the results arising from trading activities of the Company, including all gains and losses from changes in fair value for financial assets and financial liabilities at FVPL, and the gains or losses from disposal of financial investments.

As at December 31, 2025 and 2024, the Company has no equity instruments at FVPL.

- *Financial Assets at FVOCI.* A financial asset is measured at FVOCI if (a) it is held within a business model for which the objective is achieved by both collecting contractual cash flows and selling financial assets and (b) its contractual terms give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding. These financial assets are initially recognized at fair value plus directly attributable transaction costs and subsequently measured at fair value. Gains and losses arising from changes in fair value are included in other comprehensive income within a separate component of equity. Impairment



losses or reversals, interest income and foreign exchange gains and losses are recognized in profit and loss until the financial asset is derecognized.

Upon derecognition, the cumulative gain or loss previously recognized in other comprehensive income is reclassified from equity to profit or loss. This reflects the gain or loss that would have been recognized in profit or loss upon derecognition if the financial asset had been measured at amortized cost. Impairment is measured based on the expected credit loss (ECL) model.

The Company may also make an irrevocable election to measure at FVOCI on initial recognition investments in equity instruments that are neither held for trading nor contingent consideration recognized in a business combination in accordance with PFRS 3. Amounts recognized in OCI are not subsequently transferred to profit or loss. However, the Company may transfer the cumulative gain or loss within equity. Dividends on such investments are recognized in profit or loss, unless the dividend clearly represents a recovery of part of the cost of the investment.

Dividends are recognized in profit or loss only when:

- the Company's right to receive payment of the dividend is established;
- it is probable that the economic benefits associated with the dividend will flow to the Company; and
- the amount of the dividend can be measured reliably.

As at December 31, 2025 and 2024, the Company has no financial assets at FVOCI.

Classification of Financial Liabilities. Financial liabilities are measured at amortized cost, except for the following:

- Financial liabilities measured at fair value through profit or loss;
- Financial liabilities that arise when a transfer of a financial asset does not qualify for derecognition or when the Company retains continuing involvement;
- Financial guarantee contracts;
- Commitments to provide a loan at a below-market interest rate; and
- Contingent consideration recognized by an acquirer in accordance with PFRS 3.

A financial liability may be designated at fair value through profit or loss if it eliminates or significantly reduces a measurement or recognition inconsistency (an accounting mismatch) or:

- if a host contract contains one or more embedded derivatives; or
- if a group of financial liabilities or financial assets and liabilities is managed and its performance evaluated on a fair value basis in accordance with a documented risk management or investment strategy.

Where a financial liability is designated at FVPL, the movement in fair value attributable to changes in the Company's own credit quality is calculated by determining the changes in credit spreads above observable market interest rates and is presented separately in other comprehensive income.

The Company's financial liabilities include accounts payable and other current liabilities, due to related parties, redeemable preferred shares, and notes payable.

Impairment of Financial Assets

The Company applied the expected credit loss (ECL) model on the impairment of its financial assets.



No ECL is recognized on debt instruments that are measured at amortized cost.

ECLs are measured in a way that reflects the following:

- an unbiased and probability-weighted amount that is determined by evaluating a range of possible outcomes;
- the time value of money; and
- reasonable and supportable information that is available without undue cost or effort at the reporting date about past events, current conditions and forecasts of future economic conditions.

Financial assets migrate through the following three stages based on the change in credit quality since initial recognition:

- *Stage 1: 12-month ECL.* For credit exposures where there have not been significant increases in credit risk since initial recognition and that are not credit-impaired upon origination, the portion of lifetime ECLs that represent the ECLs that result from default events that are possible within the 12-months after the reporting date are recognized.
- *Stage 2: Lifetime ECL - not credit-impaired.* For credit exposures where there have been significant increases in credit risk since initial recognition on an individual or collective basis but are not credit-impaired, lifetime ECLs representing the ECLs that result from all possible default events over the expected life of the financial asset are recognized.
- *Stage 3: Lifetime ECL - credit-impaired.* Financial assets are credit-impaired when one or more events that have a detrimental impact on the estimated future cash flows of those financial assets have occurred. For these credit exposures, lifetime ECLs are recognized and interest revenue is calculated by applying the credit-adjusted effective interest rate to the amortized cost of the financial asset.

Loss allowances are recognized based on 12-month ECL for debt investment securities that are assessed to have low credit risk at the reporting date. A financial asset is considered to have low credit risk if:

- the financial instrument has a low risk of default;
- the borrower has a strong capacity to meet its contractual cash flow obligations in the near term;
- or
- adverse changes in economic and business conditions in the longer term may, but will not necessarily, reduce the ability of the borrower to fulfil its contractual cash flow obligations.

The Company considers a debt investment security to have low credit risk when its credit risk rating is equivalent to the globally understood definition of 'investment grade'.

- *Determination of the Stage for Impairment.* At each reporting date, the Company assesses whether there has been a significant increase in credit risk for financial assets since initial recognition by comparing the risk of default occurring over the expected life between the reporting date and the date of initial recognition. The Company considers reasonable and supportable information that is relevant and available without undue cost or effort for this purpose. This includes quantitative and qualitative information and forward-looking analysis.

An exposure will migrate through the ECL stages as asset quality deteriorates. If, in a subsequent period, asset quality improves and also reverses any previously assessed significant increase in credit risk since origination, then the loss allowance measurement reverts from lifetime ECL to 12-month ECL.



- *Simplified Approach.* The simplified approach, where changes in credit risk are not tracked and loss allowances are measured at amounts equal to lifetime ECL. The Company has established a provision matrix that is based on historical credit loss experience, adjusted for forward-looking factors specific to the debtors and the economic environment.

The Company considers 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.

Offsetting Financial Instruments

Financial assets and financial liabilities are offset and the net amount is reported in the statement of financial position if there is a currently enforceable legal right to set off the recognized amounts and there is intention to settle on a net basis, or to realize the asset and settle the liability simultaneously. The Company assesses that it has a currently enforceable right of offset if the right is not contingent on a future event, and is legally enforceable in the normal course of business, event of default, and event of insolvency or bankruptcy of the Company and all of the counterparties.

Derecognition of Financial Instruments

Financial Assets

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

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

Where the Company has transferred its rights to receive cash flows from an asset or has entered into a pass-through arrangement and has neither transferred nor retained substantially all the risks and rewards of the asset nor transferred control of the asset, the asset is recognized to the extent of the Company’s continuing involvement in the asset. Continuing involvement that takes the form of a guarantee over the transferred asset is measured at the lower of the original carrying amount of the asset and the maximum amount of consideration that the Company could be required to repay. In such case, the Company also recognizes an associated liability. The transferred asset and the associated liability are measured on a basis that reflects the rights and obligations that the Company has retained.

Financial Liabilities

A financial liability is derecognized when the obligation under the liability is discharged or cancelled or has expired.

When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as a derecognition of the original liability and the recognition of a new liability, and the difference in the respective carrying amounts is recognized in the Company’s statement of comprehensive income.



Cash

Cash includes cash on hand and in banks, which are measured at amortized cost and are subject to an insignificant risk of change in value.

Materials and Supplies

Materials and supplies are valued at the lower of cost and net realizable value (NRV). Cost is determined using the moving-average method and includes expenditures incurred in bringing the materials and supplies to their existing location and condition. NRV of materials and supplies is the current replacement cost.

Any write-down of materials and supplies to NRV is recognized as an expense in statement of comprehensive income in the year incurred.

When the circumstances that previously caused inventories to be written down below cost no longer exist or when there is clear evidence of an increase in net realizable value because of changed economic circumstances, the amount of the write-down is reversed (i.e., the reversal is limited to the amount of the original write-down) so that the new carrying amount is the lower of the cost and the revised net realizable value.

Other Current Assets

Other current assets are carried at net realizable value and are expected to be realized and consumed within twelve months after reporting date.

Other Noncurrent Assets

Input VAT

Revenues, expenses, and assets are recognized net of the amount of VAT, if applicable.

When VAT from sales of goods and/or services (output VAT) exceeds VAT passed on from purchases of goods or services (input VAT), the excess is recognized as payable in the statement of financial position. When VAT passed on from purchases of goods or services (input VAT) exceeds VAT from sales of goods and/or services (output VAT), the excess is recognized as an asset in the statement of financial position to the extent of the recoverable amount.

Tax Credit Certificates (TCCs)

TCCs represent instruments evidencing the amount of tax credits granted by the tax authorities which can be used as payment for income taxes. TCCs are classified as current if these can be utilized in the next twelve months after the reporting date. TCCs are recognized under the “Other noncurrent assets” account in the statement of financial position.

Property, Plant and Equipment

Property, plant and equipment are carried at cost less accumulated depreciation, depletion and any impairment in value.

The initial cost of property, plant and equipment consists of construction cost, and its purchase price, including import duties and nonrefundable purchase taxes and any directly attributable costs of bringing the asset to the location and condition for its intended use. Subsequent costs that can be measured reliably are added to the carrying amount of the asset when it is probable that future economic benefits associated with the asset will flow to the Company. The costs of day-to-day servicing of an asset are recognized as an expense in the period in which they are incurred.



Property, plant and equipment include capitalized underground development and mine and mining properties.

Depreciation and amortization on property, plant and equipment, except for underground development and exploration and mine and mining properties, is calculated using the straight-line method to allocate the cost of each asset less its residual value over its estimated useful life.

The average estimated useful lives of property, plant and equipment are as follows:

Category	Number of Years
Buildings and plant improvements	10
Roads and bridges	10
Office and household furniture and equipment	5
Transportation equipment	3-5

Depletion of underground development and exploration costs and mine and mining properties is calculated using the units-of-production method based on estimated ore reserves.

The assets' residual values, useful lives and depreciation, amortization and depletion methods are reviewed periodically to ensure that they are consistent with the expected pattern of economic benefits from those assets.

Construction in-progress represents work under construction and is stated at cost. Construction in-progress is not depreciated until such time that the relevant assets are completed and available for use. This also include interest on borrowed funds incurred during the construction period.

When assets are disposed of, or are permanently withdrawn from use and no future economic benefits are expected from their disposals, the cost and accumulated depreciation, amortization, depletion and impairment losses, if any, are removed from the accounts and any resulting gain or loss arising from the retirement or disposal is recognized in the statement of comprehensive income.

Fully depreciated property plant and equipment are retained in the accounts until these are no longer in use.

Deferred Exploration Costs and Deferred Development Costs

Deferred exploration costs include costs incurred on activities involving the search for mineral resources, the determination of technical feasibility and the assessment of commercial viability of an identified resource.

Deferred development costs included in "Underground Development" under "Property, Plant and Equipment" include costs incurred after determining the commercial viability of extracting a mineral resource.

Deferred exploration costs are assessed at each reporting period for possible indications of impairment. This is to confirm the continued intent to develop or otherwise extract value from the discovery. When this is no longer the case or is considered as areas permanently abandoned, the costs are written off through the statement of comprehensive income. Exploration areas are considered permanently abandoned if the related permits of the exploration have expired and/or there are no definite plans for further exploration and/or development.



The recoverability of deferred exploration costs is dependent upon the discovery of economically recoverable reserves, the ability of the Company to obtain necessary financing to complete the development of reserves and future profitable production or proceeds from the disposition of recoverable reserves.

Impairment of Nonfinancial Assets

The Company assesses at each reporting date whether there is an indication that an asset may be impaired. If any such indication exists, or when annual impairment testing for an asset is required, the Company makes an estimate of the asset's recoverable amount. An asset's recoverable amount is the higher of an asset's or CGU's fair value less costs to sell and its value in use and is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets or groups of assets. Where the carrying amount of an asset exceeds its recoverable amount, the asset is considered impaired and is written down to its recoverable amount.

In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. The Company used value in use to assess the recoverable amount of an asset.

Recovery of impairment losses recognized in prior years is recorded when there is an indication that the impairment losses recognized for the asset no longer exist or have decreased. The recovery is recorded in the statement of comprehensive income. However, the increased carrying amount of an asset due to a recovery of an impairment loss is recognized to the extent it does not exceed the carrying amount that would have been determined (net of depletion, depreciation and amortization) had no impairment loss been recognized for that asset in prior years.

Deferred Exploration Costs

An impairment review is performed, either individually or at the CGU level, when there are indicators that the carrying amount of the deferred exploration costs/deferred development costs may exceed their recoverable amounts. To the extent that this occurs, the excess is fully provided against, in the reporting period in which this is determined. Deferred exploration costs are reassessed on a regular basis and these costs are carried forward provided that at least one of the following conditions is met:

- such costs are expected to be recouped in full through successful development and exploration of the area of interest or alternatively, by its sale; or
- exploration and evaluation activities in the area of interest have not yet reached a stage which permits a reasonable assessment of the existence or otherwise of economically recoverable reserves, and active and significant operations in relation to the area are continuing, or planned for the future.

Redeemable Preferred Shares

Equity instruments that include a contractual obligation to deliver cash or another financial asset to another entity are classified as a financial liability. Accordingly, preferred shares that are due for redemption are presented as a liability in the statement of financial position.

Preferred share is classified as a liability if it is redeemable on a specific date or at the option of the shareholders, or if dividend payments are not discretionary. Dividends thereon are recognized as interest expense in the statement of comprehensive income as accrued.



The Company classified its redeemable preferred shares as a liability.

Capital Stock and Additional Paid-in Capital (APIC)

The Company has issued capital stock that is classified as equity. Incremental costs directly attributable to the issue of new capital stock or options are shown in equity as a deduction, net of tax, from the proceeds. Amount of contribution in excess of par value is accounted for as an APIC.

Deficit

Deficit includes accumulated losses attributable to the Company's stockholders. Deficit may also include effect of changes in accounting policy as may be required by the standard's transitional provisions.

Deposit for Future Stock Subscription

Deposit for future stock subscription generally represents funds received from stockholders, which it records as such with the view to applying the same as payment for future additional issuance of shares or increase in capital stock.

The Company classifies a contract to deliver its own equity instruments under equity as a "Deposits for future stock subscription" from liabilities if and only if, all the following elements are present as at the reporting period:

- a. the unissued authorized capital stock is insufficient to cover the number of shares indicated in the contract;
- b. there is BOD's approval on the proposed increase in authorized capital stock;
- c. there is stockholders' approval of said proposed increase; and
- d. the application for the approval of the proposed increase has been filed with the SEC.

Revenue Recognition

Revenue is measured based on the consideration to which the Company expects to be entitled in exchange for transferring promised goods or services to a customer, excluding amounts collected on behalf of third parties.

Revenue is recognized when the Company satisfies a performance obligation by transferring a promised good or service to the customer, which is when the customer obtains control of the good or service. A performance obligation may be satisfied at a point in time or over time. The amount of revenue recognized is the amount allocated to the satisfied performance obligation.

Interest Income

Income is recognized as the interest accrues (using the EIR that is the rate that exactly discounts estimated future cash receipts through the expected life of the financial instrument to the net carrying amount of the financial asset).

Other Income

Other income is recognized when earned. Other income consists of gain on sale of the Company's property and equipment and scrap inventory.

Cost and Expense Recognition

Costs and expenses are decreases in economic benefits during the accounting period in the form of outflows or depletions of assets or incurrence of liabilities that result in decreases in equity, other than those relating to distributions to equity participants. Expenses are generally recognized when the expense arises following the accrual basis of accounting.



Provisions

General

Provisions are recognized when (a) the Company has a present obligation (legal or constructive) as a result of a past event; (b) it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation; and (c) a reliable estimate can be made of the amount of the obligation. If the effect of the time value of money is material, provisions are determined by discounting the expected future cash flows at a pre-tax rate that reflects current market assessments of the time value of money and, where appropriate, the risks specific to the liability. Where discounting is used, the increase in the provision due to the passage of time is recognized as interest expense.

Provision for Mine Rehabilitation and Decommissioning

Provision is made for close down, restoration and environmental rehabilitation costs (which include the dismantling and demolition of infrastructure, removal of residual materials and remediation of disturbed areas) in the financial period when the related environmental disturbance occurs, based on the estimated future costs using information available at reporting date. The obligation generally arises when the asset is constructed or the ground or environment is disturbed at the mine site. The provision is discounted using a current market-based pre-tax discount rate and the unwinding of the discount is classified as interest accretion in the statement of comprehensive income. At the time of establishing the provision, a corresponding asset is capitalized, where it gives rise to a future benefit, and depreciated over future production from the operations to which it relates.

The provision is reviewed on an annual basis for changes to obligations or legislation or discount rates that affect change in cost estimates or life of operations. The cost of the related asset is adjusted for changes in the provision resulting from changes in the estimated cash flows or discount rate, and the adjusted cost of the asset is depreciated prospectively.

Where rehabilitation is conducted systematically over the life of the operation, rather than at the time of closure, provision is made for the estimated outstanding continuous rehabilitation work at each reporting date and the cost is charged to the statement of comprehensive income.

Retirement Benefits

The net retirement benefit obligation or asset is the aggregate of the present value of the defined benefit obligation at the end of the reporting date 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 asset ceiling is the present value of any economic benefits available in the form of refunds from the plan or reductions in future contributions to the plan. The cost of providing benefits under the defined benefit plans is actuarially determined using the projected unit credit method.

Defined benefit costs comprise the following:

- Service cost;
- Net interest on the net defined benefit liability or asset; and
- Remeasurements of net defined benefit liability or asset.

Service costs which include current service costs, past service costs and gains or losses on non-routine settlements are recognized as expense in statement of comprehensive income. Past service costs are recognized when plan amendment or curtailment occurs.

Net interest on the net defined benefit liability or asset is the change during the period in the net defined benefit liability or asset that arises from the passage of time which is determined by applying the discount rate based on high quality corporate bonds to the net defined benefit liability or asset. Net interest on the net defined benefit liability or asset is recognized as expense or income in the statement of comprehensive income.



Remeasurements comprising actuarial gains and losses, return on plan assets and any change in the effect of the asset ceiling (excluding net interest on defined benefit liability) are recognized immediately in other comprehensive income in the period in which they arise. Remeasurements are not reclassified to profit or loss in subsequent periods. These are retained in other comprehensive income until full settlement of the obligation.

Income Taxes

Current Income Tax

Current income 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 income tax rates and income tax laws used to compute the amount are those that have been enacted or substantively enacted as at the end of the reporting period.

Deferred Income Tax

Deferred income tax is provided, using the balance sheet liability method, on all temporary differences at the balance sheet 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 taxable temporary differences. Deferred income tax assets are recognized for all deductible temporary differences to the extent that it is probable that taxable profit will be available against which the deductible temporary differences can be utilized in the future.

The carrying amount of deferred income tax assets is reviewed at each balance sheet date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred income tax assets to be utilized in the future. Deferred income tax relating to items recognized in other comprehensive income is recognized in other comprehensive income.

Deferred tax assets and liabilities are measured at the income tax rate that is expected to apply to the period when the asset is realized or the liability is settled, based on the income tax rate and income tax laws that have been enacted or substantively enacted at the end of each financial reporting period.

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

Uncertain Tax Position

The Company records uncertain tax positions on the basis of a two-step process whereby the Company determines whether it is more likely than not that the tax positions will be sustained based on technical merits of the position, and for those tax positions that meet the more likely than not criteria, the Company recognizes the largest amount of tax benefit that is greater than 50% likely to be realized upon ultimate settlement with related tax authority. The Company records interest and penalties on uncertain tax positions in "Income tax expense (benefit)" account in the statement of comprehensive income.

Leases – Company as a Lessee

The Company's lease contracts pertain to operating leases of machinery and equipment. The Company applies the low-value lease recognition exemption to its lease of machinery and equipment. The Company continues to recognize lease payments as expense on a straight-line basis over the lease term.



Segment Reporting

An operating segment is a component of an entity that: (a) engages in business activities from which it may earn revenues and incur expenses (including revenues and expenses relating to transactions with other components of the same entity); (b) whose operating results are regularly reviewed by the entity's chief operating decision maker to make decisions about resources to be allocated to the segment and assess its performance, and (c) for which discrete financial information is available.

Basic Loss Per Share

Basic loss per common share is computed based on the weighted average number of shares outstanding and subscribed for each respective period with retroactive adjustments for stock dividends declared, if any.

Diluted Loss Per Share

Diluted loss per common share amounts are calculated by dividing the net income by the weighted average number of ordinary shares outstanding, adjusted for any stock dividends declared during the year plus weighted average number of ordinary shares that would be issued on the conversion of all the dilutive ordinary shares into ordinary shares, excluding treasury shares. Since the Company has no potential dilutive common shares, basic and diluted loss per common share are stated at the same amount.

Foreign Currency Transactions

The financial statements are presented in Philippine peso, which is the Company's functional and presentation currency. Transactions in foreign currencies are initially recorded in the functional currency rate ruling at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are translated at the functional currency rate of exchange ruling at the end of the reporting period. Non-monetary items that are measured in terms of historical cost in a foreign currency are translated using the exchange rates prevailing as at the date of the initial transactions. All differences are taken to "Foreign exchange loss (gain) - net" in the statement of comprehensive income.

Contingencies

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

Events After the End of the Financial Reporting Date

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

4. Material Accounting Estimates and Assumptions

The Company's financial statements prepared in accordance with PFRS Accounting Standards requires management to make judgments, estimates and assumptions that affect amounts reported in the financial statements and its accompanying notes. Future events may occur which will cause the assumptions used in arriving at the estimates to change. The effects of any change in estimates are reflected in the financial statements as they become reasonably determinable.



Estimates and Assumptions

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

Estimating Impairment of Property, Plant and Equipment

The Company assesses impairment on property, plant and equipment whenever events or changes in circumstances indicate that the carrying amount of an asset may not be recoverable. The assessment of the recoverable amount of property, plant and equipment related to its Longos Mine project requires significant judgment and involves estimation and assumptions about future production levels and costs, as well as external inputs such as gold prices and discount rate.

An impairment loss is recognized whenever the carrying amount of an asset exceeds its recoverable amount. The recoverable amount is the higher of an asset's net selling price and value in use. The net selling price is the amount obtainable from the sale of an asset in an arm's length transaction while value in use is the present value of estimated future cash flows expected to arise from the continuing use of an asset and from its disposal at the end of its useful life. For impairment loss on specific assets, the recoverable amount represents the net selling price.

Management performed impairment test as at December 31, 2025 and 2024. The recoverable amount of the property, plant and equipment related to the Longos Mine Project has been determined using a discounted cash flow projection covering 10-year remaining mine life of the project based on the mine feasibility study.

The calculation of the value-in-use of the mine project incorporates the following key assumptions:

- future production levels and costs which are based on the Company's feasibility study;
- commodity prices; and,
- pre-tax discount rates.

The significant assumptions in the value-in-use calculation and sensitivity to changes in assumptions are disclosed in Note 8.

The carrying value of property, plant and equipment amounted to ₱993.9 million as at December 31, 2025 and 2024, respectively, net of allowance for impairment losses of property, plant and equipment amounting to ₱141.7 million. No impairment losses were recognized in 2025 and 2024 (see Note 8).

Assessing Recoverability of Deferred Exploration Costs

The Company assesses impairment on deferred exploration costs when facts and circumstances suggest that the carrying amount of the asset may exceed its recoverable amount. When facts and circumstances suggest that the carrying amount exceeds the recoverable amount, an entity shall measure, present and disclose any resulting impairment loss. Facts and circumstances that would require an impairment assessment as set forth in PFRS 6, *Exploration for and Evaluation of Mineral Resources*, are as follows:

- The period for which the Company has the right to explore in the specific area has expired during the period or will expire in the near future, and is not expected to be renewed;
- Substantive expenditure on further exploration for and evaluation of mineral resources in the specific area is neither budgeted nor planned;



- Exploration for and evaluation of mineral resources in the specific area have not led to the discovery of commercially viable quantities of mineral resources and the entity has decided to discontinue such activities in the specific area; and
- Sufficient data exist to indicate that, although a development in the specific area is likely to proceed, the carrying amount of the exploration and evaluation asset is unlikely to be recovered in full from successful development or by sale.

There is no impairment of the Company's deferred exploration cost which amounted to ₱123.9 million as at December 31, 2025 and 2024 (see Note 9).

Assessing Realizability of Deferred Tax Assets

The Company reviews the carrying amounts of deferred tax assets at each reporting date and reduces deferred income 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.

As at December 31, 2025 and 2024, the Company did not recognize deferred tax asset on its future deductible temporary differences, unused NOLCO and excess MCIT as management believes the Company will not have sufficient future taxable profit against which these can be utilized (see Note 19).

5. Cash

	2025	2024
Cash on hand	₱35,000	₱35,000
Cash in banks	642,359	562,619
	₱677,359	₱597,619

Cash in banks earn interest at their respective bank deposit rates.

Total interest income amounted to ₱1,875, ₱1,619, and ₱1,726 in 2025, 2024 and 2023, respectively.

6. Materials and Supplies

Material and supplies consist of fuel and lubricants, spare parts and consumables.

	2025	2024
At cost:		
Fuel and lubricants	₱902	₱4,013
At NRV:		
Spare parts – net of allowance for inventory obsolescence amounting to ₱23,130,450 as at December 31, 2025 and 2024	–	–
Consumables – net of allowance for inventory obsolescence amounting to ₱5,185,814 as at December 31, 2025 and 2024	–	–
	₱902	₱4,013



7. Other Current Assets and Other Noncurrent Assets

Other Current Assets

	2025	2024
Advances to employees	₱264,074	₱362,226
Others	1,536,949	1,514,917
	1,801,023	1,877,143
Allowance for impairment losses on:		
Advances to employees	225,916	225,916
Others	1,439,060	1,439,060
	1,664,976	1,664,976
	₱136,047	₱212,167

Others includes advances to a contractor, prepaid rent and insurance, and security deposits.

Other Noncurrent Assets

	2025	2024
Claims for VAT TCCs	₱23,772,232	₱23,772,232
Input VAT	4,939,832	4,647,931
Others	267,695	267,695
	28,979,759	28,687,858
Allowance for impairment losses on:		
Claims for VAT TCCs (Note 17)	23,772,232	23,772,232
Input VAT	3,273,562	3,273,562
	27,045,794	27,045,794
	₱1,933,965	₱1,642,064

The Company recognized provision for impairment losses on input VAT amounting to nil, nil and ₱10,827,703 in 2025, 2024, and 2023, respectively (see Note 17).



8. Property, Plant and Equipment

2025

	Underground Development	Mine and Mining Properties	Buildings and Plant Improvements	Roads and Bridges	Office and Household Furniture and Equipment	Transportation Equipment	Total
Cost							
Balances at beginning and end of year	₱1,574,754,870	₱405,000,000	₱123,519,016	₱18,140,398	₱4,595,609	₱2,119,727	₱2,128,129,620
Accumulated depreciation, amortization and depletion							
Balances at beginning and end of year	763,575,151	84,461,189	123,519,016	14,227,919	4,595,609	2,119,727	992,498,611
Accumulated impairment losses	101,568,158	40,134,801	–	–	–	–	141,702,959
Net book values	₱709,611,561	₱280,404,010	₱–	₱3,912,479	₱–	₱–	₱993,928,050

2024

	Underground Development	Mine and Mining Properties	Buildings and Plant Improvements	Roads and Bridges	Office and Household Furniture and Equipment	Transportation Equipment	Total
Cost							
Balances at beginning and end of year	₱1,574,754,870	₱405,000,000	₱123,519,016	₱18,140,398	₱4,595,609	₱2,119,727	₱2,128,129,620
Accumulated depreciation, amortization and depletion:							
Balances at beginning of year	763,575,151	84,461,189	123,411,618	14,227,919	4,583,770	2,119,727	992,379,374
Depreciation (see Note 17)	–	–	107,398	–	11,839	–	119,237
Balances at end of year	763,575,151	84,461,189	123,519,016	14,227,919	4,595,609	2,119,727	992,498,611
Accumulated impairment losses	101,568,158	40,134,801	–	–	–	–	141,702,959
Net book values	₱709,611,561	₱280,404,010	₱–	₱3,912,479	₱–	₱–	₱993,928,050

There were no depreciation expense capitalized as part of deferred exploration cost in 2025, 2024 and 2023, respectively (see Note 9).



The Company performs an individual assessment of the physical condition of its property, plant and equipment. No provision for impairment was recognized in 2025, 2024 and 2023. Accumulated impairment losses on property, plant and equipment amounted to ₱141.7 million as at December 31, 2025 and 2024.

The carrying value of temporarily idle property, plant and equipment amounted to ₱990.0 million as at December 31, 2025 and 2024. The Company has no plans of disposing these idle assets as these are reserved for future use when the mine is reopened.

Key Assumptions Used in Value in Use Calculations and Sensitivity to Changes in Assumptions

The Company performed an impairment test in 2025 and 2024.

The recoverable amount of the property, plant and equipment has been determined based on a discounted cash flows (DCF) calculation using cash flow projections from the project feasibility study.

The projected cash flows have been developed to reflect the expected mine production over the life of the mine adjusted by the effects of other factors such as inflation rate. The pre-tax discount rate applied to the cash flow projections as at December 31, 2025 and 2024 is 10.22% and 10.00% respectively. As a result of this analysis, management concluded that property, plant and equipment is not impaired.

The calculation of DCF is most sensitive to the following assumptions:

- a. Future Production Levels and Costs
Future production levels and costs include direct and indirect costs used to concentrate the mined ore reserves for the remaining life of the mine.
- b. Gold Prices
The Company considers the effect of commodity price changes. The Company considered the possible effect of the changes in the price of gold as it relates to the revenues that may be generated by the Company and the attainment of the cash flow projections. The Company used the data from the project feasibility study and was compared against externally published data.
- c. Pre-tax Discount Rate
Discount rate represents the current market assessment of the risks specific to the Company, taking into consideration the time value of money. The discount rate calculation is based on the specific circumstances of the Company and is derived from its weighted average cost of capital (WACC). The WACC takes into account both debt and equity. The cost of equity is derived from the expected return on investment by the Company's investors. The cost of debt is based on the risk free market rate available in the market. Specific risk is incorporated by applying individual beta factors are evaluated annually based on publicly available market data. Adjustments to the discount rate are made to factor in the specific amount and timing of the future tax flows in order to reflect a pre-tax discount rate. The pre-tax discount rate used by the Company is 10.22% and 10.00% as at December 31, 2025 and 2024, respectively.



Management believes that no reasonably possible change in any of the key assumptions would cause the carrying value of the cash-generating unit to materially exceed its recoverable amount.

9. Deferred Exploration Costs

	2025	2024
Balances at beginning of year	₱132,785,381	₱132,590,529
Additions	–	194,852
Balances at end of year	132,785,381	132,785,381
Allowance for impairment losses	(8,843,918)	(8,843,918)
Net book value	₱123,941,463	₱123,941,463

Deferred exploration costs include, among others, acquisition of rights to explore, topographical and geophysical studies, exploratory drilling, trenching, sampling and activities in relation to evaluating the technical feasibility of extracting mineral resources.

The carrying value of the Company's deferred exploration costs were incurred in relation to the following:

- MPSA-V-0041 dated July 19, 1991 and AMA-V-0270 dated October 29, 1998 which were returned to the MGB Regional office in view of the moratorium on the grant of Mineral Agreement pursuant to the pertinent provisions of Section 4 of the Executive Order (EO) No. 79 issued by the President of the Philippines on July 6, 2012. On November 26, 2021, these were converted into an Exploration Permit and was renumbered as EXPA-000233-V and EXPA-000234-V, respectively.
- APSA-000375-V dated February 7, 2006 which has been converted into an Exploration Permit on February 4, 2013 and now is renumbered as EXPA-000180-V. On June 24, 2016, MGB issued a memorandum for the clearance to issue the exploration permit but was held in abeyance in view of the Moratorium on the processing and approval of mining applications pursuant to Department Memorandum order (DMO) No. 2016-01 dated July 8, 2016; and,

Exploration Permit No. EP-016-2016-V, formerly EXPA-000180-V, which was issued on August 20, 2018 by MGB Regional Office No. V, Legazpi City. On February 3, 2021, the MGB certified the Company's compliance with the terms and conditions set forth in the exploration permit. On February 4, 2021, the Company filed its Declaration of Mining Project Feasibility under EP-016-2016-V to MGB Regional Office prior to exploration permit expiration. Once approved, the Company may file for Mineral Processing Sharing Agreement (MPSA).

No additional impairment loss was recognized in 2025 and 2024. The Longos Mine still has an estimated ore reserve of 1.6 million metric tons (MT) at 11.05 gram per ton of gold (Au g/t) with an estimated mineable reserve of 1.8 million MT at 9.88 Au g/t. Based on the estimates of ore reserves calculated by qualified technical personnel and certified by competent geologists and mine engineers hired by the Company, the carrying value of the above assets, including that of the related property, plant and equipment, is not higher than the estimated fair value less costs to sell of the mineable reserves.



10. Accounts Payable and Other Current Liabilities

	2025	2024
Accrued interest on:		
Due to related parties (see Note 12)	₱38,284,537	₱66,560,071
Redeemable Class A preferred shares (see Note 13)	50,061,336	70,804,968
Bonds payable	112,995,441	111,475,513
Redeemable Class B preferred shares (see Note 13)	169,501,862	225,172,601
Others	1,925,987	1,925,987
Dividends payable (see Note 13)	12,042,784	20,022,233
Nontrade payables	34,600	8,000
Accruals:		
Third parties:		
Mining office	11,636,256	11,636,256
Salaries and wages	7,392,247	7,392,247
Professional and consultancy fees	4,508,774	4,453,974
Taxes and licenses	61,075	61,075
Related parties:		
Rental and utilities (see Note 12)	2,910,342	2,910,342
Royalty payable (see Note 21)	—	638,796,441
Others (see Note 12)	4,931,005	5,086,402
	₱416,286,246	₱1,166,306,110

Terms and conditions of the aforementioned liabilities are as follows:

- Accrued interest on bonds pertains to unpaid dollar-denominated interest on bonds, which were converted into equity shares in 1999. In 2008, some accrued interest on bonds payable were converted to equity (see Note 16). The movement in the remaining accrued interest payable of US\$1.9 million pertains to the translation adjustments and is due and demandable.
- Accrued interest on royalty payable pertains to the interest on unpaid royalty due under the Operating Agreement with CMI (see Note 21). The loan to CMI and the accrued interest is payable within one (1) year from the date of the note payable, and if the loan is not paid within the agreement, a new promissory note from the Company shall be made amounting to the original principal of the loan plus accrued interest to-date. CMI waived the interest for the unpaid royalty payable in 2025 and 2024 (see Note 21).
- Dividends payable pertains to the accrued interest on redeemable preferred shares which remains outstanding as at December 31, 2025 and 2024 (see Note 13).
- Accrued salaries and wages and professional fees are noninterest-bearing and generally settled within thirty (30) days.
- Others consist mainly of statutory payables and payables to third parties which are already due and demandable. Statutory payables are expected to be paid within thirty (30) days.



On November 24, 2025, the Board of Directors of the Company approved and ratified the execution of the Tripartite Memorandum of Understanding entered into by the Company with CMI, Alakor Corporation and on behalf of other related parties, to address the Company's negative equity position and financial rehabilitation through a debt-to-equity conversion structure.

In addition to the Tripartite Memorandum of Understanding, on December 22, 2025, CMI executed a Deed of Assignment which transfers and assigns the outstanding royalty payable with Oro Mina Holdings Inc. amounted to ₱402.6 million and Golden Lotus Holding Corporation amounted to ₱201.3 million (see Note 21).

As executed in the subscription agreements, portion of the assigned royalty payable amounted to ₱400.0 million will be converted to equity (see Note 11).

In relation to remaining assigned royalty payable, the Company issued promissory notes amounted to ₱203.9 million (see Note 11).

As agreed in the Tripartite Memorandum of Understanding and board resolutions, Alakor Corporation and Pargold Mining Corporation will convert accrued interest on due to related parties amounted to ₱28.3 million, accrued interest on redeemable Class A preferred shares amounted to ₱22.0 million, accrued interest on redeemable Class B preferred shares amounted to ₱60.0 million and dividends payable amounted to ₱8.0 million, to equity recorded to deposits for future stock subscriptions under noncurrent liabilities (see Notes 11 and 13).

11. Deposits for Future Stock Subscriptions and Notes Payable

Deposits for Future Stock Subscriptions

Subscription agreements were executed by the Company with Oro Mina Holdings Inc. and Golden Lotus Holding Corporation to convert to equity the portion of the assigned royalty payable amounted to ₱400.0 million for a fixed number of shares, since the application with SEC was not yet filed, these were recorded to deposits for future stock subscriptions under noncurrent liabilities (see Note 10) as follows:

Oro Mina Holdings Inc.	₱266,666,667
Golden Lotus Holding Corporation	133,333,333
	<u>₱400,000,000</u>

In accordance with the Tripartite Memorandum of Understanding and board resolutions, Alakor Corporation and Pargold Mining Corporation will also convert the following outstanding liabilities amounted to ₱125.2 million to equity for a fixed number of shares (see Notes 10 and 13):

	Alakor	Pargold
Accrued interest on due to related parties (see Note 10)	₱28,275,533	₱—
Redeemable Class A preferred shares (see Note 13)	7,500	2,025,000
Accrued interest on redeemable Class A preferred shares (see Note 10)	81,047	21,882,586
Redeemable Class B preferred shares (see Note 13)	5,300,000	—
Accrued interest on redeemable Class B preferred shares (see Note 10)	59,670,739	—
Dividends payable (see Note 10)	29,444	7,950,004
	<u>₱93,364,263</u>	<u>₱31,857,590</u>



Since the application with the SEC was not yet filed, the above conversion of outstanding liabilities to equity are recorded to deposits for future stock subscriptions under noncurrent liabilities.

Deposits for future stock subscriptions amounted to ₱525.2 million as at December 31, 2025.

Notes Payable

On December 22, 2025, the Company issued promissory notes amounted to ₱203.9 million to Oro Mina Holdings Inc. and Golden Lotus Holding Corporation as follows (see Note 10):

	Interest Rate	Maturity Date	Amount
Oro Mina Holdings Inc.	4%	December 31, 2028	₱135,909,200
Golden Lotus Holding Corporation	4%	December 31, 2028	67,954,600
			₱203,863,800

The 4% interest will be computed from January 1, 2026 until full payment on December 31, 2028.

Notes payable amounted to ₱203.9 million as at December 31, 2025.

12. 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 their key management personnel, directors, or its stockholders. In considering each related party relationship, attention is directed to the substance of the relationship, and not merely the legal form.

The Company, in its regular course of business, has entered into transactions with related parties at terms and conditions agreed upon by the parties



Related Party	Year	Transactions During the Year	Accrued Interest on Due to Related Parties (see Note 10)	Accrued Interest on Redeemable Class A Preferred Shares (see Note 10)	Accrued Interest on Redeemable Class B Preferred Shares (see Note 10)	Dividends Payables (see Note 10)	Accrued Rental and Utilities (see Note 10)	Others (see Note 10)	Redeemable Preferred Shares (see Note 13)	Due to Related Parties	Terms and Condition
<i>Entities under common control</i>											
Alakor Corporation (Alakor)											
Loans (see Note 12a)	2025	P=	P=	P=	P=	P=	P=	P=	P=	P120,000,000	10% interest bearing;
	2024	P=	P=	P=	P=	P=	P=	P=	P=	P120,000,000	Due and demandable; Unsecured
Interest (see Note 12e)	2025	—	38,284,537	—	—	—	—	—	—	—	Due and demandable;
	2024	—	66,560,071	81,047	59,670,739	—	—	—	—	—	Unsecured
Advances (see Note 12c)	2025	—	—	—	—	—	—	—	—	75,684,098	12% interest bearing;
	2024	—	—	—	—	—	—	—	—	75,684,098	Due and demandable; Unsecured
Advances (see Note 12c)	2025	—	—	—	—	—	—	1,009,388	—	—	Noninterest-bearing
	2024	—	—	—	—	—	—	1,009,388	—	—	Due and demandable Unsecured
Due to (see Note 12d)	2025	—	—	—	—	—	—	—	—	18,630,000	Noninterest-bearing
	2024	—	—	—	—	—	—	—	—	18,630,000	Due and demandable Unsecured
Accrued expenses (see Note 12b)	2025	—	—	—	—	—	1,533,541	—	—	766,771	Noninterest-bearing;
	2024	—	—	—	—	—	1,533,541	—	—	766,771	Due and demandable; Unsecured
Redeemable preferred shares (see Note 13)	2025	—	—	—	—	—	—	—	—	—	Due and demandable;
	2024	—	—	—	—	—	—	—	5,307,500	—	Unsecured
Dividends payable (see Note 12e)	2025	—	—	—	—	—	—	—	—	—	Due and demandable;
	2024	—	—	—	—	29,444	—	—	—	—	Unsecured
Pargold Mining Corporation											
Redeemable preferred shares (see Notes 12e and 13)	2025	—	—	—	—	—	—	—	—	—	Due and demandable;
	2024	—	—	—	—	—	—	—	2,025,000	—	Unsecured
<i>(Forward)</i>											



Related Party	Year	Transactions During the Year	Accrued Interest on Due to Related Parties (see Note 10)	Accrued Interest on Redeemable Class A Preferred Shares (see Note 10)	Accrued Interest on Redeemable Class B Preferred Shares (see Note 10)	Dividends Payables (see Note 10)	Accrued Rental and Utilities (see Note 10)	Others (see Note 10)	Redeemable Preferred Shares (see Note 13)	Due to Related Parties	Terms and Condition
Interest (see Note 12e)	2025	P-	P-	P-	P-	P-	P-	P-	P-	P-	Due and demandable;
	2024	P-	P-	P21,882,586	P-	P-	P-	P-	P-	P-	Unsecured
Dividends payable (see Note 12e)	2025	-	-	-	-	-	-	-	-	-	Due and demandable
	2024	-	-	-	-	7,950,004	-	-	-	-	Unsecured
National Book Store, Inc. (NBS)											
Due to (see Note 12d)	2025	-	-	-	-	-	-	-	-	14,400,714	Noninterest-bearing;
	2024	-	-	-	-	-	-	-	-	14,400,714	Due and demandable Unsecured
Anglo Phil. Holding Corp. (APHC)											
Due to (see Note 12d)	2025	51,477,209	-	-	-	-	-	-	-	171,091,492	Noninterest-bearing
	2024	16,200,000	-	-	-	-	-	-	-	119,614,283	Due and demandable Unsecured
Abacus Book and Card Corporation (Abacus)											
Due to (see Note 12d)	2025	-	-	-	-	-	-	-	-	493,413	Noninterest-bearing
	2024	-	-	-	-	-	-	-	-	493,413	Due and demandable Unsecured
The Philodrill Corporation (TPC)											
Accrued expenses (see Note 12b)	2025	-	-	-	-	-	1,376,801	-	-	-	Noninterest-bearing
	2024	-	-	-	-	-	1,376,801	-	-	-	Due and demandable Unsecured
	2025		P38,284,537	P-	P-	P-	P2,910,342	P1,009,388	P-	P401,066,488	
	2024		P66,560,071	P21,963,633	P59,670,739	P7,979,448	P2,910,342	P1,009,388	P7,332,500	P349,589,279	



- a. On September 20, 2011, the Company entered into loan agreement with Alakor, a company under common control, to finance the Company's cost of conducting feasibility study on the Longos Gold Project and provided for its general working capital requirements. The unsecured loan amounts to ₱250.0 million with 10% interest per annum due 36 months after drawdown date. In 2011, drawdown amounted to ₱120.0 million. There were no additional drawdowns in 2025 and 2024.

The loan agreement gives the following rights to Alakor:

- Option to convert, at any time after the earliest draw down date, all amounts outstanding under the loan into equity of the Company at ₱0.018 per share.
- Subscribe to no more than 2,700,000 shares of the Company at ₱0.018 per share within five (5) years from the execution of the loan documents.

On September 30, 2020, the BOD approved to include a new conversion price per share in the loan agreement with Alakor which is to be renegotiated and determined by the BOD under such terms and conditions as it may deem proper and subject to compliance with law, rules and regulations. As at December 31, 2025 and 2024, the conversion price is still for renegotiation.

- b. Accrued expenses due to Alakor, TPC and VIMC pertain to rental and utilities charged by the related parties to the Company.
- c. Advances from Alakor consist of loans and advances that are covered by promissory notes subject to roll-over every ninety (90) days with interest at twelve percent (12%) per annum. These are used to finance the Company's capital expenditures and working capital requirements.
- d. Due to Alakor, NBS, APHC, and Abacus pertain to advances for working capital purposes.
- e. As agreed in the Tripartite Memorandum of Understanding and board resolutions, Alakor Corporation and Pargold Mining Corporation will convert accrued interest on due to related parties, accrued interest on redeemable Class A preferred shares, accrued interest on redeemable Class B preferred shares and dividends payable to equity recorded to deposits for future stock subscriptions under noncurrent liabilities (see Notes 10 and 11).

On December 29, 2018, VIMC executed a Deed of Assignment (the Deed) assigning its rights in Negros Copper Projects to the Company (see Note 20).

As at December 31, 2025 and 2024, all outstanding balances with related parties are expected to be settled in cash.

Compensation of Key Management Personnel

Key management personnel compensation in the form of short-term benefits amounted to ₱0.6 million in 2025, 2024 and 2023.

The Company's related party transactions which are 10% and above of the total assets are reviewed and approved by the Related Party Transactions Committee.



Changes in liabilities arising from financing activities

	January 1, 2025	Additions	Payments	Adjustments (see Notes 11 and 13)	December 31, 2025
Due to related parties	₱349,589,279	₱51,477,209	₱–	₱–	₱401,066,488
Redeemable preferred shares	26,100,000	–	–	(7,332,500)	18,767,500
	₱375,689,279	₱51,477,209	₱–	(₱7,332,500)	₱419,833,988

	January 1, 2024	Additions	Payments	Adjustments (see Notes 11 and 13)	December 31, 2024
Due to related parties	₱333,389,279	₱16,200,000	₱–	₱–	₱349,589,279
Redeemable preferred shares	26,100,000	–	–	–	26,100,000
	₱359,489,279	₱16,200,000	₱–	₱–	₱375,689,279

13. Redeemable Preferred Shares

	Shares	Par value	Amount
Class A			
Balances as at January 1, 2024 and December 31, 2024	12,200,000	0.50	₱6,100,000
Conversion of redeemable Class A preferred shares to deposits to future stock subscriptions in 2025 (see Note 11)	(4,065,000)	–	(2,032,500)
Balances as at December 31, 2025	8,135,000	0.50	4,067,500
Class B			
Balances as at January 1, 2024 and December 31, 2024	400,000	50.00	20,000,000
Conversion of redeemable Class B preferred shares to deposits to future stock subscriptions in 2025 (see Note 11)	(294,000)	–	(5,300,000)
Balances as at December 31, 2025	106,000	50.00	14,700,000
Total redeemable preferred shares as at December 31, 2025	8,241,000		₱18,767,500
Total redeemable preferred shares as at December 31, 2024	12,600,000		₱26,100,000

The Company's preferred shares carry features or characteristics that provide for redemption on a specific date which constitutes a financial liability. As such, the Company's preferred shares are presented under current liabilities in the statements of financial position, in accordance with PAS 32, *Financial Instruments: Presentation*.



Class A

The holders of Class A preferred shares shall be entitled to a cumulative yearly dividend at the rate of 20%, payable annually, on the dates to be fixed by the BOD. Each Class A preferred share shall be redeemed at the option of the Company's BOD before May 5, 1992 at the price of ₱1.00 each share plus dividends accrued and unpaid at the date of redemption.

In April 1994, the Company notified the holders of Class A preferred shares of its intent to redeem the shares. Subsequently, redemption of redeemable preferred shares was moved and will be made at the discretion of the BOD to be determined at some future time.

On October 21, 1994, the BOD approved the declaration of cash dividends in the amount of ₱26.5 million or ₱0.0098 per share to all Preferred "A" stockholders of record as at October 31, 1994 either payable not later than October 1, 1995 or may be applied against any of the unpaid subscriptions for common shares issued under the first and second 1994 stock rights offerings. A substantial portion of these cash dividends equivalent to ₱12.0 million and ₱20.0 million remains outstanding as at December 31, 2025 and 2024, respectively (see Note 10).

The dividends accruing on Class A preferred shares from November 1, 1994 to December 31, 2025 and 2024 that have not been declared amounted to ₱50.1 million and ₱70.8 million, respectively. The corresponding liabilities for these dividends were recorded in the books under "Accrued interest" (see Note 10). As discussed in Note 16 to the financial statements, certain Class A preferred shares and the related accrued dividends were converted to equity in 2008.

Interest expense amounted to ₱1.2 million in 2025, 2024 and 2023 (see Note 18).

Class B

The holders of Class B preferred shares shall not be entitled to any dividend. Each Class B preferred share shall be subject to redemption before April 10, 1994 at the price of ₱100 for each share. In April 1994, the Company notified the holders of Class B preferred shares of its intent to redeem.

Subsequently, the redemption date was moved and will be made at the discretion of the BOD to be determined at some future time. The redemption amount will earn 20% interest per annum from April 10, 1994 until paid.

As at December 31, 2025, and 2024, accrued interest on Class B preferred shares amounted to ₱169.5 million and ₱225.2 million, respectively (see Note 10).

Interest expense amounted to ₱4.0 million in 2025, 2024 and 2023 (see Note 18).

14. Retirement Benefit Obligation

The Company has an unfunded defined benefits retirement plan covering all its employees. The benefit is based on certain percentage of the member's final monthly salary and length of service with the Company.

Under the existing regulatory framework, Republic Act No. 7641, *Retirement Pay Law*, 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 following tables summarize the components of retirement benefits expense and obligation recognized in the Company's statements of comprehensive income and statements of financial position, respectively.

The retirement benefit expense consists of:

	2025	2024
Current service cost	₱247,001	₱—
Interest expense	229,913	—
	₱476,914	₱—

Changes in the retirement benefit obligation and present value of defined benefit obligation are as follows:

	2025	2024
Balance at beginning of year	₱940,167	₱940,167
Remeasurement losses (gains):		
Changes in financial assumption	115,632	—
Experience adjustments	21,105	—
Current service cost	247,001	—
Interest expense	229,913	—
Balance at end of year	₱1,553,818	₱940,167

The Company does not have any plan assets as at December 31, 2025 and 2024. The cost of defined retirement benefits plan, as well as the present value of the retirement benefits obligation are determined using actuarial valuations. The actuarial valuation involves making various assumptions.

The principal assumptions used in determining retirement benefit obligation for the defined retirement plan are shown below:

	2025	2024
Discount rate	6.20%	7.30%
Salary increase rate	5.00%	5.00%

The sensitivity analysis below has been determined based on reasonably possible changes of each significant assumption on the defined benefit obligation as at December 31, 2025 and 2024, assuming all other assumptions were held constant:

	Increase (Decrease)	2025	2024
Discount rates	+1.00%	(₱114,862)	(₱92,119)
	-1.00%	126,868	104,004
Salary increase rate	+1.00%	₱127,120	₱105,361
	-1.00%	(117,172)	(94,864)

The Company does not have a Trustee Bank and does not currently employ any asset-liability matching.



Shown below is the maturity analysis of the undiscounted benefit payments as at December 31:

	2025	2024
More than 1 year to 5 years	₱633,334	₱—
More than 5 years to 10 years	1,261,800	589,345
More than 10 years	2,140,244	3,373,641
	₱4,035,378	₱3,962,986

The average duration of the defined benefit obligation as at December 31, 2025 and 2024 is 8.9 years and 11.9 years, respectively.

15. Provision for Mine Rehabilitation and Decommissioning Costs

DENR Administrative Order (DAO) No. 2007-26, which was published in the Philippine Star on August 9, 2007 and took effect 15 days thereafter, was released by the DENR, amending Section 2 of DAO 2005-7 and requires Contractors with approved Environmental Protection and Enhancement Programs (EPEP) to submit the Final Mine Rehabilitation and Decommissioning Plan (FMRDP) for review by the Mine Rehabilitation Fund (MRF) Committee and approval by the Contingent Liability and Rehabilitation Fund Steering Committee before December 31, 2007.

The Company's Environmental Compliance Certificate (ECC) expired in July 1999. In preparation of its planned reopening and rehabilitation of the Longos Mine, the Company requested for the renewal of the said ECC. The DENR required the Company to prepare an Environmental Performance Report and Management Program (EPRMP) for its evaluation and approval prior to the renewal of the ECC. After the issuance of the new ECC, the Company will be required to prepare an EPEP, FMRDP and Social Development Management Program (SDMP).

The FMRDP will be the basis for determining the amount required for the provision of mine rehabilitation and decommissioning costs. Provision for mine rehabilitation and decommissioning costs will be made once the Company's EPEP, FMRDP and SDMP are submitted and approved by the Mines Geosciences Bureau (MGB). On October 8, 2010, the Company, after satisfying the requirements and upon recommendation of the Environmental Management Bureau, was granted an ECC for the Longos Mining Project located at Sitio Longos, Paracale, Camarines Norte.

On January 7, 2011, the Company submitted a revised EPEP and FMRDP to the MGB subject for evaluation and approval which were not yet approved until the Company received a notice of cancellation of the ECC for its Longos Mine Project on December 19, 2016. Cancellation was raised on the ground that the said project was never implemented since the issuance of the ECC, citing Item 10 (d) of DENR Administrative Order No. 2003-30.

As of April 23, 2026, the Company is in the process of revalidation of ECC upon submission of Environmental Impact Statement (EIS) of Longos Project for review and evaluation of the Environmental Management Bureau. The Company is also waiting for the approval of the MGB Central Office on the filed DMPF prior to application to MPSA of the EP-016-2016-V, while the MPSA-V-0041 and AMA-V-0270 were granted exploration permit application and was renumbered as EXPA-000233-V and EXPA-000234-V, respectively. Hence, there is no reasonable basis for estimating the provision for mine rehabilitation and decommissioning costs.



16. Capital Stock and Capital Restructuring

The movements in authorized common shares are as follows:

	Authorized shares		
	Shares	Par value	Amount
December 31, 2007	1,850,000,000	₱1.00	₱1,850,000,000
Capital restructuring in 2008:			
a) Decrease in authorized capital stock	(435,000,000)	–	(435,000,000)
	1,415,000,000	1.00	1,415,000,000
b) Change in par value from ₱1.00 to ₱0.50 per share	1,415,000,000	0.50	–
	2,830,000,000	0.50	1,415,000,000
c) Reduction in par value from ₱0.50 to ₱0.01, with proportionate increase in number of shares	138,670,000,000	(0.49)	–
	141,500,000,000	0.01	1,415,000,000
d) Increase in authorized capital stock	255,825,000,000	0.01	2,558,250,000
Balances as at December 31, 2025 and 2024	397,325,000,000	₱0.01	₱3,973,250,000

Below is the Company's track record of registration of securities under the Securities Regulation Code of the SEC:

Date of Approval or Date of Effectivity	Description	Number of Shares Registered	Issue or Offer Price	Balance	Amount
April 10, 1970	Initial Capital	500,000,000	₱0.01	500,000,000	₱5,000,000
January 29, 1990	Increase in authorized capital stock:				
	Common shares	50,000,000,000	0.01	50,000,000,000	500,000,000
	Preferred Class A	2,700,000,000	0.01	2,700,000,000	27,000,000
	Preferred Class B	5,000,000	100.00	5,000,000	500,000,000
	Balance as at January 29, 1990	52,705,000,000		52,705,000,000	1,027,000,000
April 8, 1994	Increase in authorized capital stock:				
	Common shares	200,000,000,000	0.01	200,000,000,000	2,000,000,000
	Preferred Class A	–	0.01	–	–
	Preferred Class B	–	100.00	–	–
		200,000,000,000		200,000,000,000	2,000,000,000
	Balance as at April 8, 1994	252,705,000,000		252,705,000,000	3,027,000,000
August 28, 1997	Change in par value of common shares from ₱0.01 to ₱1.00				
	Common shares	2,500,000,000	1.00	2,500,000,000	2,500,000,000
	Preferred Class A	2,700,000,000	0.01	2,700,000,000	27,000,000
	Preferred Class B	5,000,000	1.00	5,000,000	500,000,000
	Balance as at August 28, 1997	5,205,000,000		5,205,000,000	3,027,000,000
November 26, 1999	Decrease in outstanding capital stock by 50% and reclassification of 2,200,000 preferred shares to common shares and change in par value of preferred A shares from ₱0.01 to ₱1.00				
	Common shares	(650,000,000)	1.00	(650,000,000)	(650,000,000)
	Preferred Class A	(13,500,000)	1.00	(13,500,000)	(13,500,000)
	Preferred Class B	(4,600,000)	100.00	(4,600,000)	(460,000,000)
		(668,100,000)		(668,100,000)	(1,123,500,000)
	Balance as at November 26, 1999	1,863,900,000		1,863,900,000	1,903,500,000

(Forward)



Date of Approval or Date of Effectivity	Description	Number of Shares Registered	Issue or Offer Price	Balance	Amount
July 24, 2008	Decrease of authorized capital stock from ₱1,903,500,000 to ₱1,441,750,000				
	Common shares	(435,000,000)	₱1.00	(435,000,000)	(₱435,000,000)
	Preferred Class A	(6,750,000)	1.00	(6,750,000)	(6,750,000)
	Preferred Class B	(200,000)	100.00	(200,000)	(20,000,000)
		(441,950,000)		(441,950,000)	(461,750,000)
	Balance after decrease of authorized capital stock	1,421,950,000		1,421,950,000	1,441,750,000
July 24, 2008	Decrease in par value of common shares from ₱1.00 to ₱0.01, Class A from ₱1.00 to ₱0.50/share and Class B from ₱100.00 to ₱50.0/share				
	Common shares	141,500,000,000	0.01	141,500,000,000	1,415,000,000
	Preferred Class A	13,500,000	0.50	13,500,000	6,750,000
	Preferred Class B	400,000	50.00	400,000	20,000,000
		141,513,900,000		141,513,900,000	1,441,750,000
July 24, 2008	Increase in capital stock				
	Common shares	255,825,000,000	0.01	255,825,000,000	2,558,250,000
	Balance as at December 31, 2025 and 2024	397,338,900,000	₱0.01	397,338,900,000	₱4,000,000,000

For the years ended December 31, 2025 and 2024, there were no movements in the Company's registered securities. There are 1,181 shareholders and 1,174 shareholders who hold 397.34 billion shares as at December 31, 2025 and 2024, respectively.

The movements in issued common shares are as follows:

	Issued Shares		
	Shares	Par value	Amount
December 31, 2007	867,455,231	₱1.00	₱867,455,231
Capital restructuring in 2008:			
a) Change in par value from ₱1.00 to ₱0.50 per share	—	(0.50)	(433,727,615)
b) Reduction in par value from ₱0.50 to ₱0.01, with proportionate increase in number of shares	42,505,306,319	(0.49)	—
	43,372,761,550	0.01	433,727,616
c) Debt-to-equity conversion	217,942,035,530	0.01	2,179,420,355
Balances at December 31, 2025 and 2024	261,314,797,080	₱0.01	₱2,613,147,971

On July 24, 2008, the SEC approved the Company's capital restructuring plan consisting of the following:

- Decrease the Company's issued capital stock by 50% or ₱460.5 million by reducing the par value of common and Preferred "A" shares from ₱1.00 to ₱0.50 per share and Preferred "B" shares from ₱100.00 to ₱50.00 per share, and accordingly decrease its authorized capital stock from ₱1.9 billion to ₱1.4 billion. The decrease in capital stock and in the redeemable preferred shares was applied against the Company's deficit (see Note 13).



- b. Further reduction in the par value of the Company's common shares from ₱0.50 to ₱0.01 per share with the corresponding increase in number of shares.
- c. Increase in the authorized capital stock from ₱1.4 billion to ₱4.0 billion divided into 397.3 billion common shares with par value of ₱0.01 each; 13.5 million Class A preferred shares with the par value of ₱0.50 each; 400.0 thousand Class B preferred shares with par value of ₱50.00 each. The Company issued ₱2.2 billion worth of common shares with a par value of ₱0.01 per share paid by way of conversion of existing liabilities of the Company to related parties (see Note 13).

In June and October 2007, the Company obtained the approval of related party creditors for the conversion of their loans, advances and accrued interests to common shares of stock of the Company as part of the capital restructuring plan, with the following terms and conditions:

- The interest on the loans and advances shall be reduced from 24% per annum to 18% per annum effective April 1, 2007;
- The cut-off date for the accruals of interest on the loans and advances shall be June 30, 2007 to facilitate the conversion process;
- If for whatever reason, the debt conversion process does not materialize as planned, accruals of interest at the reduced rate of 18% per annum shall resume starting July 1, 2007.

The following is the summary of amounts converted to equity in 2008:

Advances from related parties and the corresponding accrued interest	₱2,010,448,878
Accrued rental and utilities payable	5,123,782
Guarantee fee payable	144,104,494
Accrued interest on bonds payable	14,321,555
Nontrade payables	4,272,333
Redeemable Preferred "A" shares and dividends payable	1,149,313
	<u>₱2,179,420,355</u>

The Philippine Stock Exchange ("Exchange") approved on December 14, 2011, the application of the Company to list 217.8 million common shares with a par value of ₱0.01 per share, to cover its debt-to-equity conversion transactions with its creditors at a conversion price of ₱0.01 per share. The total transaction value was ₱2.2 million.

As required by the Exchange, a separate listing application for the underlying common shares of convertible preferred shares of 114.9 million new shares will be filed with the Exchange once the necessary documentary requirements are available. On February 14, 2012, the listing application for the underlying common shares of convertible preferred shares was filed with the Exchange. The related underlying common shares were subsequently approved for listing with the Exchange.



17. General and Administrative Expenses

	2025	2024	2023
Professional fees	₱5,771,705	₱3,163,904	₱3,276,545
Outside services	5,150,319	6,270,726	5,813,101
Salaries and allowances	1,827,768	1,857,969	1,842,955
Land compensation damage	630,000	630,000	630,000
Representation and entertainment	602,674	454,442	443,172
Retirement benefit expense (see Note 14)	476,914	—	—
Repairs and maintenance	427,709	249,762	388,715
Insurance	339,066	306,969	278,859
Fuel and oil	326,737	437,257	372,380
Supplies	287,405	270,014	279,455
Staff amenities	148,560	188,416	86,289
Subscription membership and dues	125,714	22,900	590,032
Utilities	125,431	99,179	126,238
Transportation and travel	107,130	154,084	167,742
SSS, HMDF and other contributions	97,865	85,922	75,614
Taxes and licenses	61,203	127,109	182,041
Rent	7,000	14,910	8,500
Depreciation (see Note 8)	—	119,237	4,086
Provision for impairment losses on input VAT	—	—	10,827,703
Others	115,250	141,289	345,586
	₱16,628,450	₱14,594,089	₱25,739,013

Others mainly comprise of mailing and postage charges, seminars and training fees, and water supply sampling expenses.

18. Interest Expense

	2025	2024	2023
Redeemable preferred Class B shares (see Note 13)	₱4,000,000	₱4,010,959	₱4,000,000
Redeemable preferred Class A shares (see Note 13)	1,220,000	1,220,000	1,220,000
Royalty payable (see Note 20)	—	—	78,761,792
	₱5,220,000	₱5,230,959	₱83,981,792

19. Income Taxes

The Company is subject to regular corporate income tax (RCIT) or minimum corporate income tax (MCIT), whichever is higher. The Company's provision for current income tax represents MCIT in 2025 and 2024 and has no provision for current income tax in 2022 since the Company is in a taxable loss and gross loss positions.



The reconciliation between the benefit from income tax computed at the statutory income tax rate and the provision for income tax as shown in the statement of comprehensive income as follows:

	2025	2024	2023
Income tax benefit at statutory income tax rate	(P5,843,479)	(P5,878,415)	(P26,973,297)
Adjustments to income tax resulting from:			
Change in unrecognized deferred taxes	4,379,240	4,206,430	5,868,525
Nondeductible expenses	1,464,708	1,425,419	21,116,509
Interest already subjected to final tax	(469)	(405)	(432)
Nontaxable income (loss)	—	—	268,057
	P—	(P246,971)	P279,362

The Company has the following deductible temporary differences for which no deferred tax assets were recognized as it is not probable that sufficient taxable profit will be available against which the benefit of the deferred tax assets can be utilized:

	2025	2024
Allowances for impairment losses on:		
Property, plant and equipment (see Note 8)	P141,702,959	P141,702,959
Input VAT (see Note 7)	27,045,794	27,045,794
Deferred exploration costs (see Note 9)	8,843,918	8,843,918
Receivable from employees and others (see Note 7)	1,664,976	1,664,976
Allowance for inventory obsolescence (see Note 6)	28,316,264	28,316,264
NOLCO	44,125,353	41,527,172
Retirement benefit obligation (see Note 14)	1,553,818	940,167
MCIT	32,391	32,391
Unrealized foreign exchange loss	1,527,341	4,744,554

Bayanihan to Recover as One Act (Bayanihan 2)

On September 30, 2020, the BIR issued Revenue Regulations No. 25-2020 implementing Section 4 of Bayanihan 2 which states that the NOLCO incurred for taxable years 2020 and 2021 can be carried over as a deduction from gross income for the next five (5) consecutive taxable years immediately following the year of such loss. Subsequent to taxable year 2021, the period over which the carry-over of NOLCO can be offset against taxable income reverts to three consecutive taxable years immediately following the year of such loss.

As of December 31, 2025 and 2024, the Company has accumulated NOLCO and excess MCIT over RCIT that can be carried forward and applied against the future taxable income and income tax due, respectively, as follows:



NOLCO

2025

Year Incurred	Availment Period	As at January 1, 2025	Additions	Expired	Applied	As at December 31, 2025
2025	2026-2028	P–	P15,989,617	P–	P–	P15,989,617
2024	2025-2027	13,069,046	–	–	–	13,069,046
2023	2024-2026	13,673,399	–	–	–	13,673,399
2022	2023-2025	12,486,359	–	(12,486,359)	–	–
2021	2022-2026	1,393,291	–	–	–	1,393,291
2020	2021-2025	905,077	–	(905,077)	–	–
		P41,527,172	P15,989,617	(P13,391,436)	P–	P44,125,353

2024

Year Incurred	Availment Period	As at January 1, 2024	Additions	Expired	Applied	As at December 31, 2024
2024	2025-2027	P–	P13,069,046	P–	P–	P13,069,046
2023	2024-2026	13,673,399	–	–	–	13,673,399
2022	2023-2025	12,486,359	–	–	–	12,486,359
2021	2022-2026	1,393,291	–	–	–	1,393,291
2020	2021-2025	905,077	–	–	–	905,077
		P28,458,126	P13,069,046	P–	P–	P41,527,172

MCIT

2025

Year Incurred	Availment Period	As at January 1, 2025	Additions	Expired	Applied	As at December 31, 2025
2025	2026-2028	P–	P–	P–	P–	P–
2024	2025-2027	21,086	–	–	–	21,086
2023	2024-2026	11,305	–	–	–	11,305
		P32,391	P–	P–	P–	P32,291

2024

Year Incurred	Availment Period	As at January 1, 2024	Additions	Expired	Applied	As at December 31, 2024
2024	2025-2027	P–	P21,086	P–	P–	P21,086
2023	2024-2026	11,305	–	–	–	11,305
2021	2022-2024	3,944	–	(3,944)	–	–
		P15,249	P21,086	(P3,944)	P–	P32,391

Enhanced Fiscal Regime for Large-Scale Metallic Mining Act or Republic Act No. 12253 (RA 12253)

On September 4, 2025, Republic Act No. (RA) 12253, otherwise known as the “Enhanced Fiscal Regime for Large-Scale Metallic Mining Act”, was signed into law. It took effect 15 days after its complete publication in the Official Gazette and in newspapers of general circulation or September 20, 2025. The Implementing Rules and Regulations (IRR) of RA 12253 were promulgated on December 18, 2025, although the transitory clause provides that large-scale metallic mining contractors and/or operators shall immediately be subject to the fiscal regime provided therein after 150 days from the date of effectivity or February 17, 2026.



RA 12253 applies to large-scale metallic mining operations, or the exploration, development and utilization of metallic minerals under a mineral agreement or Financial or Technical Assistance Agreement (FTAA). Patented mining claims validly located and perfected under the Philippine Bill of L902, which have thereby been segregated from the public domain and vested with private ownership, and which have been expressly excluded from the coverage of any mineral agreement or FTAA, shall not be subject to the taxes imposed under Section 15L-A of the National Internal Revenue Code, as amended by RA 12253, except as may be otherwise determined by the Supreme Court of Philippines.

The following, among others, are the salient provisions of RA 12253:

- Income from metallic mining operations is defined as gross output less deductions directly attributable to mining operations, which include:
 - Mining, milling, transporting, and handling expenses together with smelting and refining costs incurred, which refer to ordinary and necessary costs incurred in the extraction and processing of minerals
 - General and administrative expenses actually incurred by the metallic mining contractor or operator
 - Environmental expenses of the metallic mining contractor or operator,
 - Expenses for the development of host and neighboring communities and of geosciences and mining technology
 - Lease and royalty payments which shall refer to necessary payments made by the contractor or operator to claim owners, or surface landowners, and/or Indigenous Cultural Community or Indigenous People relating to the contract area during the operating period
 - Continuing exploration and development expenses, which shall refer to costs incurred within the contract area after the pre-operating period for further exploration and development of the mining project
 - Interest expenses which shall refer to amounts paid or incurred on loans that are necessary for mining operations, subject to the financing requirement under the mineral agreement or FTAA, provided that interest incurred on related-party debts of metallic mining contractors or operators, in excess of a quarterly related-party debt-to-equity ratio of 2:1 at any time during a taxable year shall not be allowed as a deduction under Section 3a(B) of the Tax Code, as amended
 - Depreciation, depletion, or amortization, which shall refer to deductions representing the systematic allocation of the cost of tangible and intangible mining assets over their useful life or productive period
 - Duties, fees, charges, and taxes, which shall refer to compulsory payments imposed under existing laws and regulations, other than royalty as provided in this Section 151-A and the windfall profits tax under Section 151-B of the Tax Code, as amended
- Margin, for purposes of calculating the royalty tax, is defined as the ratio of income from large-scale metallic mining operations to gross output while for purposes of calculating the windfall profits tax, 'windfall' or 'margin' is defined as the ratio of 'net income from large-scale metallic mining operations' to gross output.
- Royalty of 5% on the gross output of the minerals or mineral products extracted or produced by large-scale metallic mineral operations within mineral reservations.



- Margin-based royalty ranging from 1% to 5% on income of large-scale metallic operations outside mineral reservations. If the margin of large-scale metallic mining operations outside mineral reservations is less than or equal to 0%, a minimum royalty of 1/10 of 1% of the gross output of the minerals or mineral products extracted or produced shall be imposed
- Large-scale metallic mining operations shall be subject to a windfall profits tax on net income from metallic mining operations. The windfall profits tax rate is based on margin and ranges from 1% to 10%. For purposes of calculating the windfall profits tax, windfall or margin refers to the ratio of net income from large-scale metallic mining operations to gross output except that allowable tax deductions shall include corporate income tax and royalty tax. Further, for the purpose of computing the windfall or margin, the optional standard deduction shall not be used. The windfall profits tax shall not be deductible from taxable income as defined in Section 31 of the Code.
- For purposes of computing and paying the royalty tax and windfall profits tax, the following shall be treated as a separate taxable entity:
 - A metallic mining contractor, with respect to each mineral agreement or FTAA that it holds and/or operates
 - Where there is more than one (1) valid mining operator under the same mineral agreement or FTAA, each mining operator shall be deemed a separate taxable entity for its respective mining operations under each mineral agreement or FTAA.
- The fiscal regime and revenue-sharing arrangement provided under RA 12253 shall accordingly be embodied, as appropriate, in the mineral agreements and FTAA on metallic mineral production entered into by the Philippines government. This fiscal regime and revenue-sharing arrangement shall continue to be in force and effect for the entire duration of the contracts so entered and executed after the enactment of RA 12253. Valid mineral agreements and FTAA existing prior to the effectivity of the IRR shall continue to be governed by their respective terms and conditions until the expiration of their periods, except if said agreements provide that terms and conditions resulting from the repeal or amendment of existing laws or regulations or from the enactment of new laws or regulations shall be considered written into and part of said mineral agreements and FTAA.

As at December 31, 2025, the revenue regulations implementing changes to the Tax Code, as amended by RA 12253, have not yet been issued by the Bureau of Internal Revenue (BIR).

RA 12253 is not considered substantively enacted as of December 31, 2025, because the transitory clause in the IRR provides that large-scale metallic mining contractors and/or operators shall be subject to the fiscal regime provided therein only on February 17, 2026.

The Company is currently assessing the impact of the amendments introduced by RA 12253 on its December 2026 financial statements based on the provisions of the IRR. The Company will reassess the impact of RA 12253 on its financial statements after the relevant revenue regulations have been issued by the BIR.



20. Basic and Diluted Loss Per Shares

Basic and diluted loss per share is computed as follows:

	2025	2024	2023
Net loss for the year	₱23,373,916	₱23,266,689	₱108,172,548
Divided by weighted average number of common shares	261,314,797,080	261,314,797,080	261,314,797,080
Basic and diluted loss per share	₱0.0001	₱0.0001	₱0.0004

The resulting per share amounts are the same for both basic and diluted earnings per share in 2025 and 2024, since the Company does not have any debt or equity securities that will potentially cause a loss per share dilution.

21. Commitments and Contingencies

Option and Operating Agreement with CMI

The Company entered into Option and Operating Agreement with CMI for the exploration, evaluation, operation, development and exploitation of certain mineral properties located in Camarines Norte. The Operating Agreement provides that should CMI at any time during the term decides to sell any of the mining leases covered by the Operating Agreement, the Company will have the right of first refusal.

The Operating Agreement executed on February 10, 1987, which expired on June 18, 2006, was renewed on July 30, 2007, consolidating the previous Option and Operating Agreements. The renewed Operating Agreement provides for the extension of the term for 25 years or co-terminus with the relevant mineral production sharing agreement to be approved by the Government of the Philippines and for the payment of royalties at 3.5% of the value of production from the covered mineral properties which amounted to nil and ₱35.8 million as at December 31, 2025 and 2024.

Interest expense on royalty payable, which is at 14% interest rate compounded annually and covered by promissory notes, is recognized in the statements of comprehensive income amounting to ₱78.8 million in 2023 (see Note 18). CMI waived the interest for the unpaid royalty payable in 2025 and 2024 (see Note 10). As at December 31, 2024, royalty payable to CMI amounted to ₱638.9 million (see Note 10). In 2025, CMI executed a Deed of Assignment which transfers and assigns the outstanding royalty payable with Oro Mina Holdings Inc. amounted to ₱402.6 million and Golden Lotus Holding Corporation amounted to ₱201.3 million (see Note 10).

Assignment of Mine Rights from VIMC

On December 29, 2018, the Company and VIMC executed a Deed of Assignment (the “Deed”) whereby VIMC assigns its rights and interests in Negros Copper Projects to the Company. As included in the Deed, the Company is also expected to assume various liabilities of VIMC including actual and contingent liabilities arising from or will arise related to the Negros Copper Projects. On November 27, 2020, the MGB issued a memorandum to DENR recommending the approval of the assignment which the latter approved on December 22, 2020. Consequently, the related MPSAs to the projects were recorded in the name of the Company.

As at December 31, 2025 and 2024, the Company has not identified any actual and contingent liability arising from the assumption of mining rights. The Company will recognize the actual liabilities when they are determined with reasonable certainty.



22. Financial Risk Management and Capital Management

The Company's financial instruments consist mainly of cash, accounts payable and other current liabilities, due to related parties, redeemable preferred shares and notes payable. The main purpose of the Company's dealings in financial instruments is to fund its operations and capital expenditures.

The risks arising from the Company's financial instruments are credit risk, liquidity risk and foreign exchange risk.

The BOD has the overall responsibility for the establishment and oversight of the Company's risk management policies. The Finance & Accounting Manager is responsible for developing and monitoring the Company's risk management policies. Issues affecting the operations of the Company are reported regularly to the BOD.

Management addresses the risks faced by the Company in the preparation of its annual operating budget. Mitigating strategies and procedures are also devised to address the risks that inevitably occur so as not to affect the Company's operations and forecasted results. The Company, through its training and management standards and procedures, aims to develop a disciplined and constructive control environment in which all employees understand their roles and obligations.

Credit Risk

Credit risk is the risk of financial loss to the Company if a customer or counterparty to a financial instrument fails to meet its contractual obligations. Credit risk arises principally from the Company's cash.

With respect to credit risk arising from cash, the Company's exposure to credit risk arises from default of the counterparty, with a maximum exposure equal to the carrying amount of these instruments. The Company manages the risk by adopting appropriate credit control policies and procedures and therefore does not expect to incur material financial losses.

As at December 31, 2025 and 2024, the Company used general approach in the assessment of cash credit quality. The ECL relating to Company's cash is minimal as these are deposited in reputable banks which have good bank standing and is considered to have low credit risk.

Liquidity Risk

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they fall due. The Company's objective in managing liquidity risk is to ensure, as far as possible, that it will always have sufficient funds to meet its liabilities as they fall due. Management is responsible for liquidity, funding as well as settlement management. In addition, liquidity and funding risks, related processes and policies are overseen by the management. To effectively manage liquidity risk, the Company has arranged for funding from related parties.

The following table summarizes the maturity profile of the Company's financial liabilities and financial assets as at December 31, 2025 and 2024, based on contractual undiscounted cash flows. The analysis into relevant maturity groupings is based on the remaining term at the end of the reporting period to the contractual maturity dates, including estimated interest payments and excluding the impact of netting agreements:



2025

	On demand	Within 6 Months	6 to 12 Months	Over 1 year	Total
Financial Asset:					
Cash	₱642,359	₱—	₱—	₱—	₱642,359
Financial Liabilities:					
Accounts payable and other current liabilities*	416,121,337	—	—	—	416,121,337
Due to related parties	401,066,488	—	—	—	401,066,488
Redeemable preferred shares	18,767,500	—	—	—	18,767,500
Notes payable	—	—	—	203,863,800	203,863,800
Total Financial Liabilities	835,955,325	—	—	203,863,800	1,039,819,125
Net Financial Liabilities	(₱835,312,966)	₱—	₱—	(₱203,863,800)	(₱1,039,176,766)

*excluding nonfinancial liabilities amounting ₱164,909

2024

	On demand	Within 6 Months	6 to 12 Months	Over 1 year	Total
Financial Asset:					
Cash	₱562,619	₱—	₱—	₱—	₱562,619
Financial Liabilities:					
Accounts payable and other current liabilities*	1,166,112,801	—	—	—	1,166,112,801
Due to related parties	349,589,279	—	—	—	349,589,279
Redeemable preferred shares	26,100,000	—	—	—	26,100,000
Total Financial Liabilities	1,541,802,080	—	—	—	1,541,802,080
Net Financial Liabilities	(₱1,541,239,461)	₱—	₱—	₱—	(₱1,541,239,461)

*excluding nonfinancial liabilities amounting to ₱193,309

Foreign Exchange Risk

Foreign exchange risk is the risk to earnings or capital arising from changes in foreign exchange rates. The Company uses its functional currency and is therefore exposed to foreign exchange movements, primarily on the US Dollar (US\$). The Company follows a policy to manage this risk by closely monitoring its cash flow position and by providing forecast on its exposures in non-peso currency.

The Company's net exposure to foreign exchange risk arises from \$-denominated accrued interest and other current liabilities.

Information on the Company's \$-denominated monetary liabilities and their ₱ equivalent is as follows:

	2025		2024	
	US\$	₱	US\$	₱
Accrued interest on bonds payable	1,921,528	112,995,441	1,927,308	111,475,513
Other current liabilities	17,291	1,016,800	17,451	1,009,388

As at December 31, 2025 and 2024, the exchange rate of ₱ to the US\$ is ₱58.79 and ₱57.85, respectively.



The following table demonstrates the sensitivity to a reasonably possible change in Philippine Peso/US Dollar exchange rate, with all other variables held constant, of the Company's loss before income tax. There is no other impact on the Company's equity other than those affecting the statements of comprehensive income.

	Change in exchange rate	
	\$ strengthens by 5%	\$ weakens by 5%
Decrease (increase) in loss before income tax and equity		
2025	(P5,700,612)	P5,700,612
2024	(P5,624,245)	P5,624,245
2023	(P5,387,017)	P5,387,017

Fair Values of Financial Instruments

Fair value is defined as the amount at which the financial instruments could be exchanged in a current transaction between knowledgeable willing parties in an arm's length transaction, other than in a forced liquidation or sale. Fair values are obtained from quoted market prices, discounted cash flow models and option pricing models, as appropriate.

Cash, Accounts Payable and Other Current Liabilities, Due to Related Parties and Redeemable Preferred Shares

The carrying amounts of cash, accounts payable and other current liabilities, due to related parties and redeemable preferred shares are equal or approximate their fair values due to their short-term maturities and are considered due and demandable.

Notes Payable

The fair value of the notes payable classified under Level 3 in the fair value hierarchy is disclosed below:

Year	Fair Value as at December 31	Carrying Value as at December 31	Risk- free interest rate
2025	P239,521,478	P203,863,800	5.52%
2024	P—	P—	—%

During the years ended December 31, 2025, 2024 and 2023, there were no transfers among Levels 1, 2 and 3 of fair value measurements.

Capital Management

The Company maintains a capital base to cover risks inherent in the business. The primary objective of the Company's capital management is to increase the value of shareholders' investment. The Company sets strategies with the objective of establishing a versatile and resourceful financial management and capital structure upon commencement of its operations.

The BOD has overall responsibility for monitoring of capital in proportion to risk. Profiles for capital ratios are set in the light of changes in the Company's external environment and the risks underlying the Company's business operations and industry. No changes were made in the objectives, policies or processes in 2025, 2024 and 2023.

Note 2 discusses management plans on how to address the Company's deficit.



The following table summarizes what the Company considers as its total capital as at December 31:

	2025	2024
Capital stock	₱2,613,147,971	₱2,613,147,971
Deposit for future stock subscription	525,221,853	–
Additional paid-in capital	19,449,376	19,449,376
Deficit	(3,079,843,652)	(3,056,469,736)
	₱77,975,548	(₱423,872,389)

The Company is not exposed to externally imposed capital requirements.

23. Segment Reporting

The Company has only one (1) operating segment which is the mining business. There is no geographical segment information presented since its business is located in the Philippines.

24. Supplementary Tax Information Required Under Revenue Regulations (RR) 15-2010

In compliance with the requirements set forth by Revenue Regulations 15-2010, the Company reported and paid the following types of taxes for the year ended December 31, 2025:

VAT

The Company is a VAT-registered company with no declared sale subject to output VAT.

Input VAT declared in the Company's VAT returns filed in 2025 follows:

Balance at January 1, 2025	₱4,647,931
Current year's domestic payments for:	
Domestic purchase of goods other than capital goods	7,423
Importation of Goods other than capital goods	–
Domestic purchases of services	284,479
Less:	
Penalties	–
Balance at December 31, 2025	₱4,939,833

Withholding Taxes

The below summarizes the total withholding taxes paid or accrued by the Company:

Withholding taxes on compensation and benefits	₱161,317
Expanded withholding taxes	78,148
	₱239,465



Other Taxes and Licenses

Taxes and licenses, local and national, include real property taxes, licenses and permit fees are as follows:

Real property taxes	₱39,783
Permits and licenses	21,420
	<u>₱61,203</u>

Tax Assessments and Cases

The Company has not received any final assessment notice from the BIR and has no pending tax cases under preliminary investigation, litigation, and/or prosecution in courts or bodies outside of the BIR as at December 31, 2025.



INDEPENDENT AUDITOR'S REPORT ON SUPPLEMENTARY SCHEDULES

The Stockholders and the Board of Directors
United Paragon Mining Corporation
6th Floor, Quad Alpha Centrum Building
125 Pioneer St., Mandaluyong City

We have audited in accordance with Philippine Standards on Auditing, the accompanying financial statements of United Paragon Mining Corporation as at December 31, 2025 and 2024, and for each of the three years in the period ended December 31, 2025, included in this Form 17-A, and have issued our report thereon dated April 23, 2026. Our audits were made for the purpose of forming an opinion on the basic financial statements taken as a whole. The schedules listed in the Index to the Financial Statements are the responsibilities of the Company's management. These schedules are presented for purposes of complying with Revised Securities Regulation Code Rule 68, 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 state, in all material respects, the information required to be set forth therein in relation to the basic financial statements taken as a whole.

SYCIP GORRES VELAYO & CO.



Jhoanna Feliza C. Go

Partner

CPA Certificate No. 0114122

Tax Identification No. 219-674-288

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

SEC Partner Accreditation No. 114122-SEC (Group A)

Valid to cover audit of 2021 to 2025 financial statements

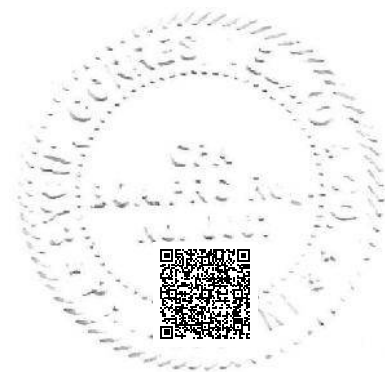
SEC Firm Accreditation No. 0001-SEC (Group A)

Valid to cover audit of 2021 to 2025 financial statements

BIR Accreditation No. 08-001998-103-2025, October 1, 2025, valid until September 30, 2028

PTR No. 10765055, January 2, 2026, Makati City

April 23, 2026



INDEPENDENT AUDITOR'S REPORT ON COMPONENTS OF FINANCIAL SOUNDNESS INDICATORS

The Stockholders and the Board of Directors
United Paragon Mining Corporation
6th Floor, Quad Alpha Centrum Building
125 Pioneer St., Mandaluyong City

We have audited in accordance with Philippine Standards on Auditing, the financial statements of United Paragon Mining Corporation as at December 31, 2025 and 2024, and for each of the three years in the period ended December 31, 2025, and have issued our report thereon dated April 23, 2026. Our audits were made for the purpose of forming an opinion on the basic financial statements taken as a whole. The Supplementary Schedule on Financial Soundness Indicators, including their definitions, formulas, calculation, and their appropriateness or usefulness to the intended users, are the responsibility of the Group's management. These financial soundness indicators are not measures of operating performance defined by Philippine Financial Reporting Standards (PFRS) Accounting Standards and may not be comparable to similarly titled measures presented by other companies. This schedule is presented for the purpose of complying with the Revised Securities Regulation Code Rule 68 issued by the Securities and Exchange Commission, and is not a required part of the basic financial statements prepared in accordance with PFRS Accounting Standards. The components of these financial soundness indicators have been traced to the Company's financial statements as at December 31, 2025 and 2024, and for each of the three years in the period ended December 31, 2025 and no material exceptions were noted.

SYCIP GORRES VELAYO & CO.



Jhoanna Feliza C. Go

Partner

CPA Certificate No. 0114122

Tax Identification No. 219-674-288

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

SEC Partner Accreditation No. 114122-SEC (Group A)

Valid to cover audit of 2021 to 2025 financial statements

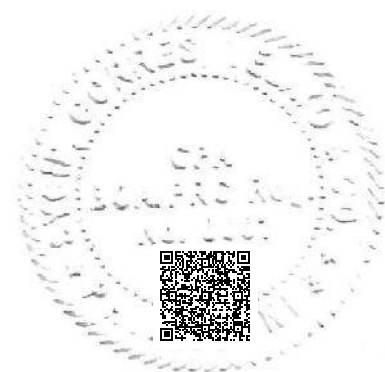
SEC Firm Accreditation No. 0001-SEC (Group A)

Valid to cover audit of 2021 to 2025 financial statements

BIR Accreditation No. 08-001998-103-2025, October 1, 2025, valid until September 30, 2028

PTR No. 10765055, January 2, 2026, Makati City

April 23, 2026



UNITED PARAGON MINING CORPORATION
INDEX TO THE FINANCIAL STATEMENTS
AND SUPPLEMENTARY SCHEDULES
SEC FORM 17-A
DECEMBER 31, 2025

FINANCIAL STATEMENTS

Statement of Management's Responsibility for Financial Statements

Report of Independent Auditors

Consolidated Statements of Financial Position as at December 31, 2025 and 2024

Statements of Comprehensive Income for the Years Ended
December 31, 2025, 2024 and 2023

Statements of Changes in Capital Deficiency for the Years Ended
December 31, 2025, 2024 and 2023

Statements of Cash Flows for the Years Ended
December 31, 2025, 2024 and 2023

Notes to Financial Statements

SUPPLEMENTARY SCHEDULES

Report of Independent Auditor's on Supplementary Schedules

Report of Independent Auditor's on Components of Financial Soundness Indicators

SCHEDULE I Financial Ratios

SCHEDULE II Map of the Relationships of the Companies within the Group

SCHEDULE III Reconciliation of Retained Earnings Available for Dividend Declaration

SCHEDULE A. Financial Assets in Equity Securities

SCHEDULE B. Amounts Receivable from Directors, Officers, Employees, Related Parties and
Principal Stockholders (other than Related Parties)

SCHEDULE C. Amounts Receivable from Related Parties which are Eliminated during the
Consolidation of Financial Statements

SCHEDULE D. Intangible Assets - Other Assets

SCHEDULE E. Long-Term Debt

SCHEDULE F. Indebtedness to Related Parties (Long-Term Loans from Related Companies)

SCHEDULE G. Guarantees of Securities of Other Issuers

SCHEDULE H. Capital Stock

Supplementary Schedule of External Auditor Fee-Related Information

SCHEDULE I
UNITED PARAGON MINING CORPORATION
FINANCIAL RATIOS PURSUANT TO REVISED SRC RULE 68
DECEMBER 31, 2025

	2025	2024
<u>Profitability Ratios:</u>		
Return on assets	-2.09%	-2.08%
Return on equity	-5.24%	5.51%
Gross profit margin	—	—
Net profit margin	—	—
<u>Liquidity and Solvency Ratios:</u>		
Current ratio	0.0010:1	0.0005:1
Quick ratio	0.0008:1	0.0004:1
Solvency ratio	-0.0131:1	-0.0132:1
<u>Financial Leverage Ratios:</u>		
Asset to equity ratio	-2.51:1	-2.65:1
Debt ratio	1.40:1	1.38:1
Debt to equity ratio	-3.51:1	-3.65:1
Interest coverage ratio	-3.48:1	-3.45:1

SCHEDULE II
UNITED PARAGON MINING CORPORATION
MAP OF THE RELATIONSHIPS OF THE COMPANIES WITHIN THE GROUP
PURSUANT TO REVISED SRC RULE 68
DECEMBER 31, 2025

<u>United Paragon Mining Corporation</u> (The Company; Reporting Company)

Note: *The Company does not have any subsidiary or associate as at December 31, 2025.*

SCHEDULE III
UNITED PARAGON MINING CORPORATION
RECONCILIATION OF RETAINED EARNINGS
AVAILABLE FOR DIVIDENDS DECLARATION
PURSUANT TO REVISED SRC RULE 68 AND
SEC MEMORANDUM CIRCULAR NO.11
December 31, 2025

Unappropriated Retained Earnings, beginning of reporting period	(P3,056,469,736)
--	------------------

Add: Category A: Items that are directly credited to
Unappropriated Retained Earnings

Reversal of Retained Earnings Appropriation/s	—
Effect of restatements or prior-period adjustments	—
Others (Previous year's unrealized foreign exchange loss - net (except those attributable to cash and cash equivalents))	—
	—

Less: Category B: Items that are directly debited to
Unappropriated Retained Earnings

Dividend declaration during the reporting period	—
Retained Earnings appropriated during the reporting period	—
Effect of restatements or prior-period adjustments	—
Unrealized foreign exchange gain- net (except those attributable to cash and cash equivalents)	—
Others (Deferred income tax asset that reduced the amount of provision for income tax)	—
	—

Unappropriated Retained Earnings, as adjusted	(3,056,469,736)
--	-----------------

Add/Less: Net Income (loss) for the current year	(23,510,653)
---	--------------

Less: Category C.1: Unrealized income recognized in the profit or loss during the reporting period (net of tax)

Equity in net income of associate/joint venture, net of dividends declared	—
Unrealized foreign exchange gain, except those attributable to cash and cash equivalents	—
Unrealized fair value adjustment (mark-to-market gains) of financial instruments at fair value through profit or loss (FVTPL)	—
Unrealized fair value gain of Investment Property	—
Other unrealized gains or adjustments to the retained earnings as a result of certain transactions accounted for under the PFRS (describe nature)	—
Sub-total	—

(Forward)

Add: Category C.2: Unrealized income recognized in the profit or loss in prior reporting periods but realized in the current reporting period (net of tax)

Realized foreign exchange gain, except those attributable to Cash and cash equivalents	₱—
Realized fair value adjustment (mark-to-market gains) of financial instruments at fair value through profit or loss (FVTPL)	—
Realized fair value gain of Investment Property	—
Other realized gains or adjustments to the retained earnings as a result of certain transactions accounted for under the PFRS (describe nature)	—
Sub-total	—

Add: Category C.3: Unrealized income recognized in profit or loss in prior periods but reversed in the current reporting period (net of tax)

Reversal of previously recorded foreign exchange gain, except those attributable to cash and cash equivalents	—
Reversal of previously recorded fair value adjustment (mark-to-market gains) of financial instruments at fair value through profit or loss (FVTPL)	—
Reversal of previously recorded fair value gain of Investment Property	—
Reversal of other unrealized gains or adjustments to the retained earnings as a result of certain transactions accounted for under the PFRS, previously recorded (describe nature)	—
Sub-total	—

Adjusted Net Income/Loss (₱23,510,653)

Add: Category D: Non-actual losses recognized in profit or loss during the reporting period (net of tax)

Depreciation on revaluation increment (after tax)	—
Sub-total	—

Add/Less: Category E: Adjustments related to relief granted by the SEC and BSP (see Footnote 3)

Amortization of the effect of reporting relief	—
Total amount of reporting relief granted during the year	—
Others (describe nature)	—
Sub-total	—

Add/Less: Category F: Other items that should be excluded from the determination of the amount of available for dividends distribution

Net movement of treasury shares (except for reacquisition of redeemable shares)	—
---	---

(Forward)

Net movement of deferred tax asset not considered in the reconciling items under the previous categories	₱—
Net movement in deferred tax asset and deferred tax liabilities related to same transaction, e.g., set up of right of use of asset and lease liability, set-up of asset and asset retirement obligation, and set- up of service concession asset and concession payable	—
Adjustment due to deviation from PFRS/GAAP - gain (loss)	—
Others (describe nature)	—
Sub-total	—
Total Retained Earnings, end of the reporting period available for dividend	₱—

**Amount is zero since the reconciliation results to a deficit*

SCHEDULE A

UNITED PARAGON MINING CORPORATION
FINANCIAL ASSETS IN EQUITY SECURITIES
DECEMBER 31, 2025

Name of issuing entity and association of each issue	Number of shares or principal amounts of bonds and notes	Amount shown in the balances sheet (figures in thousands)	Income received and accrued
NOT APPLICABLE			

SCHEDULE B

UNITED PARAGON MINING CORPORATION
AMOUNTS RECEIVABLE FROM DIRECTORS, OFFICERS, EMPLOYEES, RELATED PARTIES AND PRINCIPAL STOCKHOLDERS
(OTHER THAN RELATED PARTIES)
DECEMBER 31, 2025

Name and Designation of Debtor	Balance at Beginning period	Additions	Amounts Collected / Settlements	Amounts Written-off	Current	Not Current	Balance at end period
NOT APPLICABLE							

SCHEDULE C

UNITED PARAGON MINING CORPORATION
AMOUNTS RECEIVABLE FROM RELATED PARTIES
WHICH ARE ELIMINATED DURING THE
CONSOLIDATION OF FINANCIAL STATEMENTS
DECEMBER 31, 2025

Name and Designation of Debtor	Balance at Beginning period	Amounts Collected /Settlements	Amounts Written-off	Current	Not Current	Balance at end period
NOT APPLICABLE						

SCHEDULE D

UNITED PARAGON MINING CORPORATION
INTANGIBLE ASSETS - OTHER ASSETS
DECEMBER 31, 2025

Description	Beginning balance	Additions at cost	Charged to cost and expenses	Charged to other accounts	Other changes additions (deductions)	Ending balance
NOT APPLICABLE						

SCHEDULE E

UNITED PARAGON MINING CORPORATION
LONG-TERM DEBT
DECEMBER 31, 2025
(Amounts in Thousands)

Title of Issue and type of obligation	Amount authorized by: Indenture	Amount shown under the caption “Current Portion of long-term borrowings” in related balance sheet	Amount shown under the caption “Long-term borrowings- net of current portion” in related balance sheet
NOT APPLICABLE			

SCHEDULE F

**UNITED PARAGON MINING CORPORATION
INDEBTEDNESS TO RELATED PARTIES
(LONG-TERM LOANS FROM RELATED COMPANIES)
DECEMBER 31, 2025**

Name of Related Party	Balance at beginning of period	Balance at end of period
	NOT APPLICABLE	

SCHEDULE G

**UNITED PARAGON MINING CORPORATION
GUARANTEES OF SECURITIES OF OTHER ISSUERS
DECEMBER 31, 2025**

Name of issuing entity of securities guaranteed by the Parent Company for which this statement is filed	Title of issue of each class of securities guaranteed	Total amount guaranteed and outstanding	Amount owed by person for which statement is filed	Nature of guarantee
--	--	--	---	---------------------

NOT APPLICABLE

SCHEDULE H**UNITED PARAGON MINING CORPORATION
CAPITAL STOCK
DECEMBER 31, 2025**

The Company's authorized share capital is ₱4.0 billion divided into 397.3 billion shares at ₱0.01 par value. As at December 31, 2025, total shares issued and outstanding is 261,314,797,080 held by 1,181 shareholders.

Title of Issue	Number of shares authorized	Number of shares issued and outstanding as shown under related financial condition caption	Number of shares reserved for option, warrants, conversions and other rights	Directors and Officers	Principal/ Substantial Stockholders	No of shares held by Government	Banks	Others
Common Stock	397,325,000,000	261,314,797,080	–	689,814,317	205,328,291,218	–	–	55,296,691,545

UNITED PARAGON MINING CORPORATION
SUPPLEMENTARY SCHEDULE OF EXTERNAL AUDITOR FEE-RELATED
INFORMATION
DECEMBER 31, 2025

Audit and Non-audit fees of related entities

	Current Year 2025	Prior Year 2024
Total Audit Fees	₱443,100	₱422,000
Non-audit service fees:		
Tax services	—	—
All other services	—	—
Total Non-audit Fees	—	—
Total Audit and Non-audit Fees	₱443,100	₱422,000

Audit and Non-audit fees of other related entities

	Current Year 2025	Prior Year 2024
Total Audit Fees	₱—	₱—
Non-audit service fees:		
Tax services	₱—	₱—
All other services	—	—
Total Non-audit Fees	—	—
Total Audit and Non-audit Fees	₱—	₱—

Annex A: Reporting Template

(For additional guidance on how to answer the Topics, organizations may refer to Annex B: Topic Guide)

Contextual Information

Company Details	
Name of Organization	UNITED PARAGON MINING CORPORATION
Location of Headquarters	Quad Alpha Centrum, 125 Pioneer St., Mandaluyong City
Location of Operations	Longos, Paracale, Camarines Norte
Report Boundary: Legal entities (e.g. subsidiaries) included in this report*	This report covers the sustainability performance of United Paragon Mining Corporation (UPM) principal mining operation in Longos Mine at Paracale, Camarines Norte.
Business Model, including Primary Activities, Brands, Products, and Services	Prior to the suspension of the mining and milling operations, the Company produced dore bullions, containing gold and silver, which were either refined by the Bangko Sentral ng Pilipinas Mint and Gold Refinery or sent by airfreight and refined by Johnson Matthey PLC. of England. The principal product, gold accounted for over 99% while the by-product, silver contributed only less than 1%. Since the suspension of the mining and milling operations, the Company has had no new product.
Reporting Period	January to December 2025
Highest Ranking Person responsible for this report	Adrian Paulino S. Ramos - President

**If you are a holding company, you could have an option whether to report on the holding company only or include the subsidiaries. However, please consider the principle of materiality when defining your report boundary.*

Materiality Process

Explain how you applied the materiality principle (or the materiality process) in identifying your material topics. ¹
The Company has had no operations since the late 1990's due to the pendency of the renewal of its mining permit. The Company was in the exploration stages when the pandemic happened, and only briefly conducted drilling in the Longos mine in October 2020. Meanwhile, for the Negros mine sites that were assigned to it from an affiliate company, UPMC was able to submit the Final Exploration Report using the data obtained by its predecessor. While the Report meets the criteria for mineral resource, it will require additional exploration drilling works to increase its present mineral resource as required for the filing of a DMPF application. Given the foregoing, this Sustainability Report will focus mainly on the company's care and maintenance during this period of non-operations.

¹ See *GRI 102-46* (2016) for more guidance.

ECONOMIC

Economic Performance

Direct Economic Value Generated and Distributed

Disclosure	Amount	Units
Direct economic value generated (revenue)	1,875	PhP
Direct economic value distributed:		
a. Operating costs	14,027,172	PhP
b. Employee wages and benefits	1,925,633	PhP
c. Payments to suppliers, other operating costs	614,142	PhP
d. Dividends given to stockholders and interest payments to loan providers	0	PhP
e. Taxes given to government	61,203	PhP
f. Investments to community (e.g. donations, CSR)	0	PhP

What is the impact and where does it occur? What is the organization's involvement in the impact?	Which stakeholders are affected?	Management Approach
<i>Since the mine site has no operation, no income, company expenses are for care and maintenance of the mine site and salaries of the skeletal workforce. For this, the company heavily relies on the advances from affiliates.</i>	<i>Stockholders Communities</i>	<i>Management is committed to obtaining the necessary mining permit needed to operate.</i>
What are the Risk/s Identified?	Which stakeholders are affected?	Management Approach
<i>Given that the company's income depends on mining and production of gold, the company has had no income for many years due to non-operation.</i>	<i>Employees Stockholders</i>	<i>The company relies on advances from affiliates and continues to exert all efforts to obtain the mining permit to operate.</i>
What are the Opportunity/ies Identified?	Which stakeholders are affected?	Management Approach
<i>While the Company had concluded its exploration studies in 2020, it is still awaiting the approval of its DMPF application, which hopefully will be obtained before the end of 2025. Once the DMPF is approved, the renewal of its MPSA is expected to follow suit.</i>	<i>Employees Stockholders Government</i>	<i>The company will continue to look for solutions to enable it to weather any future economic downturn.</i>

Climate-related risks and opportunities²

Governance	Strategy	Risk Management	Metrics and Targets
<i>Given the nature of its business as mining, UPM is inherently exposed to climate-related and environmental risks.</i>	<i>Since the company has had no operations for almost 20 years, the actual and potential impacts of climate-related risks and opportunities, in the organizations, business strategy, and financial planning are considered immaterial. However, the company complies with the relevant mining laws as to corporate social responsibility, such as tree planting activities.</i>	<i>The company has no material climate-related risks but during its operational period the company complied with the maintenance of environmental trust fund as required by the DENR.</i>	<i>The company currently has no operation. Nevertheless, it maintains a nursery for propagating tree/plant seedlings at mine site.</i>

Procurement Practices - I

Proportion of spending on local suppliers

Disclosure	Quantity	Units
Percentage of procurement budget used for significant locations of operations that is spent on local suppliers	Not material	0%

What is the impact and where does it occur? What is the organization's involvement in the impact?	Which stakeholders are affected?	Management Approach
<i>Since the company has no operation, it has neither direct utilization of raw materials nor does it procure much supplies.</i>	<i>The effect on stakeholders is not material.</i>	<i>Management applies conventional business measures in monitoring and controlling procurement of supplies.</i>
What are the Risk/s Identified?	Which stakeholders are affected?	Management Approach
<i>Since the company has no operation, it has neither direct utilization of raw materials nor does it procure much supplies.</i>	<i>The effect on stakeholders is not material.</i>	<i>Close monitoring and control of procurement of practices.</i>
What are the Opportunity/ies Identified?	Which stakeholders are affected?	Management Approach
<i>Reduction of procurement costs</i>	<i>Employees Stockholders</i>	<i>Close monitoring and control of procurement of practices.</i>

² Adopted from the Recommendations of the Task Force on Climate-Related Financial Disclosures. The TCFD Recommendations apply to non-financial companies and financial-sector organizations, including banks, insurance companies, asset managers and asset owners.

Anti-corruption

Training on Anti-corruption Policies and Procedures - this is not applicable because the company has no head office employees and minesite is under care taker maintenance.

Disclosure	Quantity	Units
Percentage of employees to whom the organization's anti-corruption policies and procedures have been communicated to	N/A	%
Percentage of business partners to whom the organization's anti-corruption policies and procedures have been communicated to	N/A	%
Percentage of directors and management that have received anti-corruption training	11	91%
Percentage of employees that have received anti-corruption training	N/A	%

What is the impact and where does it occur? What is the organization's involvement in the impact?	Which stakeholders are affected?	Management Approach
<i>The company has no employees due to no operation.</i>	<i>Employees Government</i>	<i>The company has a code of business conduct & ethics that the employees are expected to comply with.</i>
What are the Risk/s Identified?	Which stakeholders are affected?	Management Approach
<i>The company has no employees due to no operation.</i>	<i>Employees Government</i>	<i>The company has a code of business conduct & ethics that the employees are expected to comply with.</i>
What are the Opportunity/ies Identified?	Which stakeholders are affected?	Management Approach
<i>The company has no employees due to no operation.</i>	<i>Employees Government</i>	<i>The company has a code of business conduct & ethics that the employees are expected to comply with.</i>

Incidents of Corruption

Disclosure	Quantity	Units
Number of incidents in which directors were removed or disciplined for corruption	0	#
Number of incidents in which employees were dismissed or disciplined for corruption	0	#
Number of incidents when contracts with business partners were terminated due to incidents of corruption	0	#

What is the impact and where does it occur? What is the organization's involvement in the impact?	Which stakeholders are affected?	Management Approach
<i>The company will commence disciplinary actions on erring employees. It will not tolerate corrupt acts.</i>	<i>Employees Stockholders Government</i>	<i>The company has a code of business conduct & ethics that the employees are expected to comply with.</i>
What are the Risk/s Identified?	Which stakeholders are affected?	Management Approach
<i>The company has no employees due to non-operation, hence the risk is insignificant.</i>	<i>Employees Stockholders Government</i>	<i>The company has a code of business conduct & ethics that the employees are expected to comply with.</i>
What are the Opportunity/ies Identified?	Which stakeholders are affected?	Management Approach
<i>The company has no employees due to non-operation, hence no identifiable opportunities.</i>	<i>Employees Stockholders Government</i>	<i>The company has a code of business conduct & ethics that the employees are expected to comply with.</i>

ENVIRONMENT

Resource Management

Energy consumption within the organization:

Disclosure	Quantity	Units
Energy consumption (renewable sources)	0	GJ
Energy consumption (gasoline)	103 / year	L
Energy consumption (LPG)	0	GJ
Energy consumption (diesel)	2334/ year	L
Energy consumption (electricity)	8503 / year	kWh

Reduction of energy consumption

Disclosure	Quantity	Units
Energy reduction (gasoline)	0	GJ
Energy reduction (LPG)	0	GJ
Energy reduction (diesel)	0	GJ
Energy reduction (electricity)	0	kWh
Energy reduction (gasoline)	0	GJ

What is the impact and where does it occur? What is the organization's involvement in the impact?	Which stakeholders are affected?	Management Approach
<i>Energy was sourced from Camarines Norte Electric Cooperative ("CANORECO") under a long-term contract for the supply of electricity from 1988 to 2000. Likewise, the Company has four (4) megawatt power plant, which has the ability to provide sufficient power for operation during any power failure. Since this equipment have been idle for a period of time, further rehabilitation is required.</i>	<i>Canoreco Employees Government</i>	<i>In November 2000, the Company switched its power supply from CANORECO to an in-house generating set to provide its limited power requirement of 10 KVA. Beginning early 2012, site power supply is now provided by CANORECO. However, the Company is also looking for alternative option for other possible power provider and/or participates in an open market to source its future power requirement.</i>
What are the Risk/s Identified?	Which stakeholders are affected?	Management Approach
<i>Since there is no operation, the risk is minimal for energy consumption.</i>	<i>CANORECO Employees</i>	<i>Management will continuously find ways to minimize energy usage.</i>
What are the Opportunity/ies Identified?	Which stakeholders are affected?	Management Approach
<i>Finding ways to save on energy costs will result to reduced company's expenses. One major way the company can save is by investing in energy-efficient equipment's by replacing traditional incandescent bulbs with LED lighting can greatly reduce electricity usage while providing better illumination, similarly upgrading ventilation and air conditioning resulting in lower utility bills.</i>	<i>CANORECO Employees</i>	<i>Management will continuously find ways to minimize energy usage. Management will make another effective approach by implementing simple practices like turning off lights and machines after working hours, additionally scheduling energy-intensive tasks during off-peak hours can further reduce costs.</i>

Disclosure	Quantity	Units
Water withdrawal		Cubic meters
Water consumption	8,200 / year	Cubic meters
Water recycled and reused		Cubic meters

Water consumption within the organization (Water acquired from rain water)

What is the impact and where does it occur? What is the organization's involvement in the impact?	Which stakeholders are affected?	Management Approach
<i>The Company utilizes rainwater from its tailings pond.</i> <i>The company is increasingly exploring sustainable practices to reduce costs and environmental impact. By reusing rain water can significantly lower expenses while promoting responsible resource management.</i>	Community	<i>Pump is used to distribute water from the tailings pond. Water flows thru pipes to mine-camp by means of gravity since the (pond is on higher elevation. The pond is lucked and plunged by chlorine every month and tested for CL and Ph analysis.</i> <i>These measures ensure that the recycled water meets acceptable standards for use, protecting both equipment and personnel. By maintaining proper treatment and monitoring systems can safely maximize the benefits of water reuse.</i>
What are the Risk/s Identified?	Which stakeholders are affected?	Management Approach
<i>Water availability, quality and accessibility depend on the amount of rainfall within the year. There is also the risk that minesite employees may not cooperate with water-saving measures.</i> <i>Prolonged periods of low precipitation or drought may result in reduced surface and groundwater supplies, potentially constraining operational capacity and increasing competition for water resources. In addition, reduced water volumes can lead to deterioration in water quality. There is also a behavioral and operational risk associated with mine-site personnel. If employees do not understand, support, or comply with establish water conservation measures, the</i>	Community	<i>Management continuously finds ways to minimize water consumption.</i> <i>The management will implement an integrated water management strategy focused on efficiency, reuse, monitoring, and behavioral change. Key elements include:</i> <i>Water Efficiency Optimization by conducting regular water audits to identify high-consumption areas and inefficiencies.</i> <i>Water recycling and reuse by capturing and store runoff or excess water for domestic and operational use.</i> <i>Infrastructure and loss prevention by regularly inspect and maintain pipelines, storage facilities, and equipment to prevent leaks and losses.</i>

<i>effectiveness of the initiatives may be compromised.</i>		
What are the Opportunity/ies Identified?	Which stakeholders are affected?	Management Approach
<i>Potential to reduce water impact through alternative water sources.</i> <i>The company to be proactively identified opportunities to reduce and optimize water consumption through improve efficiency measures, monitoring systems, and sustainable resource management practices.</i>	<i>Employees</i> <i>Community</i>	<i>Management continuously finds ways to minimize water consumption.</i>

Materials used by the organization

Disclosure	Quantity	Units
Materials used by weight or volume	N/A	
• Renewable		kg/liters
• non-renewable		kg/liters
Percentage of recycled input materials used to manufacture the organization's primary products and services	N/A	%

What is the impact and where does it occur? What is the organization's involvement in the impact?	Which stakeholders are affected?	Management Approach
<i>UPM is a mining company that has no operation, and therefore, does not use any raw materials.</i>	<i>Not applicable</i>	<i>Not applicable</i>
What are the Risk/s Identified?	Which stakeholders are affected?	Management Approach
<i>Not applicable</i>	<i>Not applicable</i>	<i>Not applicable</i>
What are the Opportunity/ies Identified?	Which stakeholders are affected?	Management Approach
<i>Not applicable</i>	<i>Not applicable</i>	<i>Not applicable</i>

Ecosystems and biodiversity (whether in upland/watershed or coastal/marine)

Disclosure	Quantity	Units
Operational sites owned, leased, managed in, or adjacent to, protected areas and areas of high biodiversity value outside protected areas	0	
Habitats protected or restored	0	ha
IUCN ³ Red List species and national conservation list species with habitats in areas affected by operations	0	

What is the impact and where does it occur? What is the organization's involvement in the impact?	Which stakeholders are affected?	Management Approach
<i>Not applicable</i>	<i>Not applicable</i>	<i>Not applicable</i>
What are the Risk/s Identified?	Which stakeholders are affected?	Management Approach
<i>Not applicable</i>	<i>Not applicable</i>	<i>Not applicable</i>
What are the Opportunity/ies Identified?	Which stakeholders are affected?	Management Approach
<i>Not applicable</i>	<i>Not applicable</i>	<i>Not applicable</i>

Environmental impact management

Air Emissions

GHG

Disclosure	Quantity	Units
Direct (Scope 1) GHG Emissions	0	Tonnes CO ₂ e
Energy indirect (Scope 2) GHG Emissions	0	Tonnes CO ₂ e
Emissions of ozone-depleting substances (ODS)	0	Tonnes

What is the impact and where does it occur? What is the organization's involvement in the impact?	Which stakeholders are affected?	Management Approach
<i>UPM has no operation hence there is no impact on air emission.</i>	<i>Not Applicable</i>	<i>Not Applicable</i>
What are the Risk/s Identified?	Which stakeholders are affected?	Management Approach
<i>Not Applicable</i>	<i>Not Applicable</i>	<i>Not Applicable</i>

³ International Union for Conservation of Nature

What are the Opportunity/ies Identified?	Which stakeholders are affected?	Management Approach
<i>Not Applicable</i>	<i>Not Applicable</i>	<i>Not Applicable</i>

Air pollutants

Disclosure	Quantity	Units
NO _x		kg
SO _x		kg
Persistent organic pollutants (POPs)		kg
Volatile organic compounds (VOCs)		kg
Hazardous air pollutants (HAPs)		kg
Particulate matter (PM)		kg

What is the impact and where does it occur? What is the organization's involvement in the impact?	Which stakeholders are affected?	Management Approach
<i>UPM has no operation hence there is no impact on air emission.</i>	<i>Not Applicable</i>	<i>Not Applicable</i>
What are the Risk/s Identified?	Which stakeholders are affected?	Management Approach
<i>Not Applicable</i>	<i>Not Applicable</i>	<i>Not Applicable</i>
What are the Opportunity/ies Identified?	Which stakeholders are affected?	Management Approach
<i>Not Applicable</i>	<i>Not Applicable</i>	<i>Not Applicable</i>

Solid and Hazardous Wastes

Solid Waste (From Household only)

Disclosure	Quantity	Units
Total solid waste generated	38	kg
Reusable	20	kg
Recyclable	8	kg
Composted	0	kg
Incinerated	0	kg
Residuals/Landfilled	3	kg

What is the impact and where does it occur? What is the organization's involvement in the impact?	Which stakeholders are affected?	Management Approach
<i>UPM has no operation hence there is no impact on solid waste.</i>	<i>Not Applicable</i>	<i>W Not Applicable</i>
What are the Risk/s Identified?	Which stakeholders are affected?	Management Approach
<i>Not Applicable</i>	<i>Not Applicable</i>	<i>Not Applicable</i>
What are the Opportunity/ies Identified?	Which stakeholders are affected?	Management Approach
<i>Not Applicable</i>	<i>Not Applicable</i>	<i>Not Applicable</i>

Hazardous Waste

Disclosure	Quantity	Units
Total weight of hazardous waste generated	0	kg
Total weight of hazardous waste transported	0	kg

What is the impact and where does it occur? What is the organization's involvement in the impact?	Which stakeholders are affected?	Management Approach
<i>UPM has no operation hence there is no impact on hazardous waste.</i>	<i>Not Applicable</i>	<i>Not Applicable?</i>
What are the Risk/s Identified?	Which stakeholders are affected?	Management Approach
<i>Not Applicable</i>	<i>Not Applicable</i>	<i>Not Applicable</i>
What are the Opportunity/ies Identified?	Which stakeholders are affected?	Management Approach
<i>Not Applicable</i>	<i>Not Applicable</i>	<i>Not Applicable</i>

Effluents

Disclosure	Quantity	Units
Total volume of water discharges	0	Cubic meters
Percent of wastewater recycled	0	%

What is the impact and where does it occur? What is the organization's involvement in the impact?	Which stakeholders are affected?	Management Approach
<i>UPM has no operation, hence there is no impact relating to effluents.</i>	<i>Not Applicable</i>	<i>Not Applicable</i>
What are the Risk/s Identified?	Which stakeholders are affected?	Management Approach
<i>Not Applicable</i>	<i>Not Applicable</i>	<i>Not Applicable</i>
What are the Opportunity/ies Identified?	Which stakeholders are affected?	Management Approach
<i>Not Applicable</i>	<i>Not Applicable</i>	<i>Not Applicable</i>

Environmental compliance

Non-compliance with Environmental Laws and Regulations

Disclosure	Quantity	Units
Total amount of monetary fines for non-compliance with environmental laws and/or regulations	N/A	PhP
No. of non-monetary sanctions for non-compliance with environmental laws and/or regulations	N/A	#
No. of cases resolved through dispute resolution mechanism	N/A	#

What is the impact and where does it occur? What is the organization's involvement in the impact?	Which stakeholders are affected?	Management Approach
<i>The Company has not violated any environmental laws and regulations that directly impact the environment.</i> <i>Since the company has no operation and has consistently complied with all applicable environmental laws and regulations. It has not been subject to any findings, penalties, or enforcement actions related to environmental non-compliance.</i>	<i>Community</i> <i>Employees</i> <i>Government</i>	<i>UPM strives to ensure that the environmental impact of its business operations is mitigated and/or minimized and strictly abides by the regulatory standards and policies.</i> <i>The company endeavors to ensure that its environment impact is appropriately identified, managed, and mitigated through systematic environmental management approach aligned with applicable standards and best practices by continuously improving its environmental management systema and sustainability initiatives.</i>
What are the Risk/s Identified?	Which stakeholders are affected?	Management Approach
<i>Possible violation of any environmental laws and regulations</i>	<i>Community</i> <i>Employees</i> <i>Government</i>	<i>UPM is implementing responsible and proper procedures and practices to make sure that it does not violate such laws and regulations.</i>
What are the Opportunity/ies Identified?	Which stakeholders are affected?	Management Approach
<i>Given that there is a global consciousness on environmental preservation, the company will continue to plant more trees and find more ways to protect the environment through its CSR efforts.</i>	<i>Community</i> <i>Employees</i> <i>Government</i>	<i>UPM will create and find more ways to protect the environment through its CSR efforts.</i>

SOCIAL

Employee Management

Employee Hiring and Benefits

Employee data

Disclosure	Quantity	Units
------------	----------	-------

Total number of employees ⁴		
a. Number of female employees	2	#
b. Number of male employees	6	#
Attrition rate ⁵	0	rate
Ratio of lowest paid employee against minimum wage	0	ratio

⁴ Employees are individuals who are in an employment relationship with the organization, according to national law or its application (GRI Standards 2016 Glossary)

⁵ Attrition are = (no. of new hires – no. of turnover)/(average of total no. of employees of previous year and total no. of employees of current year)

Employee benefits

List of Benefits	Y/N	% of female employees who availed for the year	% of male employees who availed for the year
SSS	Y		
PhilHealth	Y		
Pag-ibig	Y		
Parental leaves	Y		
Vacation leaves	Y	100%	100%
Sick leaves	Y	100%	100%
Medical benefits (aside from PhilHealth))		N/A	N/A
Housing assistance (aside from Pag-ibig)		N/A	N/A
Retirement fund (aside from SSS)	N		1
Further education support	N	N/A	N/A
Company stock options	N	N/A	N/A
Telecommuting	Y		
Flexible-working Hours	Y		
(Others)			

What is the impact and where does it occur? What is the organization's involvement in the impact?	Management Approach
<i>Employee benefits directly impact employee performance and morale.</i>	<i>The company abides by the directives of the SSS, Philhealth and Pag-ibig with regard to mandatory monthly company contributions as well as collects and remits each employee share.</i>
What are the Risk/s Identified?	Management Approach
<i>The company has no operations but complies with mandatory benefits required by law. Hence, there is no significant risk.</i>	<i>Not applicable</i>
What are the Opportunity/ies Identified?	Management Approach
<i>The company has no operations but complies with mandatory benefits required by law. Hence, there is no identifiable opportunities.</i>	<i>Not applicable</i>

Employee Training and Development

Disclosure	Quantity	Units
Total training hours provided to employees		
a. Female employees		hours
b. Male employees	None	hours
Average training hours provided to employees		
a. Female employees		hours/employee
b. Male employees	None	hours/employee

What is the impact and where does it occur? What is the organization's involvement in the impact?	Management Approach
<i>UPM has no operation, hence there is no significant impact.</i>	<i>Not applicable</i>
What are the Risk/s Identified?	Management Approach
<i>Not applicable</i>	<i>Not applicable</i>
What are the Opportunity/ies Identified?	Management Approach
<i>Not applicable</i>	<i>Not applicable</i>

Labor-Management Relations

Disclosure	Quantity	Units
% of employees covered with Collective Bargaining Agreements	n/a	%
Number of consultations conducted with employees concerning employee-related policies	n/a	#

What is the impact and where does it occur? What is the organization's involvement in the impact?	Management Approach
<i>UPM has no operation, hence there is no significant impact.</i>	<i>Not applicable</i>
What are the Risk/s Identified?	Management Approach
<i>Not applicable</i>	<i>Not applicable</i>
What are the Opportunity/ies Identified?	Management Approach
<i>Not applicable</i>	

Diversity and Equal Opportunity

Disclosure	Quantity	Units
% of female workers in the workforce	25.0	%
% of male workers in the workforce	75.0	%
Number of employees from indigenous communities and/or vulnerable sector*		#

**Vulnerable sector includes, elderly, persons with disabilities, vulnerable women, refugees, migrants, internally displaced persons, people living with HIV and other diseases, solo parents, and the poor or the base of the pyramid (BOP; Class D and E).*

What is the impact and where does it occur? What is the organization's involvement in the impact?	Management Approach
<i>UPM has no operation, and under care and maintenance mode only. Hence there is no significant impact.</i>	<i>Criteria for employment and promotion focus mainly on the employee's ability to do his/her assigned work.</i>
What are the Risk/s Identified?	Management Approach
<i>Not applicable</i>	<i>Not applicable</i>
What are the Opportunity/ies Identified?	Management Approach
<i>Not applicable</i>	<i>Not applicable</i>

Workplace Conditions, Labor Standards, and Human Rights

Occupational Health and Safety

Disclosure	Quantity	Units
Safe Man-Hours	90,000 per year	Man-hours
No. of work-related injuries	0	#
No. of work-related fatalities	0	#
No. of work related ill-health	0	#
No. of safety drills	2	#

What is the impact and where does it occur? What is the organization's involvement in the impact?	Management Approach
<i>UPM has no operation, and under care and maintenance mode only. Hence there is no significant impact.</i>	<i>The company complies with mining and regulatory rules and regulations regarding occupational health and safety including the appointment of a Safety Officer at site.</i>
What are the Risk/s Identified?	Management Approach
<i>UPM has no operation, and under care and maintenance mode only. Hence there is no significant impact.</i>	<i>Not applicable</i>
What are the Opportunity/ies Identified?	Management Approach
<i>UPM has no operation, and under care and maintenance mode only. Hence there is no identifiable opportunity.</i>	<i>Not applicable</i>

Labor Laws and Human Rights

Disclosure	Quantity	Units
No. of legal actions or employee grievances involving forced or child labor	NA	#

Do you have policies that explicitly disallows violations of labor laws and human rights (e.g. harassment, bullying) in the workplace?

Topic	Y/N	If Yes, cite reference in the company policy
Forced labor	N	
Child labor	N	
Human Rights	N	

What is the impact and where does it occur? What is the organization's involvement in the impact?	Management Approach
<i>UPM has no operation, and is under care and maintenance mode only. Hence, there is no significant impact.</i>	<i>Although there is no specific written company policy, management adheres to the relevant child labor and human rights laws.</i>
What are the Risk/s Identified?	Management Approach
<i>UPM has no operation, and is under care and maintenance mode only. Hence, there is no significant impact.</i>	<i>Although there is no specific written company policy, management adheres to the relevant child labor and human rights laws.</i>
What are the Opportunity/ies Identified?	Management Approach
<i>Being compliant with labor laws will make company attractive to potential employees. It will also foster loyalty within the organization.</i>	<i>Although there is no specific written company policy, management will always adhere to the relevant child labor and human rights laws.</i>

Supply Chain Management

Do you have a supplier accreditation policy? If yes, please attach the policy or link to the policy:
Given that the company is a mining company that does not have operation, and under care and maintenance mode, it is only primarily purchasing office supplies which does not necessitate an accreditation.

Do you consider the following sustainability topics when accrediting suppliers? N/A

Topic	Y/N	If Yes, cite reference in the supplier policy
Environmental performance		
Forced labor		
Child labor		
Human rights		
Bribery and corruption		

What is the impact and where does it occur? What is the organization's involvement in the impact?	Management Approach
<i>Not applicable</i>	<i>Not applicable</i>
What are the Risk/s Identified?	Management Approach
<i>Not applicable</i>	<i>Not applicable</i>
What are the Opportunity/ies Identified?	Management Approach
<i>Not applicable</i>	<i>Not applicable</i>

Relationship with Community

Significant Impacts on Local Communities

Operations with significant (positive or negative) impacts on local communities (exclude CSR projects; this has to be business operations)	Location	Vulnerable groups (if applicable)*	Does the particular operation have impacts on indigenous people (Y/N)?	Collective or individual rights that have been identified that or particular concern for the community	Mitigating measures (if negative) or enhancement measures (if positive)
While the company has no operations, it obtained an exploration permit in August 2018. In compliance with relevant mining laws, the company had conducted consultations and courtesy calls with the concerned barangays that are covered by the permit, regarding the approval of its exploration permit. The company will conduct consultations again, as required, when exploration activities actually commence.	Paracale	N/A	N	N/A	N/A

**Vulnerable sector includes children and youth, elderly, persons with disabilities, vulnerable women, refugees, migrants, internally displaced persons, people living with HIV and other diseases, solo parents, and the poor or the base of the pyramid (BOP; Class D and E)*

For operations that are affecting IPs, indicate the total number of Free and Prior Informed Consent (FPIC) undergoing consultations and Certification Preconditions (CPs) secured and still operational and provide a copy or link to the certificates if available: _____

Certificates	Quantity	Units
FPIC process is still undergoing		#
CP secured		#

What are the Risk/s Identified?	Management Approach
<i>Not applicable</i>	<i>Not applicable</i>
What are the Opportunity/ies Identified?	Management Approach
<i>Not applicable</i>	<i>Not applicable</i>

Customer Management

Customer Satisfaction

Disclosure	Score	Did a third party conduct the customer satisfaction study (Y/N)?
<i>Not applicable</i>		<i>Not applicable</i>

What is the impact and where does it occur? What is the organization's involvement in the impact?	Management Approach
<i>Not applicable</i>	<i>Not applicable</i>
What are the Risk/s Identified?	Management Approach
<i>Not applicable</i>	<i>Not applicable</i>
What are the Opportunity/ies Identified?	Management Approach
<i>Not applicable</i>	<i>Not applicable</i>

Health and Safety

Disclosure	Quantity	Units
No. of substantiated complaints on product or service health and safety*	0	#
No. of complaints addressed	0	#

**Substantiated complaints include complaints from customers that went through the organization's formal communication channels and grievance mechanisms as well as complaints that were lodged to and acted upon by government agencies.*

What is the impact and where does it occur? What is the organization's involvement in the impact?	Management Approach
<i>Not applicable</i>	<i>Not applicable</i>
What are the Risk/s Identified?	Management Approach
<i>Not applicable</i>	<i>Not applicable</i>
What are the Opportunity/ies Identified?	Management Approach
<i>Not applicable</i>	<i>Not applicable</i>

Marketing and labelling

Disclosure	Quantity	Units
No. of substantiated complaints on marketing and labelling*	0	#
No. of complaints addressed	0	#

**Substantiated complaints include complaints from customers that went through the organization's formal communication channels and grievance mechanisms as well as complaints that were lodged to and acted upon by government agencies.*

What is the impact and where does it occur? What is the organization's involvement in the impact?	Management Approach
<i>Not applicable</i>	<i>Not applicable</i>
What are the Risk/s Identified?	Management Approach
<i>Not applicable</i>	<i>Not applicable</i>
What are the Opportunity/ies Identified?	Management Approach
<i>Not applicable</i>	<i>Not applicable</i>

Customer privacy

Disclosure	Quantity	Units
No. of substantiated complaints on customer privacy*	0	#
No. of complaints addressed	0	#
No. of customers, users and account holders whose information is used for secondary purposes	0	#

**Substantiated complaints include complaints from customers that went through the organization's formal communication channels and grievance mechanisms as well as complaints that were lodged to and acted upon by government agencies.*

What is the impact and where does it occur? What is the organization's involvement in the impact?	Management Approach
<i>Not applicable</i>	<i>Not applicable</i>
What are the Risk/s Identified?	Management Approach
<i>Not applicable</i>	<i>Not applicable</i>
What are the Opportunity/ies Identified?	Management Approach
<i>Not applicable</i>	<i>Not applicable</i>

Data Security

Disclosure	Quantity	Units
No. of data breaches, including leaks, thefts and losses of data	0	#

What is the impact and where does it occur? What is the organization's involvement in the impact?	Management Approach
<i>Not applicable</i>	<i>Not applicable</i>
What are the Risk/s Identified?	Management Approach
<i>Not applicable</i>	<i>Not applicable</i>
What are the Opportunity/ies Identified?	Management Approach
<i>Not applicable</i>	<i>Not applicable</i>

UN SUSTAINABLE DEVELOPMENT GOALS

Product or Service Contribution to UN SDGs

Key products and services and its contribution to sustainable development.

Key Products and Services	Societal Value / Contribution to UN SDGs	Potential Negative Impact of Contribution	Management Approach to Negative Impact
Since the company has no operations, it has not produced gold and silver for a long time.	In the event that the company is granted a mining permit in order to extract and sell gold and silver, the company would be able to hire miners from the local communities and give livelihood to the people.	Until the company begins mining operations, it cannot make any significant contributions to help alleviate poverty in the country.	The company will continue to find ways to help the poor and the marginalized in the covered barangay communities even during this period of non-operation.

** None/Not Applicable is not an acceptable answer. For holding companies, the services and products of its subsidiaries may be disclosed.*

40938

S.E.C. Registration No.

UNITED PARAGON MINING CORPORATION

(Company's Full Name)

6TH Floor, Quad Alpha Centrum, 125 Pioneer Street, Mandaluyong City

(Company's Address: No. Street, City/Town/Province)

(632) 8631-8173

(Company's Telephone Numbers)

March 31, 2026

(Quarter Ending – Month & Day)

SEC FORM 17-Q

(Form Type)

N/A

Amendment Designation (If applicable)

Period Ended Date

N/A

(Secondary License Type and File Number)

**SECURITIES AND EXCHANGE COMMISSION
SEC FORM 17-Q**

**QUARTERLY REPORT PURSUANT TO SECTION 17 OF THE SECURITIES
REGULATION CODE AND SRC RULE 17(2)(b) THEREUNDER**

1. For the quarterly period ended: March 31, 2026

2. Commission ID No. **40938**

3. BIR Tax Identification No. **000-169-117-000-V**

4. **UNITED PARAGON MINING CORPORATION**
Exact name of issuer as specified in its charter

Philippines
5. Province, country or other jurisdiction of incorporation or organization

6. Industry Classification Code: _____ (SEC Use Only)

Quad Alpha Centrum, 125 Pioneer Street, Mandaluyong City **1550**
7. Address of issuer's principal office Postal Code

(63 2) 8631-8173
8. Issuer's telephone number, including area code

N/A
9. Former name, former address and former fiscal year, if changed since last report

10. Securities registered pursuant to Sections 4 and 8 of the RSA

Title of Each Class	Number of Shares of Common Stock Outstanding
<u>Common Stock</u>	<u>261,314,797,080 shares</u>

11. Are any or all of the securities listed on a Stock Exchange?

Yes [☒] No [☐]

If yes, state the name of such Stock Exchange and the class/es of securities listed therein:

Philippine Stock Exchange,
Inc.

Common Stock

12. Indicate by check mark whether the registrant:

- (a) has filed all reports required to be filed by Section 17 of the Code and SRC Rule 17 thereunder or Sections 11 of the SRC and SRC Rule 11(a)-1 thereunder, and Sections 26 and 141 of the Corporation Code of the Philippines, during the preceding twelve (12) months (or for such shorter period the registrant was required to file such reports).

Yes [☒] No [☐]

- (b) has been subject to such filing requirements for the past ninety (90) days.

Yes [☒] No [☐]

TABLE OF CONTENTS

	Page No.
PART I FINANCIAL INFORMATION	
Item 1 Financial Statements	4-5
Item 2 Management's Discussion and Analysis of Financial Condition and Results of Operations, including Plan of Operations	5 - 11
Item 3 Management's Assessment and Evaluation of Financial Risk Exposures	11– 15
PART II OTHER INFORMATION	16
SIGNATURE	16
PART III ATTACHMENTS - FINANCIAL STATEMENTS AND SUPPLEMENTARY SCHEDULES	
Statements of Financial Position as of March 31, 2026 and December 31, 2025	17
Statements of Comprehensive Income for the Period Ended March 31, 2026 and March 31, 2025	18
Statements of Changes in Equity for the Period Ended March 31, 2026 and March 31, 2025	19
Statements of Cash Flows for the Period Ended March 31, 2026 and March 31, 2025	20
Supplementary Schedules	21-28
Schedule 1–Financial Ratios	29
Notes to Financial Statements	30 – 49

PART I - FINANCIAL INFORMATION

Item 1. Financial Statements

1. The unaudited Financial Statements of the Company (Statements of Financial Position, Statements of Comprehensive Income, Statements of Changes in Equity and Statements of Cash Flows) for the interim period ended March 31, 2026 and December 31, 2025 are included in this report.
2. The basic and diluted loss per share is presented on the face of the attached Statements of Comprehensive Income as well as the basis of computation thereof.
3. The Company's interim financial statements for the period March 31, 2026 and March 31, 2025 have been prepared in accordance with accounting principles generally accepted in the Philippines and Philippine Financial Reporting Standards.
4. The Company follows/adopts the same accounting policies and methods of computation in its interim financial statements (January to March 31, 2026) as compared with the most recent annual financial statements (December 31, 2025) and no policies or methods have been changed.
5. All adjustments, which are in the opinion of management, are necessary to a fair statement of the results for the interim period (January to March 31, 2026) is reflected in the interim financial statements.
6. Unusual items during the interim period (January to March 31, 2026), the nature, amount, size or incidents of which have affected the assets, liabilities, equity, net income or cash flows of the Company are shown/described under Management's Discussion and Analysis of Financial Condition and Results of Operations.
7. There were NO changes in the estimates of amounts reported in prior financial years (December 31, 2025 and 2024), which had a material effect in the current interim period (January to March 31, 2026).
8. There were NO long-term contracts entered into by the Company during the interim period January to March 31, 2026).
9. There were NO capitalization of liabilities, new borrowings and any modification of existing financing arrangements during the interim periods under review (January to March 31, 2026 and December 31, 2025) other than discussed under Management's Discussion and Analysis of Financial Condition and Results of Operations and Discussion and Analysis of Material Events and Uncertainties.
10. There were NO issuances, repurchases, and repayments of debt and equity securities for this interim period (January to March 31, 2026) and for the same period last year.
11. There were NO dividends paid (aggregate or per share) separate for ordinary shares and other shares for this interim period (January to March 31, 2026) and for the same period last year.
12. The Company has NO business segment, which would require disclosure of segment revenue and segment result for business segments or geographical segments.

13. Up to the time of filing of this report, there were NO material events subsequent to the end of the interim period (January to March 31, 2026) that have not been reflected in the financial statements for the interim period.
14. There were NO changes in the composition of the Company during the interim period (January to March 31, 2026), including business combinations, acquisition or disposal of subsidiaries and long-term investments, restructurings and discontinuing operations.
15. There were NO material changes in contingent liabilities or contingent assets since the last annual balance sheet date (December 31, 2025).
16. There were NO additional material contingencies and any other events or transactions that are material to the understanding of the current interim period that are not disclosed in this report.

Item 2. Management's Discussion and Analysis of Financial Condition and Results of Operations

Comparative financial highlights for the nine-month period ending March 31, 2026 and March 31, 2025 and for the year ended December 31, 2025 are presented below:

	<u>March 31, 2026</u> <u>(Unaudited)</u>	<u>December 31, 2025</u> <u>(Audited)</u>	<u>March 31, 2025</u> <u>(Unaudited)</u>
Revenues	0	0	0
Net Income/(Loss)	(9,357,038)	(23,373,916)	(2,744,866)
Total Assets	1,121,487,710	1,120,617,786	1,123,525,315
Total Liabilities	1,576,986,667	1,566,759,705	1,548,901,444
Net Worth	(455,498,957)	(446,141,919)	(425,376,129)
Issued and Subscribed Capital	261,314,797,080	261,314,797,080	261,314,797,080

Results of Operations (March 31, 2026 vs. March 31, 2025)

The Company has no operating income earned for the period end March 31, 2026 and March 31, 2025. Net Loss as of March 31, 2026 is higher at P9.4 million compared to a Net Loss of P2.7 million as of March 31, 2025 which was primarily attributable to the accrual of interest expenses as of end March 2026. The net loss was due to accrued interest expense on preferred shares, and mine site and head office administrative expenses offset by unrealized foreign currency loss due to better peso against US dollar year on year.

General and administrative expenses of P2.3 million were incurred for the period ending March 31, 2026 as compared to P2.7 million as of end March 31, 2025.

The finance expenses for the period ending March 31, 2026 is higher at P3.3 million compared to the same period in 2025 of P1.3 million due to interest calculation on the promissory issued by the Company to Oro Mina Holdings, Inc. and Golden Lotus Holdings Corporation computed from January 1, 2026 until full payment of outstanding obligation.

The Company recognized a loss on foreign exchange of 3.8 million due to increase in foreign exchange rate from P58.79 (12.31.2025) to P60.74 (03.31.2026) as of March 31, 2026 compared to a foreign exchange gain of P1.2 million on the same period in 2025.

Financial Condition (March 31, 2026 vs. December 31, 2025)

The Company has total assets of P1,121.5 million and P1,120.6 million as of March 31, 2026 and December 31, 2025, respectively. The increase was due to cash advances from related party offset by payment of current operating expenses.

Total current liabilities of P846.3 million and P836.1 million for the period ending March 31, 2026 and December 31, 2025, exceeded its current assets by P844.8 million and P835.3 million, respectively. The increase was mainly due to interest accrual and other payables and related party transaction.

The Company has a capital deficiency of P455.5 million and P446.1 million resulting from cumulative losses of P3,071.5 million and P3,056.5 million for the period March 31, 2026 and December 31, 2025, respectively.

The loans and advances due to a related party are covered by promissory notes subject to automatic roll over every ninety (90) days with interest accrued in the books.

Due to the suspension of mining and milling operations and limited sources of funds, the Company failed to meet payments within the stated terms to majority of its suppliers, contractors and creditors. However, the Company has been continuously paying the accounts that relates to its current working capital requirement, and the old accounts due to its suppliers, contractors and creditors remain unchanged. The internal and external sources of funds and the courses of action that the Company plans to undertake to address the liquidity problem are discussed under "Plan of operations for the year 2025".

The gold price as of March 31, 2026 increase by eight-percentage (8%) from December 31, 2025 and eighty-percentage (80%) higher year-on-year ending March 31 2025. The gold (Au) was traded in the London Metal Exchange ("LME") with a closing price of US\$4,688.54/oz, US\$4,358.22/oz, and US\$2,606.72/oz for period ending March 31, 2026, December 31, 2025 and March 31, 2025 respectively. For the three months ending March 31, 2026 gold price reached an all-time high of US\$5,688.83/oz on January 31, 2026.

In as much as the Company's mining and milling operations are still suspended, the key performance indicators of the Company as of March 31. 2026 as compared to March 31, 2025 are as follows:

Ratios	Formula	March 31 2026	March 31 2025
Current Ratio		0.0019	0.0025
	Current Assets/	P 1,567,877	P 3,942,842
	Current Liabilities	P 846,347,196	P 1,547,961,277
Quick Ratio		0.0011	0.0023
	Current Asset-Inventory-Prepaid/	P 949,531	P 3,551,745
	Current Liabilities	P 846,347,196	P 1,547,961,277
Solvency Ratio		0.7112	0.7254
	Total Assets/	P 1,121,487,710	P 1,123,525,315
	Total Liabilities	P 1,576,986,667	P 1,548,901,444
Debt Ratio		1.41	1.38
	Total Liabilities/	P 1,576,986,667	P 1,548,901,444
	Total Assets	P 1,121,487,710	P 1,123,525,315
Debt to equity ratio		(3.46)	(3.64)
	Total liabilities/	P 1,576,986,667	P 1,548,901,444
	Stockholders' equity	P (455,498,957)	P (425,376,129)
Equity to debt ratio		(0.29)	(0.27)
	Stockholders' equity/	P (455,498,957)	P (425,376,129)
	Total liabilities	P 1,576,986,667	P 1,548,901,444
Asset to equity ratio		(2.46)	(2.64)
	Total Assets	P 1,121,487,710	P 1,123,525,315
	Stockholders' equity/	P (455,498,957)	P (425,376,129)
Interest coverage ratios		(1.83)	(1.13)
	Earnings (loss) before interest & taxes	P (6,055,025)	P (1,453,563)
	Interest Expense	P 3,302,013	P 1,291,301
Book value per share		(0.00174)	(0.00163)
	Stockholders' equity/	P (455,498,957)	P (425,376,129)
	Total # of shares	261,314,797,080	261,314,797,080
Loss per share		0.00004	0.00001
	Net loss/	P 9,357,038	P 2,744,865
	Total # of shares	261,314,797,080	261,314,797,080

The change in key indicators as of March 31, 2026 as compared to March 31, 2025 are as follows;

Increase in Current and Solvency Ratio year-on-year ending March 31, 2025 due to an increase in cash and cash equivalents due to related party cash advances; Increase in Debt-to-Equity, due to decrease in total liabilities and increase in net capital deficiencies. On the contrary, Equity-to-Debt decrease due to increase in Stockholder's equity.

Asset-to-Equity increase due to increase in total assets and increase in stockholders' equity. Interest Coverage Ratio increase due to decrease in interest expenses as a result of waiver of interest charges from CMI advances to the Company.

The key performance indicators of the Company as of March 31, 2026 as compared to December 31, 2025 are as follows:

Ratios	Formula	March 31 2026	December 31 2025
Current Ratio		0.0019	0.001
	Current Assets/	₱ 1,567,877	₱ 814,309
	Current Liabilities	₱ 846,347,196	₱ 836,120,234
Quick Ratio		0.0011	0.001
	Current Asset-Inventory-Prepaid/	₱ 949,531	₱ 677,359
	Current Liabilities	₱ 846,347,196	₱ 836,120,234
Solvency Ratio		0.7112	0.7152
	Total Assets/	₱ 1,121,487,710	₱ 1,120,617,786
	Total Liabilities	₱ 1,576,986,667	₱ 1,566,759,705
Debt Ratio		1.41	1.40
	Total Liabilities/	₱ 1,576,986,667	₱ 1,566,759,705
	Total Assets	₱ 1,121,487,710	₱ 1,120,617,786
Debt to equity ratio		(3.46)	(3.51)
	Total liabilities/	₱ 1,576,986,667	₱ 1,566,759,705
	Stockholders' equity	₱ (455,498,957)	₱ (446,141,919)
Equity to debt ratio		(0.29)	(0.28)
	Stockholders' equity/	₱ (455,498,957)	₱ (446,141,919)
	Total liabilities	₱ 1,576,986,667	₱ 1,566,759,705
Asset to equity ratio		(2.46)	(2.51)
	Total Assets	₱ 1,121,487,710	₱ 1,120,617,786
	Stockholders' equity/	₱ (455,498,957)	₱ (446,141,919)
Interest coverage ratios		(1.83)	(0.29)
	Earnings (loss) before interest & taxes	₱ (6,055,025)	₱ (24,190,756)
	Interest Expense	₱ 3,302,013	₱ 83,981,792
Book value per share		(0.00174)	(0.00171)
	Stockholders' equity/	₱ (455,498,957)	₱ (446,141,919)
	Total # of shares	261,314,797,080	261,314,797,080
Loss per share		0.00004	0.00041
	Net loss/	₱ 9,357,038	₱ 108,172,548
	Total # of shares	261,314,797,080	261,314,797,080

The change in key indicators as of March 31, 2026 as compared to December 31, 2025 are as follows;

An increase in current and quick ratio and all other areas for the quarter ending March 31, 2026 compared to December 31, 2025 due to increase in cash and cash equivalent in the current asset because of related party cash advances and slightly increase in current liabilities brought about by cash advances from related party transaction and increase in capital deficiencies due to net operating loss for the period ended March 31, 2026.

Changes in other line items shown in the Company's Unaudited Financial Statements in Part 1, Items 1 and 2 of this report are due to the usual period-to-period fluctuation in amounts natural in every business operation. There are no material unusual items other than as discussed above.

Discussion and Analysis of Material Events and Uncertainties

Except as discussed in this report, management is not aware of any material event or uncertainty that affected the current interim period and/or would have a material impact on future operations of the Company. The Company will continue to be affected by the Philippine business environment as may be influenced by any local/regional/global financial and political crises. The Company's financial statements for the interim period ended March 31, 2026 reflect foreign exchange loss on the Company's dollar denominated accounts.

1. There are NO known trends, demands, commitments, events or uncertainties that will have a material impact on the Company's liquidity except as disclosed below:

The Company entered into a P250.0 million Convertible Loan Agreement with Alakor Corporation, which was approved on September 20, 2011. The proceeds of the facility shall be used to finance the cost of conducting a feasibility study on the Longos Gold Project and for general working capital requirements of the Company. In the meantime, the Company will pursue various options to raise project funding for its exploration work program and for further rehabilitation of the Longos mine, once the Company obtained the necessary government permits. Should the required permits be obtained and the financing materialize during the year; this will have a material impact on liquidity. Also, please refer to item "C" under "Plan of Operations".

2. There are NO events that will trigger direct or contingent financial obligation that is material to the Company, including any default or acceleration of an obligation.
3. There are NO material off-balance sheet transactions, arrangements, obligations (including contingent obligations), and other relationships of the Company with unconsolidated entities or other persons created during the reporting period.
4. There are NO material commitments for capital expenditures.
5. There are NO known trends, events or uncertainties that have had or that are reasonably expected to have a material favorable or unfavorable impact on net sales or revenues or income from continuing operations.
6. There are NO significant elements of income or loss that did not arise from the Company's continuing operations.
7. There were NO seasonal or cyclical aspects that have or had a material effect on the financial condition or results of operations of the Company.
8. There were NO exploration done during the current reporting period.

Plan of Operations

- A. The plan of operations for the year 2026 covers the following activities:
 - a. The Company and its co-applicant Camarines Minerals Inc. (CMI) are working closely with the MGB and Environmental Management Bureau (EMB) in order to comply with all mandatory requirements for eventual approval of the Declaration of Project Mining Feasibility (DMPF) and restoration of Environmental Compliance Certificate (ECC). Also, the company is working with MGB 5 on the completion of two exploration permit applications EXPA-00233 and EXPA-00234, both of which are situated in the province of Camarines Norte.

- b. The Company has acquired rights and interests for the Negros Copper Project under Mineral Production Sharing Agreement (MPSA) Nos. 092-97-VI and 113-98-VI that expired on November 20, 2022 and May 26, 2023. The Company filed for the renewal of both MPSA's on July 28, 2022, which are currently under review at the Mines and Geosciences Bureau (MGB) Regional Office No. 6. The Exploration Permit for both MPSA's was restored for a period of two years, expiring on July 19, 2024, to recover the unused term during the pandemic. On July 18, 2024, the Company submitted the Final Exploration Report (FER) using the data of exploration work done by its predecessor Vulcan Industrial & Mining Corporation. The exploration report meets the criteria for mineral resource as certified by an Accredited Competent Person for Mining and Geology, but it will require additional exploration drilling works to increase its present mineral resource, if successful it will merit for filing of a DMPF application. A request for further exploration activity was filed on request on July 18, 2024.
- c. The Company will work on getting the financing requirement needed to comply with all the mandatory requirements for the DMPF, and later, the Mineral Processing Sharing Agreement application either by external sources or internal sources.
- d. The Company intends to address and mitigate the impact of net loss to equity in the financial statements by renegotiating current loan obligations.

As the Company continues to operate under a negative stockholders' equity position, driven primarily by historical accumulated losses and legacy obligations, addressing this financial condition is essential not only for compliance with the rules of the Philippine Stock Exchange, but also for rebuilding the Company's capacity to attract investment and pursue future development. To this end, management has proposed a comprehensive debt-to-equity conversion program, which will allow the Company to settle qualified outstanding liabilities by issuing common shares at par value from the unissued portion of the authorized capital stock. The program covers up to ₱881.85 million in obligations—including unpaid royalties, advances from key creditors, outstanding redeemable preferred shares with accrued dividends, and bonds or convertible instruments with accrued interest. This program is designed to significantly reduce liabilities, improve liquidity, restore UPM's capital position, and align the interests of creditors with those of our shareholders.

Several major creditors—Camarines Minerals, Inc. (CMI) and its affiliates, Alakor Corporation, Lancaster Holdings Limited, and Pargold Mining Corporation—have expressed their willingness to participate. Due to the need to immediately comply with PSE's directive to address the negative equity position of the company, stockholders' approval was obtained in the November 25, 2025 annual meeting, of the conversion authority so that the Board may finalize terms with each creditor and implement the program promptly, in compliance with SEC and PSE regulations.

In December 2025, the Company executed a conversion agreement with CMI as well as subscription agreements with CMI's assignee-affiliates, Oro Mina Holdings, Inc. and Golden Lotus Holdings Corporation, for the conversion of an aggregate amount of Four Hundred Million Pesos (₱400,000,000.00), into newly-issued common shares at ₱0.01 par value per share, in the same proportion of the outstanding debt assigned to each of them. The said shares are intended to be issued during the current year. The negotiations remain ongoing with the other creditors.

B. Summary of any product research and development for the term of the plan.

Exploration, drilling and development for a mining company, are the equivalent of research and development.

In October 2020, the Company completed the exploration work program by drilling of 3 holes, totaling 604.9 meters east south-east of Bula-ay mining area under EP-016-2016. These holes were to check the up-dip continuity of Baluate Vein and San Antonio Vein (between level 200 and level 400) above ultramafic-granodiorite contact. On February 4, 2021, the Company file a Declaration of Mining Project Feasibility Study (DMPF) prior to exploration permit expiration on February 19, 2021. The Company and its co-applicant Camarines Minerals Inc. (CMI) are working closely with the MGB and Environmental Management Bureau (EMB) in order to comply with all mandatory requirements for eventual approval of Declaration of Project Mining Feasibility (DMPF) and restoration of Environmental Compliance Certificate (ECC). Also, the company is working with MGB 5 on the completion of two exploration permit application EXPA-00233 and EXPA-00234 both are situated in the province of Camarines Norte.

The Company has acquired rights and interests for the Negros Copper Project under Mineral Production Sharing Agreement (MPSA) Nos. 092-97-VI and 113-98-VI that expired on November 20, 2022 and May 26, 2023. The Company filed for the renewal of both MPSA's on July 28, 2022, which are currently under review at the Mines and Geosciences Bureau (MGB) Regional Office No. 6. The Exploration Permit for both MPSA's was restored for a period of two years, expiring on July 19, 2024, to recover the unused term during the pandemic. On July 18, 2024, the Company submitted the Final Exploration Report (FER) using the data of exploration work done by its predecessor Vulcan Industrial & Mining Corporation. The exploration report meets the criteria for mineral resource as certified by an Accredited Competent Person for Mining and Geology, but it will require additional exploration drilling works to increase its present mineral resource, if successful it will merit for filing of a DMPF application. A request for further exploration activity was filed on request on July 18, 2024.

C. Any expected purchase or sale of plant and significant equipment.

At present, both UPM and CMI have complied with the requirements for the approval of the DMPF. Their joint MPSA application is now pending with the MGB Central Office. The Company has no intention at present to acquire any plant and significant equipment until it has been granted a mining permit and funding for the planned rehabilitation and further development of the Longos mine becomes available, in which case, additional plant and significant machinery and equipment will be acquired.

In the meantime, the Company is continuing with its care and maintenance of existing mine buildings, equipment and other facilities to preserve them for future use in order to minimize the capital requirement of the rehabilitation of the mine.

D. Any significant changes in the number of employees.

Manpower as of March 31, 2026 consists of eight (8) regular personnel. The Company expects no significant change in the number of employees for the ensuing year unless the necessary permits have been awarded to the company and the needed funding requirements for exploration and further rehabilitation and development of the Longos Mine becomes available, in which case, a significant number of employees will be hired.

Item 3. Management's Assessment and Evaluation of Financial Risk Exposures

The Company's financial instruments consist mainly of cash, accounts payable and other current liabilities, due to related parties and redeemable preferred shares. The main purpose of the Company's dealings in financial instruments is to fund its operations and capital expenditures.

The risks arising from the Company's financial instruments are credit risk, liquidity risk and foreign exchange risk.

The BOD has the overall responsibility for the establishment and oversight of the Company's risk management policies. The Finance & Accounting Manager is responsible for developing and monitoring the Company's risk management policies. Issues affecting the operations of the Company are reported regularly to the BOD.

Management addresses the risks faced by the Company in the preparation of its annual operating budget. Mitigating strategies and procedures are also devised to address the risks that inevitably occur so as not to affect the Company's operations and forecasted results. The Company, through its training and management standards and procedures, aims to develop a disciplined and constructive control environment in which all employees understand their roles and obligations.

Credit Risk

Credit risk is the risk of financial loss to the Company if a customer or counterparty to a financial instrument fails to meet its contractual obligations. Credit risk arises principally from the Company's cash.

With respect to credit risk arising from cash, the Company's exposure to credit risk arises from default of the counterparty, with a maximum exposure equal to the carrying amount of these instruments. The Company manages the risk by adopting appropriate credit control policies and procedures and therefore does not expect to incur material financial losses.

As at March 31, 2026 the Company used general approach in the assessment of cash credit quality. The ECL relating to Company's cash is minimal as these are deposited in reputable banks which have good bank standing, and is considered to have low credit risk.

	March 31, 2026				
	Neither Past Due Nor Impaired		Past Due But		Total
	High Grade	Standard Grade	Not Impaired	Impaired	
Cash in bank*	949,531	0	0	0	949,531
Total credit risk exposure	949,531	-	-	-	949,531

	December 31, 2025				
	Neither Past Due Nor Impaired		Past Due But		Total
	High Grade	Standard Grade	Not Impaired	Impaired	
Cash and cash equivalents*	677,359	0	0	0	677,359
Total credit risk exposure	677,359	-	-	-	677,359

The adoption of new impairment model under PFRS 9 did not have a significant effect on the Company's financial statements.

Liquidity Risk

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they fall due. The Company's objective in managing liquidity risk is to ensure, as far as possible, that it will always have sufficient funds to meet its liabilities as they fall due. Management is responsible for liquidity, funding as well as settlement management. In addition, liquidity and funding risks, related processes and policies are overseen by the management. To effectively manage liquidity risk, the Company has arranged for funding from related parties and continues to dispose of scrap, obsolete and excess assets to raise additional funds.

The following table summarizes the maturity profile of the Company's financial liabilities and financial assets as at March 31, 2026 and December 31, 2025, based on contractual undiscounted cash flows. The analysis into relevant maturity groupings is based on the remaining term at the end of the reporting period to the contractual maturity dates, including estimated interest payments and excluding the impact of netting agreements:

March 31, 2026

	Due and Demandable	Within 6 Months	6 to 12 Months	Over 1 year	Total
Financial Asset:					
Cash	949,531	0	0	0	949,531
Financial Liabilities:					
Accounts payable and other current liabilities	422,560,008	0	0	0	422,560,008
Due to related parties	405,019,688	0	0	0	405,019,688
Redeemable preferred shares	18,767,500	0	0	0	18,767,500
Net Financial Liabilities	(846,347,196)	0	0	-	(846,347,196)

December 31, 2025

	Due and Demandable	Within 6 Months	6 to 12 Months	Over 1 year	Total
Financial Asset:					
Cash	677,359	0	0	0	677,359
Financial Liabilities:					
Accounts payable and other current liabilities	416,286,246	0	0	0	416,286,246
Due to related parties	401,066,488	0	0	0	401,066,488
Redeemable preferred shares	18,767,500	0	0	0	18,767,500
Net Financial Liabilities	(836,120,234)	0	0	-	(836,120,234)

Foreign Exchange Risk

Foreign exchange risk is the risk to earnings or capital arising from changes in foreign exchange rates. The Company uses the Philippine Peso (₱) as its functional currency and is therefore exposed to foreign exchange movements, primarily on the US Dollar (\$). The Company follows a policy to manage this risk by closely monitoring its cash flow position and by providing forecast on its exposures in non-peso currency.

The Company's net exposure to foreign exchange risk arises from \$-denominated accrued interest and other current liabilities.

Information on the Company's \$-denominated monetary liabilities and their ₱ equivalent is as follows:

As at March 31, 2026 and December 31, 2025, the exchange rate of ₱ to the \$ is ₱ 60.74 and ₱58.79, respectively.

	March 31, 2026		December 31, 2025	
	USD	PHP	USD	PHP
Accrued interest and other current liabilities	1,921,528	116,713,611	1,921,528	112,995,441
Other current liabilities	17,291	1,050,255	17,291	1,016,800

The following table demonstrates the sensitivity to a reasonably possible change in Philippine Peso/US Dollar exchange rate, with all other variables held constant, of the Company's loss before income tax. There is no other impact on the Company's equity other than those affecting the statement of comprehensive income.

	Change in exchange rate	
	\$ strengthens by 5%	\$ weakens by 5%
Increase (decrease) in income before income tax and equity		
March 31, 2026	(5,835,681)	5,835,681
December 31, 2025	(5,700,612)	5,700,612

Fair Values of Financial Instruments

Fair value is defined as the amount at which the financial instruments could be exchanged in a current transaction between knowledgeable willing parties in an arm's length transaction, other than in a forced liquidation or sale. Fair values are obtained from quoted market prices, discounted cash flow models and option pricing models, as appropriate.

Cash, Accounts Payable and Other Current Liabilities, Due to Related Parties and Redeemable Preferred Shares

The carrying amounts of cash, accounts payable and other current liabilities, due to related parties and redeemable preferred shares are equal or approximate their fair values due to their short-term maturities and are considered due and demandable.

During the years ended March 31, 2026 and December 31, 2025 there were no transfers among Levels 1, 2 and 3 of fair value measurements.

Capital Management

The Company maintains a capital base to cover risks inherent in the business. The primary objective of the Company's capital management is to increase the value of shareholders' investment. The Company sets strategies with the objective of establishing a versatile and resourceful financial management and capital structure upon commencement of its operations.

The BOD has overall responsibility for monitoring of capital in proportion to risk. Profiles for capital ratios are set in the light of changes in the Company's external environment and the risks underlying the Company's business operations and industry. No changes were made in the objectives, policies or processes during the period ended March 31, 2026 and year ended December 31, 2025.

Management's plans on how to address the Company's deficit is explained under Plan of Operations for 2025.

The following table summarizes what the Company considers as its total capital as of March 31, 2026 and December 31, 2025.

Capital stock	₱2,613,147,971
Share premium	19,449,376
	<u>₱2,632,597,347</u>

PART II - OTHER INFORMATION

There is no other information for this interim period not previously reported in a report on SEC Form 17-C.

SIGNATURES

Pursuant to the requirements of the Securities Regulation Code, the issuer has duly caused this report to be signed on its behalf by the undersigned thereunto duly authorized.

Issuer
Signature & Title
Date


GERARD ANTON S. RAMOS
Chairman of the Board

Issuer
Signature & Title
Date


ADRIAN PAULINO S. RAMOS
President

Issuer
Signature & Title
Date


GILBERT V. RABAGO
Treasurer

UNITED PARAGON MINING CORPORATION
STATEMENT OF FINANCIAL POSITION
AS OF MARCH 31, 2026

	March 31, 2026	December 31, 2025
CURRENT ASSETS		
Cash and cash Equivalents	949,531	677,359
Materials and supplies - at net realizable value	22,169	903
Other current assets	596,177	136,047
TOTAL CURRENT ASSETS	1,567,877	814,309
NONCURRENT ASSETS		
Property, plant and equipment	993,928,050	993,928,050
Deferred exploration costs	123,941,463	123,941,463
Other noncurrent assets	2,050,320	1,933,965
TOTAL NONCURRENT ASSETS	1,119,919,833	1,119,803,478
TOTAL ASSETS	1,121,487,710	1,120,617,786
CURRENT LIABILITIES		
Accounts payable and other current liabilities	422,560,008	416,286,246
Due to related parties	405,019,688	401,066,488
Redeemable preferred shares	18,767,500	18,767,500
Income tax payable	-	-
TOTAL CURRENT LIABILITIES	846,347,196	836,120,234
NONCURRENT LIABILITIES		
Pension liability	1,553,818	1,553,818
Deposits for future stock subscriptions	525,221,853	525,221,853
Notes Payable	203,863,800	203,863,800
Deferred tax liability	-	-
TOTAL NONCURRENT LIABILITIES	730,639,471	730,639,471
TOTAL LIABILITIES	1,576,986,667	1,566,759,705
EQUITY		
Capital stock - P.01 par value		
Authorized - 397,325,000,000 shres		
Issued - 261,314,797,080 shares	2,613,147,971	2,613,147,971
Additional paid-in capital	19,449,375	19,449,376
Actuarial gains on retirement benefits obligation	1,104,386	1,104,386
Deficit	(3,089,200,689)	(3,079,843,652)
TOTAL EQUITY	(455,498,957)	(446,141,919)
TOTAL LIABILITIES AND EQUITY	1,121,487,710	1,120,617,786

UNITED PARAGON MINING CORPORATION**STATEMENTS OF COMPREHENSIVE INCOME**

For the Three Months Ended March 31, 2026

(Unaudited)

	Three Months ended March 31	
	2026	2025
GENERAL AND ADMINISTRATIVE EXPENSES	2,303,334	2,679,540
OTHER (INCOME) EXPENSES		
Finance expenses	3,302,013	1,291,301
Foreign exchange (gain) loss	3,751,823	(1,225,402)
Interest income	(132)	(575)
Other (income) expenses	-	-
	7,053,704	65,325
NET LOSS FOR THE PERIOD	9,357,038	2,744,865

	Three Months ended March 31	
LOSS PER COMMON SHARE COMPUTED AS	2026	2025
FOLLOWS:		
In Philippine Pesos		
Net loss	9,357,038	2,744,865
Weighted average no. of shares	261,314,797,080	261,314,797,080
LOSS PER COMMON SHARE		
Basic and diluted	0.00004	0.00001

UNITED PARAGON MINING CORPORATION
STATEMENT OF CHANGES IN EQUITY
For the Three Months Ended March 31, 2026
(Unaudited)

	2026	2025
SHARE CAPITAL		
Authorized		
Common – 397,325,000,000 shares @ P0.01 par value per share	3,973,250,000	3,973,250,000
Preferred Class “A” – 13,500,000 shares @ P0.50 par value per share ⁽¹⁾	6,750,000	6,750,000
Preferred Class “B” – 400,000 shares @ P50.00 par value per share ⁽¹⁾	20,000,000	20,000,000
Total Authorized Capital Stock	4,000,000,000	4,000,000,000
Issued and outstanding		
Common shares-261,314,797,080 shares @ P0.01 par value per share		
Balance at beginning of year	2,613,147,971	2,613,147,971
Issuance for the period	0	0
Balance at end of 1st quarter	2,613,147,971	2,613,147,971
SHARE PREMIUM		
Balance at beginning of year	19,449,375	19,449,375
Movement for the period	0	0
Balance at end of 1st quarter	19,449,375	19,449,375
ACTUARIAL GAINS ON RETIREMENT BENEFIT OBLIGATION		
Balance at beginning of year	1,104,386	1,241,123
Movement for the period	0	0
Balance at end of 1st quarter	1,104,386	1,241,123
EQUITY		
Balance at beginning of year, as previously reported	(3,079,843,652)	(3,056,469,736)
Net loss for the period	(9,357,038)	(2,744,865)
Balance at end of 1st quarter	(3,089,200,690)	(3,059,214,601)
	(455,498,957)	(425,376,129)

UNITED PARAGON MINING CORPORATION
STATEMENT OF CASH FLOWS
For the Three Months Ended March 31, 2026
(Unaudited)

	2026	2025
CASH FLOWS FROM OPERATING ACTIVITIES		
Net Income (Loss) before income tax	(9,357,038)	(2,744,865)
Adjustments for:		
Finance expenses	3,302,013	1,291,301
Depreciation Expense	-	-
Foreign Exchange (gain) loss	3,751,823	(1,225,402)
Interest & Other Income	(132)	(575)
Operating loss before changes in working capital	(2,303,334)	(2,679,541)
Changes in:		
Receivables		
Materials and supplies	(21,266)	(1)
Prepaid expenses and other current assets	(460,130)	(174,918)
Accrued interest and other current liabilities	(780,074)	(921,097)
Cash used in operations	(3,564,804)	(3,775,557)
Interest received	132	575
Income taxes paid (MCIT)	-	-
Net cash used in operating activities	(3,564,672)	(3,774,982)
CASH FLOWS FROM INVESTING ACTIVITIES		
Net Additions (deductio) to property, plan, and equipment	-	-
Deferred exploration costs - evaluation expenditures	-	-
Increase in other assets	(116,355)	(70,895)
Net Cash used in investing activities	(116,355)	(70,895)
CASH FLOWS FROM FINANCING ACTIVITIES		
Advances from related parties	3,953,200	6,800,000
Loan Payable		
Net cash provided by financing activities	3,953,200	6,800,000
EFFECTS OF EXCHANGE RATE CHANGES IN CASH	-	-
NET INCREASE (DECREASE) IN CASH	272,173	2,954,123
CASH		
January 1	677,359	597,619
March 31	949,531	3,551,745

SCHEDULE A

UNITED PARAGON MINING CORPORATION
FINANCIAL ASSETS IN EQUITY SECURITIES
March 31, 2026

Name of issuing entity and association of each issue	Number of shares or principal amounts of bonds and notes	Amount shown in the balances sheet (Figures in thousands)	Income received and accrued
NOT APPLICABLE			

SCHEDULE B

UNITED PARAGON MINING CORPORATION
AMOUNTS RECEIVABLE FROM DIRECTORS, OFFICERS, EMPLOYEES, RELATED PARTIES AND PRINCIPAL STOCKHOLDERS
(OTHER THAN RELATED PARTIES)
March 31, 2026

Name and Designation of Debtor	Balance at Beginning period	Additions	Amounts Collected / Settlements	Amounts Written-off	Current	Not Current	Balance at end period
NOT APPLICABLE							

SCHEDULE C

UNITED PARAGON MINING CORPORATION
AMOUNTS RECEIVABLE FROM RELATED PARTIES
WHICH ARE ELIMINATED DURING THE
CONSOLIDATION OF FINANCIAL STATEMENTS
March 31, 2026

Name and Designation of Debtor	Balance at Beginning period	Additions	Amounts Collected/Settlements	Amounts Written-off	Current	Not Current	Balance at end period
NOT APPLICABLE							

SCHEDULE D

UNITED PARAGON MINING CORPORATION
INTANGIBLE ASSETS - OTHER ASSETS
March 31, 2026

Description	Beginning balance	Additions at cost	Charged to cost and expenses	Charged to other accounts	Other changes additions (deductions)	Ending balance
NOT APPLICABLE						

SCHEDULE E

UNITED PARAGON MINING CORPORATION
LONG-TERM DEBT
March 31, 2026
(Amounts in Thousands)

Title of Issue and type of obligation	Amount authorized by: Indenture	Amount shown under the caption “Current Portion of long-term borrowings” in related balance sheet	Amount shown under the caption “Long-term borrowings- net of current portion” in related balance sheet
--	---------------------------------	---	--

NOT APPLICABLE

SCHEDULE F

**UNITED PARAGON MINING CORPORATION
INDEBTEDNESS TO RELATED PARTIES
(LONG-TERM LOANS FROM RELATED COMPANIES)
March 31, 2026**

Name of Related Party	Balance at beginning of period	Balance at end of period
-----------------------	--------------------------------	--------------------------

NOT APPLICABLE

SCHEDULE G

UNITED PARAGON MINING CORPORATION
GUARANTEES OF SECURITIES OF OTHER ISSUERS
March 31, 2026

Name of issuing entity of securities guaranteed by the Parent Company for which this statement is filed	Title of issue of each class of securities guaranteed	Total amount guaranteed and outstanding	Amount owed by person for which statement is filed	Nature of guarantee
--	--	--	---	---------------------

NOT APPLICABLE

SCHEDULE H**UNITED PARAGON MINING CORPORATION****CAPITAL STOCK**

March 31, 2026

The Company's authorized share capital is ₱4.0 billion divided into 397.3 billion shares at ₱0.01 par value. As at March 31, 2026, total shares issued and outstanding is 261,314,797,080 held by 1,177 shareholders.

Title of Issue	Number of shares authorized	Number of shares issued and outstanding as shown under related financial condition caption	Number of shares reserved for option, warrants, conversions and other rights	Directors and Officers	Principal/ Substantial Stockholders	No of shares held by Government	Banks	Others
Common Stock	397,325,000,000	261,314,797,080	–	1,194,071,483	204,138,291,218	–	–	55,982,434,379

SCHEDULE 1
UNITED PARAGON MINING CORPORATION
FINANCIAL RATIOS PURSUANT TO SRC RULE 68, AS AMENDED

	March 31, 2026	March 31, 2025	December 31, 2025
<u>PROFITABILITY RATIOS:</u>			
Return on Assets	-0.835%	-0.245%	-2.090%
Return on Equity	2.054%	0.645%	-5.240%
Gross profit Margin	0%	0%	0%
Net Profit Margin	0%	0%	0%
<u>LIQUIDITY AND SOLVENCY RATIOS:</u>			
Current Ratio	0.0019 : 1	0.0025 : 1	0.0010 : 1
Quick Ratio	0.0011 : 1	0.0023 : 1	0.0008 : 1
Solvency Ratio	0.7112 : 1	0.7254 : 1	-0.0131 : 1
<u>FINANCIAL LEVERAGE RATIOS:</u>			
Asset to Equity ratio	-2.46 : 1	-2.64 : 1	-2.51 : 1
Debt ratio	1.41 : 1	1.38 : 1	1.40 : 1
Debt to equity ratio	-3.46 : 1	-3.64 : 1	-3.51 : 1
Interest Coverage ratio	-1.83 : 1	-1.13 : 1	-3.48 : 1

Corporate Information

Corporate Information

United Paragon Mining Corporation (the Company) was the name given to United Asia Resources and Geothermal Corporation (UARGC), surviving corporation, when the Securities and Exchange Commission (SEC) approved the merger of UARGC and Abcar-Paragon Mining Corporation (APMC) on January 29, 1990. The more significant provisions of the merger, which for accounting purposes were effective July 31, 1989, included the acquisition of assets and assumption of APMC's obligations by UARGC through issuance of shares of stock.

The Company's major activities are principally devoted to the exploration and development of its underground mining operations for the extraction of gold.

No person or entity holds more than 50% of the Company's voting securities. Accordingly, the Company has no parent company.

The Company's registered office address is 6th Floor, Quad Alpha Centrum, 125 Pioneer Street, Mandaluyong City. Its exploration and mining operations are located in Longos, Paracale, Camarines Norte.

1. Summary of Significant Accounting Policies

Basis of Preparation

The financial statements have been prepared using the historical cost basis. The financial statements are presented in Philippine peso (₱), which is the Company's functional currency and presentation currency under the Philippine Financial Reporting Standards (PFRS) Accounting Standards. All amounts are rounded off to the nearest Peso, except when otherwise indicated.

Statement of Compliance

The financial statements of the Company have been prepared in accordance with the Philippine Financial Reporting Standards (PFRS) Accounting Standards. PFRS Accounting Standards include statements named PFRS and Philippine Accounting Standards (PASs) and Philippine Interpretations from the International Financial Reporting Interpretation Committee (IFRIC) issued by the Philippine Financial Reporting Standards Council (FRSC).

Changes in Accounting Policies and Disclosures

The accounting policies adopted are consistent with those of the previous financial year, except for the adoption of the following amended standards, which are effective in 2025. Except as otherwise indicated, the following new and amended standards and interpretation did not have any significant impact on the financial statements:

□ Amendments to PAS 21, *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.

Pronouncements Issued but not yet Effective

Pronouncements issued but not yet effective are listed below. Unless otherwise indicated, the Company does not expect that the future adoption of the said pronouncements will have a significant impact on its consolidated 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

The amendments add illustrative examples to several PFRS Accounting Standards intended to improve the reporting of climate-related and other uncertainties in the financial statements, particularly to address stakeholders' concerns about consistency of information within the general-purpose financial reports and sufficient information on climate-related risks and other uncertainties in the financial statements.

The examples address topics such as materiality judgements, significant judgements and estimates, and aggregation and disaggregation.

The illustrative examples are not an integral part of PFRS Accounting Standards and, as such, do not have an effective date or transition requirements. However, an entity is expected to be entitled to sufficient time to implement any changes to align the information disclosed in its financial statements with the illustrative examples. Determining how much time is sufficient is a matter of judgement that depends on an entity's particular facts and circumstances. Nonetheless, an entity would be expected to implement any changes on a timely basis.

□ Amendments to PFRS 9 and PFRS 7, *Classification and Measurement of Financial Instruments*

The amendments clarify that a financial liability is derecognized on the 'settlement date', i.e., when the related obligation is discharged, cancelled, expires or the liability otherwise qualifies for derecognition. They also introduce an accounting policy option to derecognize financial liabilities that are settled through an electronic payment system before settlement date if certain conditions are met.

The amendments also clarify how to assess the contractual cash flow characteristics of financial assets that include environmental, social and governance (ESG)-linked features and other similar contingent features. Furthermore, the amendments clarify the treatment of non-recourse assets and contractually linked instruments.

▢ Amendments to PFRS 9 and PFRS 7, *Contracts Referencing Nature-dependent Electricity*

The amendments only apply to contracts that reference nature-dependent electricity such as contracts to buy or sell nature-dependent electricity, as well as financial instruments that reference such electricity. This amendment cannot be applied by analogy to other contracts, items or transactions.

The amendments clarify the application of the 'own-use' requirements for in-scope contracts, amend the designation requirements for a hedge item in a cash flow hedging relationship for in-scope contracts and include new disclosure requirements.

▢ Annual Improvements to PFRS Accounting Standards—Volume 11

The amendments are limited to changes that either clarify the wording in an Accounting Standard or correct relatively minor unintended consequences, oversight or conflicts between the requirements in the Accounting Standards. The following is the summary of the Standards involved and their related amendments.

- Amendments to PFRS 1, *Hedge Accounting by a First-time Adopter*
The amendments included in paragraphs B5 and B6 of PFRS 1 cross references to the qualifying criteria for hedge accounting in paragraph 6.4.1(a), (b) and (c) of PFRS 9. These are intended to address potential confusion arising from an inconsistency between the wording in PFRS 1 and the requirements for hedge accounting in PFRS 9.
- Amendments to PFRS 7, *Gain or Loss on Derecognition*
The amendments updated the language of paragraph B38 of PFRS 7 on unobservable inputs and included a cross reference to paragraphs 72 and 73 of PFRS 13.
- Amendments to PFRS 9
Lessee Derecognition of Lease Liabilities
The amendments to paragraph 2.1 of PFRS 9 clarified that when a lessee has determined that a lease liability has been extinguished in accordance with PFRS 9, the lessee is required to apply paragraph 3.3.3 and recognize any resulting gain or loss in profit or loss.

Transaction Price

The amendments to paragraph 5.1.3 of PFRS 9 replaced the reference to 'transaction price as defined by PFRS 15 *Revenue from Contracts with Customers*' with 'the amount determined by applying PFRS 15'. The term 'transaction price' in relation to PFRS 15 was potentially confusing and so it has been removed. The term was also deleted from Appendix A of PFRS 9.

- Amendments to PFRS 10, *Determination of a 'De Facto Agent'*
The amendments to paragraph B74 of PFRS 10 clarified that the relationship described in B74 is just one example of various relationships that might exist between the investor and other parties acting as de facto agents of the investor.

- Amendments to PAS 7, *Cost Method*

The amendments to paragraph 37 of PAS 7 replaced the term 'cost method' with 'at cost', following the prior deletion of the definition of 'cost method'.

Effective beginning on or after January 1, 2027

- ▢ PFRS 17, *Insurance Contracts*

PFRS 17 is a comprehensive new accounting standard for insurance contracts covering recognition and measurement, presentation and disclosure. Once effective, PFRS 17 will replace PFRS 4, *Insurance Contracts*. This new standard on insurance contracts applies to all types of insurance contracts (i.e., life, non-life, direct insurance and re-insurance), regardless of the type of entities that issue them, as well as to certain guarantees and financial instruments with discretionary participation features. A few scope exceptions will apply.

The overall objective of PFRS 17 is to provide an accounting model for insurance contracts that is more useful and consistent for insurers. In contrast to the requirements in PFRS 4, which are largely based on grandfathering previous local accounting policies, PFRS 17 provides a comprehensive model for insurance contracts, covering all relevant accounting aspects. The core of PFRS 17 is the general model, supplemented by:

- A specific adaptation for contracts with direct participation features (the variable fee approach)
- A simplified approach (the premium allocation approach) mainly for short-duration contracts

On December 15, 2021, the FSRSC amended the mandatory effective date of PFRS 17 from January 1, 2023 to January 1, 2025. Thereafter, on February 14, 2025, the FSRSC approved the amendment to PFRS 17 that further defers the date of initial application by an additional two (2) years, to annual periods beginning on or after January 1, 2027. This will provide more time for the insurance industry to fully prepare and assess the impact of adopting the said standard.

- ▢ PFRS 18, *Presentation and Disclosure in Financial Statements*

The standard replaces PAS 1 Presentation of Financial Statements and responds to investors' demand for better information about companies' financial performance. The new requirements include:

- Required totals, subtotals and new categories in the statement of profit or loss
- Disclosure of management-defined performance measures
- Guidance on aggregation and disaggregation

- ▢ PFRS 19, *Subsidiaries without Public Accountability*

The standard allows eligible entities to elect to apply PFRS 19's reduced disclosure requirements while still applying the recognition, measurement and presentation requirements in other PFRS Accounting Standards.

In 2025, PFRS 19 was amended to provide reduced disclosure requirements for new or amended PFRS Accounting Standards adopted by the FSRSC from the issuances of the IASB between February 2021 and May 2024.

The application of the standard is optional for eligible entities.

▢ Amendments to PAS 21, *Translation to a Hyperinflationary Presentation Currency*

The amendments introduce translation requirements for entities translating their financial statements, or the results and financial position of a foreign operation, from a functional currency that is the currency of a non-hyperinflationary economy to a presentation currency that is the currency of a hyperinflationary economy.

Deferred effectivity

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

The amendments address the conflict between PFRS 10 and PAS 28 in dealing with the loss of control of a subsidiary that is sold or contributed to an associate or joint venture. The amendments clarify that a full gain or loss is recognized when a transfer to an associate or joint venture involves a business as defined in PFRS 3. Any gain or loss resulting from the sale or contribution of assets that does not constitute a business, however, is recognized only to the extent of unrelated investors' interests in the associate or joint venture.

On January 13, 2016, the FSRSC deferred the original effective date of January 1, 2016 of the said amendments until the IASB completes its broader review of the research project on equity accounting that may result in the simplification of accounting for such transactions and of other aspects of accounting for associates and joint ventures.

Summary of Material Accounting Policy Information

The principal accounting and financial reporting adopted in preparing the Company's financial statements are as follows:

Current versus Noncurrent Classification

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

- ▢ Expected to be realized or intended to be sold or consumed in the normal operating cycle;
- ▢ Held primarily for the purpose of trading;
- ▢ Expected to be realized within 12 months after the reporting date; or,
- ▢ Cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least 12 months after the reporting date.

All other assets are classified as noncurrent. A liability is current when:

- ▢ It is expected to be settled in the normal operating cycle;
- ▢ It is held primarily for the purpose of trading.
- ▢ It is due to be settled within 12 months after the reporting date; or,
- ▢ There is no unconditional right to defer the settlement of the liability for at least 12 months after the reporting date.

The Company classifies all other liabilities as noncurrent.

Deferred income tax assets and liabilities are classified as noncurrent assets and liabilities.

Fair Value Measurement

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- In the principal market for the asset or liability, or;
- In the absence of a principal market, in the most advantageous market for the asset or liability.

The principal or the most advantageous market must be accessible to the Company at the measurement date. The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest.

A fair value measurement of a non-financial asset takes into account a market participant's ability to generate economic benefits by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use.

The Company uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximizing the use of relevant observable inputs and minimizing the use of unobservable inputs.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorized within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

- Level 1 - Quoted (unadjusted) market prices in active markets for identical asset or liability
- Level 2 - Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable
- Level 3 - Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable

For assets and liabilities that are recognized in the financial statements at fair value on a recurring basis, the Company determines whether transfers have occurred between levels in the hierarchy by reassessing categorization (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period.

For the purpose of fair value disclosures, the Company has determined classes of assets and liabilities on the basis of the nature, characteristics and risks of the asset or liability and the level of the fair value hierarchy as explained above.

An analysis of fair values of financial instruments and further details as to how they are measured are provided in Note 22.

Financial Instruments

Date of Recognition

The Company recognizes a financial asset or a financial liability in the statement of financial position when it becomes a party to the contractual provisions of the instrument. The Company determines the classification of its financial instruments on initial recognition and, where allowed and appropriate, re-evaluates this designation at each reporting date.

Purchases or sales of financial assets that require delivery of assets within the time frame established by regulation or convention in the marketplace are recognized on the settlement date.

Initial Recognition

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

Financial assets and financial liabilities are recognized initially at fair value. Transaction costs are included in the initial measurement of all financial assets and liabilities, except for financial instruments measured at fair value through profit or loss (FVPL).

Classification of Financial Assets. Financial assets are classified in their entirety based on the contractual cash flows characteristics of the financial assets and the Company's business model for managing the financial assets. The Company classifies its financial assets into the following measurement categories:

- Financial assets measured at amortized cost;
- Financial assets measured at FVPL;
- Financial assets measured at fair value through other comprehensive income (FVOCI), where cumulative gains or losses previously recognized are reclassified to profit or loss
- Financial assets measured at FVOCI, where cumulative gains or losses previously recognized are not reclassified to profit or loss

Contractual Cash Flows Characteristics. If the financial asset is held within a business model whose objective is to hold assets to collect contractual cash flows or within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets, the Company assesses whether the cash flows from the financial asset represent solely payments of principal and interest (SPPI) on the principal amount outstanding.

In making this assessment, the Company determines whether the contractual cash flows are consistent with a basic lending arrangement, i.e., interest includes consideration only for the time value of money, credit risk and other basic lending risks and costs associated with holding the financial asset for a particular period of time. In addition, interest can include a profit margin that is consistent with a basic lending arrangement.

The assessment as to whether the cash flows meet the test is made in the currency in which the financial asset is denominated. Any other contractual terms that introduce exposure to risks or volatility in the contractual cash flows that is unrelated

to a basic lending arrangement, such as exposure to changes in equity prices or commodity prices, do not give rise to contractual cash flows that are solely payments of principal and interest on the principal amount outstanding.

Business Model. The Company's business model is determined at a level that reflects how groups of financial assets are managed together to achieve a particular business objective. The Company's business model does not depend on management's intentions for an individual instrument.

The Company's business model refers to how it manages its financial assets in order to generate cash flows. The Company's business model determines whether cash flows will result from collecting contractual cash flows, selling financial assets or both.

Relevant factors considered by the Company in determining the business model for a group of financial assets include how the performance of the business model and the financial assets held within that business model are evaluated and reported to the Company's key management personnel, the risks that affect the performance of the business model (and the financial assets held within that business model) and how these risks are managed and how managers of the business are compensated.

□ **Financial Assets at Amortized Cost.** A debt financial asset is measured at amortized cost if

(a) it is held within a business model for which the objective is to hold financial assets in order to collect contractual cash flows and (b) 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.

These financial assets are initially recognized at fair value plus directly attributable transaction costs and subsequently measured at amortized cost using the EIR method, less any impairment in value. Amortized cost is calculated by taking into account any discount or premium on acquisition and fees and costs that are an integral part of the EIR. The amortization is included in "Interest income" in the statement of income and is calculated by applying the EIR to the gross carrying amount of the financial asset, except for (a) purchased or originated credit-impaired financial assets and (b) financial assets that have subsequently become credit-impaired, where, in both cases, the EIR is applied to the amortized cost of the financial asset. Losses arising from impairment are recognized in profit or loss.

As at March 31, 2026 and December 31, 2025, the Company has financial assets at amortized cost consisting of cash (see Note 5).

□ **Financial Assets at FVPL.** Financial assets at FVPL are measured at FVPL unless these are measured at amortized cost or at FVOCI. Included in this classification are equity investments held for trading and debt instruments with contractual terms that do not represent solely payments of principal and interest. Financial assets held at FVPL are initially recognized at fair value, with transaction costs recognized in the statement of income as incurred. Subsequently, they are measured at fair value and any gains or losses are recognized in the statement of income.

Additionally, even if the asset meets the amortized cost or the FVOCI criteria, the Company may choose at initial recognition to designate the financial asset at FVPL if doing so eliminates or significantly reduces a measurement or recognition inconsistency (an accounting mismatch) that would otherwise arise from measuring financial assets on a different basis.

Trading gains or losses are calculated based on the results arising from trading activities of the Company, including all gains and losses from changes in fair value for financial assets and financial liabilities at FVPL, and the gains or losses from disposal of financial investments.

As at March 31, 2026 and December 31, 2025, the Company has no equity instruments at FVPL.

- **Financial Assets at FVOCI.** A financial asset is measured at FVOCI if (a) it is held within a business model for which the objective is achieved by both collecting contractual cash flows and selling financial assets and (b) its contractual terms give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding. These financial assets are initially recognized at fair value plus directly attributable transaction costs and subsequently measured at fair value. Gains and losses arising from changes in fair value are included in other comprehensive income within a separate component of equity. Impairment losses or reversals, interest income and foreign exchange gains and losses are recognized in profit and loss until the financial asset is derecognized.

Upon derecognition, the cumulative gain or loss previously recognized in other comprehensive income is reclassified from equity to profit or loss. This reflects the gain or loss that would have been recognized in profit or loss upon derecognition if the financial asset had been measured at amortized cost. Impairment is measured based on the expected credit loss (ECL) model.

The Company may also make an irrevocable election to measure at FVOCI on initial recognition investments in equity instruments that are neither held for trading nor contingent consideration recognized in a business combination in accordance with PFRS 3. Amounts recognized in OCI are not subsequently transferred to profit or loss. However, the Company may transfer the cumulative gain or loss within equity. Dividends on such investments are recognized in profit or loss, unless the dividend clearly represents a recovery of part of the cost of the investment.

Dividends are recognized in profit or loss only when:

- the Company's right to receive payment of the dividend is established;
- it is probable that the economic benefits associated with the dividend will flow to the Company;
- and
- the amount of the dividend can be measured reliably.

As at March 31, 2026 and December 31, 2025, the Company has no financial assets at VOCI.

Classification of Financial Liabilities. Financial liabilities are measured at amortized cost, except for the following:

- Financial liabilities measured at fair value through profit or loss;
- Financial liabilities that arise when a transfer of a financial asset does not qualify for derecognition or when the Company retains continuing involvement;
- Financial guarantee contracts;
- Commitments to provide a loan at a below-market interest rate; and
- Contingent consideration recognized by an acquirer in accordance with PFRS 3.

A financial liability may be designated at fair value through profit or loss if it eliminates or significantly reduces a measurement or recognition inconsistency (an accounting mismatch) or:

- if a host contract contains one or more embedded derivatives; or
- if a group of financial liabilities or financial assets and liabilities is managed and its performance evaluated on a fair value basis in accordance with a documented risk management or investment strategy.

Where a financial liability is designated at FVPL, the movement in fair value attributable to changes in the Company's own credit quality is calculated by determining the changes in credit spreads above observable market interest rates and is presented separately in other comprehensive income.

The Company's financial liabilities include accounts payable and other current liabilities, due to related parties, redeemable preferred shares, and notes payable.

Impairment of Financial Assets

The Company applied the expected credit loss (ECL) model on the impairment of its financial assets.

No ECL is recognized on debt instruments that are measured at amortized cost. ECLs are measured in a way that reflects the following:

- an unbiased and probability-weighted amount that is determined by evaluating a range of possible outcomes;
- the time value of money; and
- reasonable and supportable information that is available without undue cost or effort at the reporting date about past events, current conditions and forecasts of future economic conditions.

Financial assets migrate through the following three stages based on the change in credit quality since initial recognition:

- **Stage 1: 12-month ECL.** For credit exposures where there have not been significant increases in credit risk since initial recognition and that are not credit-impaired upon origination, the portion of lifetime ECLs that represent the ECLs that result from default events that are possible within the 12-months after the reporting date are recognized.
- **Stage 2: Lifetime ECL - not credit-impaired.** For credit exposures where there have been significant increases in credit risk since initial recognition on an individual or collective basis but are not credit-impaired, lifetime ECLs representing the ECLs that result from all possible default events over the expected life of the financial asset are recognized.

- *Stage 3: Lifetime ECL - credit-impaired.* Financial assets are credit-impaired when one or more events that have a detrimental impact on the estimated future cash flows of those financial assets have occurred. For these credit exposures, lifetime ECLs are recognized and interest revenue is calculated by applying the credit-adjusted effective interest rate to the amortized cost of the financial asset.

Loss allowances are recognized based on 12-month ECL for debt investment securities that are assessed to have low credit risk at the reporting date. A financial asset is considered to have low credit risk if:

- the financial instrument has a low risk of default;
- the borrower has a strong capacity to meet its contractual cash flow obligations in the near term;
- or
- adverse changes in economic and business conditions in the longer term may, but will not necessarily, reduce the ability of the borrower to fulfil its contractual cash flow obligations.

The Company considers a debt investment security to have low credit risk when its credit risk rating is equivalent to the globally understood definition of 'investment grade'.

- *Determination of the Stage for Impairment.* At each reporting date, the Company assesses whether there has been a significant increase in credit risk for financial assets since initial recognition by comparing the risk of default occurring over the expected life between the reporting date and the date of initial recognition. The Company considers reasonable and supportable information that is relevant and available without undue cost or effort for this purpose. This includes quantitative and qualitative information and forward-looking analysis.

An exposure will migrate through the ECL stages as asset quality deteriorates. If, in a subsequent period, asset quality improves and also reverses any previously assessed significant increase in credit risk since origination, then the loss allowance measurement reverts from lifetime ECL to 12-month ECL.

- *Simplified Approach.* The simplified approach, where changes in credit risk are not tracked and loss allowances are measured at amounts equal to lifetime ECL. The Company has established a provision matrix that is based on historical credit loss experience, adjusted for forward-looking factors specific to the debtors and the economic environment.

The Company considers 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.

Offsetting Financial Instruments

Financial assets and financial liabilities are offset and the net amount is reported in the statement of financial position if there is a currently enforceable legal right to set off the recognized amounts and there is intention to settle on a net basis, or to realize the asset and settle the liability simultaneously. The Company assesses that it has a currently enforceable right of offset if the right is not contingent on a future event, and is legally enforceable in the normal course of business, event of default, and event of insolvency or bankruptcy of the Company and all of the counterparties.

Derecognition of Financial Instruments

Financial Assets

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

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

Where the Company has transferred its rights to receive cash flows from an asset or has entered into a pass-through arrangement and has neither transferred nor retained substantially all the risks and rewards of the asset nor transferred control of the asset, the asset is recognized to the extent of the Company’s continuing involvement in the asset. Continuing involvement that takes the form of a guarantee over the transferred asset is measured at the lower of the original carrying amount of the asset and the maximum amount of consideration that the Company could be required to repay. In such case, the Company also recognizes an associated liability. The transferred asset and the associated liability are measured on a basis that reflects the rights and obligations that the Company has retained.

Financial Liabilities

A financial liability is derecognized when the obligation under the liability is discharged or cancelled or has expired.

When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as a derecognition of the original liability and the recognition of a new liability, and the difference in the respective carrying amounts is recognized in the Company’s statement of comprehensive income.

Cash

Cash includes cash on hand and in banks, which are measured at amortized cost and are subject to an insignificant risk of change in value.

Materials and Supplies

Materials and supplies are valued at the lower of cost and net realizable value (NRV). Cost is determined using the moving-average method and includes expenditures incurred in bringing the materials and supplies to their existing location and condition. NRV of materials and supplies is the current replacement cost.

Any write-down of materials and supplies to NRV is recognized as an expense in statement of comprehensive income in the year incurred.

When the circumstances that previously caused inventories to be written down below cost no longer exist or when there is clear evidence of an increase in net realizable value because of changed economic circumstances, the amount of the write-down is reversed (i.e., the reversal is limited to the amount of the original write-down) so that the new carrying amount is the lower of the cost and the revised net realizable value.

Other Current Assets

Other current assets are carried at net realizable value and are expected to be realized and consumed within twelve months after reporting date.

Other Noncurrent Assets

Input VAT

Revenues, expenses, and assets are recognized net of the amount of VAT, if applicable.

When VAT from sales of goods and/or services (output VAT) exceeds VAT passed on from purchases of goods or services (input VAT), the excess is recognized as payable in the statement of financial position. When VAT passed on from purchases of goods or services (input VAT) exceeds VAT from sales of goods and/or services (output VAT), the excess is recognized as an asset in the statement of financial position to the extent of the recoverable amount.

Tax Credit Certificates (TCCs)

TCCs represent instruments evidencing the amount of tax credits granted by the tax authorities which can be used as payment for income taxes. TCCs are classified as current if these can be utilized in the next twelve months after the reporting date. TCCs are recognized under the “Other noncurrent assets” account in the statement of financial position.

Property, Plant and Equipment

Property, plant and equipment are carried at cost less accumulated depreciation, depletion and any impairment in value.

The initial cost of property, plant and equipment consists of construction cost, and its purchase price, including import duties and nonrefundable purchase taxes and any directly attributable costs of bringing the asset to the location and condition for its intended use. Subsequent costs that can be measured reliably are added to the carrying amount of the asset when it is probable that future economic benefits associated with the asset will flow to the Company. The costs of day-to-day servicing of an asset are recognized as an expense in the period in which they are incurred.

Property, plant and equipment include capitalized underground development and mine and mining properties.

Depreciation and amortization on property, plant and equipment, except for underground development and exploration and mine and mining properties, is calculated using the straight-line method to allocate the cost of each asset less its residual value over its estimated useful life.

The average estimated useful lives of property, plant and equipment are as follows:

<u>Category</u> <u>of Years</u>	<u>Number</u>
Buildings and plant improvements	10
Roads and bridges	10
Office and household furniture and equipment	5
Transportation equipment	3-5

Depletion of underground development and exploration costs and mine and mining properties is calculated using the units-of-production method based on estimated ore reserves.

The assets' residual values, useful lives and depreciation, amortization and depletion methods are reviewed periodically to ensure that they are consistent with the expected pattern of economic benefits from those assets.

Construction in-progress represents work under construction and is stated at cost. Construction in- progress is not depreciated until such time that the relevant assets are completed and available for use. This also include interest on borrowed funds incurred during the construction period.

When assets are disposed of, or are permanently withdrawn from use and no future economic benefits are expected from their disposals, the cost and accumulated depreciation, amortization, depletion and impairment losses, if any, are removed from the accounts and any resulting gain or loss arising from the retirement or disposal is recognized in the statement of comprehensive income.

Fully depreciated property plant and equipment are retained in the accounts until these are no longer in use.

Deferred Exploration Costs and Deferred Development Costs

Deferred exploration costs include costs incurred on activities involving the search for mineral resources, the determination of technical feasibility and the assessment of commercial viability of an identified resource.

Deferred development costs included in "Underground Development" under "Property, Plant and Equipment" include costs incurred after determining the commercial viability of extracting a mineral resource.

Deferred exploration costs are assessed at each reporting period for possible indications of impairment. This is to confirm the continued intent to develop or otherwise extract value from the discovery. When this is no longer the case or is considered as areas permanently abandoned, the costs are written off through the statement of comprehensive income. Exploration areas are considered permanently abandoned if the related permits of the exploration have expired and/or there are no definite plans for further exploration and/or development.

The recoverability of deferred exploration costs is dependent upon the discovery of economically recoverable reserves, the ability of the Company to obtain necessary financing to complete the development of reserves and future profitable production or proceeds from the disposition of recoverable reserves.

Impairment of Nonfinancial Assets

The Company assesses at each reporting date whether there is an indication that an asset may be impaired. If any such indication exists, or when annual impairment testing for an asset is required, the Company makes an estimate of the asset's recoverable amount. An asset's recoverable amount is the higher of an asset's or CGU's fair value less costs to sell and its value in use and is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets or groups of assets. Where the carrying amount of an asset exceeds its recoverable amount, the asset is considered impaired and is written down to its recoverable amount.

In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. The Company used value in use to assess the recoverable amount of an asset.

Recovery of impairment losses recognized in prior years is recorded when there is an indication that the impairment losses recognized for the asset no longer exist or have decreased. The recovery is recorded in the statement of comprehensive income. However, the increased carrying amount of an asset due to a recovery of an impairment loss is recognized to the extent it does not exceed the carrying amount that would have been determined (net of depletion, depreciation and amortization) had no impairment loss been recognized for that asset in prior years.

Deferred Exploration Costs

An impairment review is performed, either individually or at the CGU level, when there are indicators that the carrying amount of the deferred exploration costs/deferred development costs may exceed their recoverable amounts. To the extent that this occurs, the excess is fully provided against, in the reporting period in which this is determined. Deferred exploration costs are reassessed on a regular basis and these costs are carried forward provided that at least one of the following conditions is met:

- such costs are expected to be recouped in full through successful development and exploration of the area of interest or alternatively, by its sale; or
- exploration and evaluation activities in the area of interest have not yet reached a stage which permits a reasonable assessment of the existence or otherwise of economically recoverable reserves, and active and significant operations in relation to the area are continuing, or planned for the future.

Redeemable Preferred Shares

Equity instruments that include a contractual obligation to deliver cash or another financial asset to another entity are classified as a financial liability. Accordingly, preferred shares that are due for redemption are presented as a liability in the statement of financial position.

Preferred share is classified as a liability if it is redeemable on a specific date or at the option of the shareholders, or if dividend payments are not discretionary. Dividends thereon are recognized as interest expense in the statement of comprehensive income as accrued.

The Company classified its redeemable preferred shares as a liability.

Capital Stock and Additional Paid-in Capital (APIC)

The Company has issued capital stock that is classified as equity. Incremental costs directly attributable to the issue of new capital stock or options are shown in equity as a deduction, net of tax, from the proceeds. Amount of contribution in excess of par value is accounted for as an APIC.

Deficit

Deficit includes accumulated losses attributable to the Company's stockholders. Deficit may also include effect of changes in accounting policy as may be required by the standard's transitional provisions.

Deposit for Future Stock Subscription

Deposit for future stock subscription generally represents funds received from stockholders, which it records as such with the view to applying the same as payment for future additional issuance of shares or increase in capital stock.

The Company classifies a contract to deliver its own equity instruments under equity as a "Deposits for future stock subscription" from liabilities if and only if, all the following elements are present as at the reporting period:

- a. the unissued authorized capital stock is insufficient to cover the number of shares indicated in the contract;
- b. there is BOD's approval on the proposed increase in authorized capital stock;
- c. there is stockholders' approval of said proposed increase; and
- d. the application for the approval of the proposed increase has been filed with the SEC.

Revenue Recognition

Revenue is measured based on the consideration to which the Company expects to be entitled in exchange for transferring promised goods or services to a customer, excluding amounts collected on behalf of third parties.

Revenue is recognized when the Company satisfies a performance obligation by transferring a promised good or service to the customer, which is when the customer obtains control of the good or service. A performance obligation may be satisfied at a point in time or over time. The amount of revenue recognized is the amount allocated to the satisfied performance obligation.

Interest Income

Income is recognized as the interest accrues (using the EIR that is the rate that exactly discounts estimated future cash receipts through the expected life of the financial instrument to the net carrying amount of the financial asset).

Other Income

Other income is recognized when earned. Other income consists of gain on sale of the Company's property and equipment and scrap inventory.

Cost and Expense Recognition

Costs and expenses are decreases in economic benefits during the accounting period in the form of outflows or depletions of assets or incurrence of liabilities that result in decreases in equity, other than those relating to distributions to equity participants. Expenses are generally recognized when the expense arises following the accrual basis of accounting.

Provisions

General

Provisions are recognized when (a) the Company has a present obligation (legal or constructive) as a result of a past event; (b) it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation; and (c) a reliable estimate can be made of the amount of the obligation. If the effect of the time value of money is material, provisions are determined by discounting the expected future cash flows at a pre-tax rate that reflects current market assessments of the time value of money and, where appropriate, the risks specific to the liability. Where discounting is used, the increase in the provision due to the passage of time is recognized as interest expense.

Provision for Mine Rehabilitation and Decommissioning

Provision is made for close down, restoration and environmental rehabilitation costs (which include the dismantling and demolition of infrastructure, removal of residual materials and remediation of disturbed areas) in the financial period when the related environmental disturbance occurs, based on the estimated future costs using information available at reporting date. The obligation generally arises when the asset is constructed or the ground or environment is disturbed at the mine site. The provision is discounted using a current market-based pre-tax discount rate and the unwinding of the discount is classified as interest accretion in the statement of comprehensive income. At the time of establishing the provision, a corresponding asset is capitalized, where it gives rise to a future benefit, and depreciated over future production from the operations to which it relates.

The provision is reviewed on an annual basis for changes to obligations or legislation or discount rates that affect change in cost estimates or life of operations. The cost of the related asset is adjusted for changes in the provision resulting from changes in the estimated cash flows or discount rate, and the adjusted cost of the asset is depreciated prospectively.

Where rehabilitation is conducted systematically over the life of the operation, rather than at the time of closure, provision is made for the estimated outstanding continuous rehabilitation work at each reporting date and the cost is charged to the statement of comprehensive income.

Retirement Benefits

The net retirement benefit obligation or asset is the aggregate of the present value of the defined benefit obligation at the end of the reporting date 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 asset ceiling is the present value of any economic benefits available in the form of refunds from the plan or reductions in future contributions to the plan. The cost of providing benefits under the defined benefit plans is actuarially determined using the projected unit credit method.

Defined benefit costs comprise the following:

- Service cost;
- Net interest on the net defined benefit liability or asset; and
- Remeasurements of net defined benefit liability or asset.

Service costs which include current service costs, past service costs and gains or losses on non-routine settlements are recognized as expense in statement of comprehensive income. Past service costs are recognized when plan amendment or curtailment occurs.

Net interest on the net defined benefit liability or asset is the change during the period in the net defined benefit liability or asset that arises from the passage of time which is determined by applying the discount rate based on high quality corporate bonds to the net defined benefit liability or asset. Net interest on the net defined benefit liability or asset is recognized as expense or income in the statement of comprehensive income.

Remeasurements comprising actuarial gains and losses, return on plan assets and any change in the effect of the asset ceiling (excluding net interest on defined benefit liability) are recognized immediately in other comprehensive income in the period in which they arise. Remeasurements are not reclassified to profit or loss in subsequent periods. These are retained in other comprehensive income until full settlement of the obligation.

Income Taxes

Current Income Tax

Current income 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 income tax rates and income tax laws used to compute the amount are those that have been enacted or substantively enacted as at the end of the reporting period.

Deferred Income Tax

Deferred income tax is provided, using the balance sheet liability method, on all temporary differences at the balance sheet 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 taxable temporary differences. Deferred income tax assets are recognized for all deductible temporary differences to the extent that it is probable that taxable profit will be available against which the deductible temporary differences can be utilized in the future.

The carrying amount of deferred income tax assets is reviewed at each balance sheet date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred income tax assets to be utilized in the future. Deferred income tax relating to items recognized in other comprehensive income is recognized in other comprehensive income.

Deferred tax assets and liabilities are measured at the income tax rate that is expected to apply to the period when the asset is realized or the liability is settled, based on the income tax rate and income tax laws that have been enacted or substantively enacted at the end of each financial reporting period.

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

Uncertain Tax Position

The Company records uncertain tax positions on the basis of a two-step process whereby the Company determines whether it is more likely than not that the tax positions will be sustained based on technical merits of the position, and for those tax positions that meet the more likely than not criteria, the Company recognizes the largest amount of tax benefit that is greater than 50% likely to be realized upon ultimate settlement with related tax authority. The Company records interest and penalties on uncertain tax positions in "Income tax expense (benefit)" account in the statement of comprehensive income.

Leases – Company as a Lessee

The Company's lease contracts pertain to operating leases of machinery and equipment. The Company applies the low-value lease recognition exemption to its lease of machinery and equipment. The Company continues to recognize lease payments as expense on a straight-line basis over the lease term.

Segment Reporting

An operating segment is a component of an entity that: (a) engages in business activities from which it may earn revenues and incur expenses (including revenues and expenses relating to transactions with other components of the same entity); (b) whose operating results are regularly reviewed by the entity's chief operating decision maker to make decisions about resources to be allocated to the segment and assess its performance, and (c) for which discrete financial information is available.

Basic Loss Per Share

Basic loss per common share is computed based on the weighted average number of shares outstanding and subscribed for each respective period with retroactive adjustments for stock dividends declared, if any.

Diluted Loss Per Share

Diluted loss per common share amounts are calculated by dividing the net income by the weighted average number of ordinary shares outstanding, adjusted for any stock dividends declared during the year plus weighted average number of ordinary shares that would be issued on the conversion of all the dilutive ordinary shares into ordinary shares, excluding treasury shares. Since the Company has no potential dilutive common shares, basic and diluted loss per common share are stated at the same amount.

Foreign Currency Transactions

The financial statements are presented in Philippine peso, which is the Company's functional and presentation currency. Transactions in foreign currencies are initially recorded in the functional currency rate ruling at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are translated at the functional currency rate of exchange ruling at the end of the reporting period. Non-monetary items that are measured in terms of historical cost in a foreign currency are translated using the exchange rates

prevailing as at the date of the initial transactions. All differences are taken to "Foreign exchange loss (gain) - net" in the statement of comprehensive income.

Contingencies

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

Events After the End of the Financial Reporting Date

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

MINUTES OF THE ANNUAL STOCKHOLDERS' MEETING
UNITED PARAGON MINING CORPORATION
Held on November 25, 2025
VIA REMOTE COMMUNICATION
(Zoom Webinar)

Directors Present:

Gerard Anton S. Ramos	Ramon Manuel M. Pineda
Adrian Paulino S. Ramos	Renato C. Valencia – Independent Director
Maureen Alexandra Consuelo S. Ramos-Padilla	John Peter C. Hager - Independent Director
Christopher M. Gotanco	Nicholas Justin H. Ang - Independent Director
Romeo L. Bato	

Also Present:

Gilbert V. Rabago
Iris Marie U. Carpio-Duque
Josephine L. Ilas
Adrain S. Arias

Total Number of Shares Issued and Outstanding	261,314,797,080
Total Number Shares Present and Represented:	235,097,171,310
Total Percentage:	89.967%

CALL TO ORDER

Mr. Gerard Anton S. Ramos, Chairman of the Board and Presiding Officer, called the meeting to order and Atty. Iris Marie U. Carpio-Duque, Corporate Secretary, recorded the minutes of the proceedings.

PROOF OF NOTICE & CERTIFICATION OF QUORUM

The Secretary announced that in compliance with the rules issued by the Securities and Exchange Commission (SEC) on the alternative mode for distributing the Notice of Meeting, information on the date, time and place of meeting has been published in the respective Business Sections of Malaya Business Insight and The Daily Tribune on November 3 and 4, 2025, both in print and online format. Likewise, notices were sent via email to stockholders as indicated in the corporate records. The electronic copy of the amended Notice and Agenda, the Definitive Information Statement, management report, annual report in SEC Form 17-A, and other required documents are also available at the Company's website unitedparagonmining.com and uploaded on the PSE Edge portal.

She further certified that as verified by the Transfer Agent, PSTI, at this Meeting there were present, registered or represented by proxy, stockholders holding **Two Hundred Thirty Five Billion Ninety-Seven Million One Hundred Seventy-One Thousand Three Hundred Ten (235,097,171,310)** shares of stock, representing **89.967%** of the outstanding capital stock. (The list of attendees and proxies is available at the office of the Corporation). She certified that there was a quorum for the transaction of business at this meeting.

She also informed the stockholders and participants that the meeting was being recorded, and that upon adjournment, the link to the recorded webcast of this meeting will be posted on the Company's website for two (2) consecutive weeks. Within this period, stockholders may raise with the Company, any issues, clarifications and concerns on the Annual Stockholders' Meeting conducted.

APPROVAL OF THE MINUTES OF THE PREVIOUS MEETING

Upon motion duly made and seconded, the minutes of the previous Stockholders' Meeting held on July 24, 2024, a copy of which was made available to the stockholders via the company's website, were considered complete and accurate, and unanimously approved without reading.

Thereafter, the following resolution was approved:

"RESOLVED, that the Minutes of the Stockholders' Meetings held on July 24, 2024 of United Paragon Mining Corporation is hereby approved, confirmed and ratified."

The Secretary certified that a total of **Two Hundred Thirty Five Billion Ninety-Seven Million One Hundred Seventy-One Thousand Three Hundred Ten (235,097,171,310)** shares of stock, representing 100% of the total voting shares represented in this meeting have voted in favor of the approval of the Minutes of the Stockholders' Meetings held on July 24, 2024 of United Paragon Mining Corporation.

ANNUAL REPORT AND APPROVAL OF THE 2024 AUDITED FINANCIAL STATEMENTS

The Chairman yielded the floor to the President, Mr. Adrian Paulino S. Ramos, who briefly presented the financial and operations highlights for year 2024 and explained the salient points thereof.

Thereafter, upon motion duly made and seconded, the following resolution was unanimously approved:

"RESOLVED, that the Management Report and Audited Financial Statements for the year ended December 31, 2024, is hereby noted and approved."

The Secretary certified that a total of **Two Hundred Thirty Five Billion Ninety-Seven Million One Hundred Seventy-One Thousand Three Hundred Ten (235,097,171,310)** shares of stock, representing 100% of the total voting shares represented in this meeting voted in favor of the approval of the Management Report and Audited Financial Statements for the year ended December 31, 2024.

APPROVAL OF THE CONVERSION OF OUTSTANDING LIABILITIES

The President likewise discussed Management's proposal for a debt conversion program in order to address the Company's negative stockholders' equity position. It involves the conversion into equity of qualified and outstanding liabilities of the company up to a maximum aggregate amount of Eight Hundred Eighty-One Million Eight Hundred Fifty Thousand Eight Hundred Forty-Eight Pesos (**₱881,850,848.00**).

Thereafter, upon motion duly made and seconded, the following resolutions were unanimously approved:

"RESOLVED, That the stockholders hereby approve the conversion of outstanding liabilities up to a maximum aggregate amount of Eight Hundred Eighty-One Million Eight Hundred Fifty Thousand Eight Hundred Forty-Eight Pesos (**₱881,850,848.00**) into common shares of the

Corporation at the price of ₱0.01 per share (par value), to be issued from the unissued portion of the authorized capital stock, which conversion may cover any or all of the following:

“a. Conversion of unpaid royalties with accrued interest owed to Camarines Minerals, Inc. (CMI) or to its assignee-investor, in an amount of up to ₱400,000,000.00, under such terms and conditions to be agreed upon by the parties and subject to the approval of their respective Boards;

“b. Conversion of liabilities to other creditors with an aggregate amount of up to ₱481,850,848.00, which may include:

i. Conversion of a portion of the advances made by Alakor Corporation, with accrued interest, under such terms and conditions to be agreed upon by the parties and subject to Board approval;

ii. Conversion of all outstanding redeemable preferred shares, including any accrued interest and declared dividends, into common shares at a price of ₱0.01 per share, to be offered to all preferred shareholders of every class and subject to their acceptance; and

iii. Conversion of any or all bonds or convertible loan instruments, including accrued interest, into common shares at a price of ₱0.01 per share, to be offered to all bondholders.

“RESOLVED, FURTHER, That the stockholders hereby authorize and delegate to the Board of Directors the authority to negotiate with the concerned creditor/s, determine and approve the final terms and conditions of each conversion—including the identity of the creditor/s, amount of debt to be converted, number of shares to be issued, timing, and subscription process—and to issue the corresponding shares as full payment for the converted obligations, subject to the requisite Board approvals and regulatory compliance.”

The Secretary certified that a total of **Two Hundred Thirty Five Billion Ninety-Seven Million One Hundred Seventy-One Thousand Three Hundred Ten (235,097,171,310)** shares of stock, representing 100% of the total voting shares represented in this meeting, which is **89.967%** or more than two-thirds (2/3) of the outstanding capital stock, have voted in favor of the approval of the conversion of outstanding liabilities up to a maximum aggregate amount of Eight Hundred Eighty-One Million Eight Hundred Fifty Thousand Eight Hundred Forty-Eight Pesos (₱881,850,848.00) into common shares of the Corporation at the price of ₱0.01 per share (par value), and to delegate to the Board of Directors the authority to negotiate with the concerned creditor/s, to determine and approve the final terms and conditions of each conversion—including the identity of the creditor/s, amount of debt to be converted, number of shares to be issued, timing, and subscription process—and to issue the corresponding shares as full payment for the converted obligations, subject to the requisite Board approvals and regulatory compliance.

WAIVER OF PRE-EMPTIVE RIGHTS OF STOCKHOLDERS

The Chairman asked the Corporate Secretary to explain the matter on Management’s request for waiver of pre-emptive rights.

The Corporate Secretary informed the stockholders that considering that the proposed issuance of shares will be made in payment of previously contracted debts, the transaction is an express exception to pre-emptive rights, but requires the approval of stockholders representing at least two-thirds (2/3) of the outstanding capital stock, at a duly called meeting, pursuant to Sec. 38 of the Revised Corporation Code. Should the required number of votes be attained, this approval will validate the waiver of any pre-emptive rights of existing stockholders and shall authorize the issuance of the shares to the concerned creditors after conversion.

Thereafter, upon motion duly made and seconded, the following resolution was unanimously approved:

“RESOLVED, That the stockholders hereby waive their pre-emptive rights to subscribe to the shares to be issued in connection with the foregoing contemplated debt-to-equity conversions, pursuant to Section 38 of the Revised Corporation Code, to enable the Corporation to issue shares directly to the creditors or investors participating in the conversions.

TABULATION OF VOTES				
	RESOLUTION	FOR	AGAINST	ABSTAIN
I	Advance Stockholders’ Authority for Planned Equity Conversion Transactions			
	1. Conversion of outstanding liabilities of up to a maximum aggregate amount of Eight Hundred Eighty-One Million Eight Hundred Fifty Thousand Eight Hundred Fortyy-Eight Pesos (₱881,850,848) into common shares of the Corporation at a price of ₱0.01 per share (par value), to be issued from the unissued portion of the Corporation’s authorized capital stock, subject to terms and conditions to be agreed upon by the parties and subject to the approval of their respective Boards, which shall cover any or all of the following:	235,097,171,310	0	0
	a. Conversion of unpaid royalties with accrued interests owed to CMI or to its assignee investor, of up to Four Hundred Million Pesos (₱400,000,000.00), under such terms and conditions to be agreed upon by the parties and subject to the approval of their respective Boards;			
	b. Conversion of liabilities to other creditors with an aggregate amount of up to Four Hundred Eighty-One Million Eight Hundred Fifty Thousand Eight Hundred Forty-Eight Pesos (₱481,850,848.00) which may involve any or all of the following:			
	i. Conversion of a portion of the advances made by Alakor Corporation, with accrued interests, under such terms and conditions to be agreed upon by the parties and subject to the approval of their respective Boards;			
	ii. Conversion of all outstanding redeemable preferred shares, including any accrued interests and declared dividends, into common shares at a price of ₱0.01 per share, to be			

	offered to all preferred shareholders of every class and subject to their acceptance; iii. Conversion of any or all bonds issued, including accrued interest, into common shares at a price of ₱0.01 per share, to be offered to all bondholders.	235,097,171,310	0	0
2.	The delegation to the Board of Directors of the authority to negotiate with the concerned creditor/s, determine and approve the final terms and conditions of each conversion (including the identity of the creditor/s, amount of debt to be converted, number of shares to be issued, timing, and subscription process), and to issue the corresponding shares as full payment for the converted obligations, subject to the requisite board approvals and regulatory compliance	235,097,171,310	0	0
3.	Waiver of any pre-emptive rights of existing stockholders over the shares to be issued under such conversion, pursuant to Section 38 of the Revised Corporation Code.			

RATIFICATION AND APPROVAL OF CORPORATE ACTS

The next item on the agenda was the ratification of the acts of Management and the Board of Directors from the last stockholders' meeting up to the date of the meeting.

The Stockholders then reviewed the acts and decisions of the Board of Directors and the Management of the Corporation from the last annual stockholders' meeting to date, as flashed on the screen. After discussion and on motion duly made and seconded, the following resolution was unanimously approved:

"RESOLVED, that all acts and resolutions of the Board of Directors, its Committees and Management of United Paragon Mining Corporation (the "Corporation") taken or adopted since the annual stockholders' meeting last July 24, 2024 until the date of this meeting November 25, 2025 be, as they are hereby, approved, ratified and confirmed."

ELECTION OF DIRECTORS (INCLUDING INDEPENDENT DIRECTORS)

The Chairman proceeded to the next item in the agenda, the election of directors. Upon their nominations, duly seconded, the following were nominated as directors for the term 2025-2026.

1. GERARD ANTON S. RAMOS
2. ADRIAN PAULINO S. RAMOS
3. MAUREEN ALEXANDRA CONSUELO S. RAMOS-PADILLA
4. CHRISTOPHER M. GOTANCO
5. ROMEO L. BATO
6. RAMON MANUEL M. PINEDA
7. JOHN PETER C. HAGER (ID)
8. RENATO C. VALENCIA (ID)

9. NICHOLAS JUSTIN H. ANG (ID)

Among the foregoing, Messrs. Renato C. Valencia, John Peter C. Hager, Nicholas Justin H. Ang are independent directors in compliance with Section 8 of the Securities Regulation Code and its implementing rules and regulations.

Upon motion duly made and seconded, the Secretary was directed and authorized to cast all votes of the stockholders present or represented at the meeting equally among all the nine (9) nominees.

The Secretary certified that each nominee for director received at least of **Two Hundred Thirty Five Billion Ninety-Seven Million One Hundred Seventy-One Thousand Three Hundred Ten (235,097,171,310)** shares, representing 100% of the total voting shares represented in this November 25, 2025 meeting, and are therefore, the duly elected members of the Board of Directors for the current term to act as such until their successors are duly elected and qualified in accordance with the By-Laws.

ELECTION OF DIRECTORS			
TABULATION OF VOTES			
Director	FOR	AGAINST	ABSTAIN
Gerard Anton S. Ramos	235,097,171,310	0	0
Adrian Paulino S. Ramos	235,097,171,310	0	0
Maureen Alexandra Consuelo S. Ramos-Padilla	235,097,171,310	0	0
Christopher M. Gotanco	235,097,171,310	0	0
Romeo L. Bato	235,097,171,310	0	0
Ramon Manuel M. Pineda	235,097,171,310	0	0
Renato C. Valencia (Independent Director)	235,097,171,310	0	0
John Peter C. Hager (Independent Director)	235,097,171,310	0	0
Nicholas Justin H. Ang (Independent Director)	235,097,171,310	0	0

APPOINTMENT OF AUDITORS

The Chairman proceeded to the next item on the agenda, which was the appointment of the Corporation's external auditor for the current year.

Upon motion made and duly seconded, the following resolution was unanimously adopted:

"RESOLVED, that Sycip Gorres Velayo & Co. is hereby appointed external auditors of the Company for fiscal year 2025."

The Secretary certified that a total of **Two Hundred Thirty Five Billion Ninety-Seven Million One Hundred Seventy-One Thousand Three Hundred Ten (235,097,171,310)** shares representing 100% of the total voting shares represented in this November 25, 2025 meeting voted in favor of the reappointment of SGV & Co. as the Company's external auditor for 2025.

OTHER MATTERS

Open Forum

Pursuant to the Guidelines for participating in this meeting via remote communication, the floor was opened for any questions comments from Stockholders pertaining to the items in the agenda. Stockholders were requested to send their questions in advance by sending an email bearing the subject "ASM Question/Comment"

However, as mentioned by the Secretary, there were no questions raised or emailed.

ADJOURNMENT

There being neither questions from the floor nor other business to transact, on motion duly made and seconded, the meeting was adjourned.

Certified True and Correct:


IRIS MARIE U. CARPIO-DUQUE
Secretary of the Meeting

ATTEST:

GERARD ANTON S. RAMOS
Chairman of the Board and Presiding Officer