



METRO PACIFIC TOLLWAYS CORPORATION

PROSPECTUS

in connection with the proposed offer of
up to ₱[15,000,000,000] Bonds
with an Oversubscription Option of up to ₱[5,000,000,000]

Consisting of:

- [•]% p.a. Series [A] Bonds due [2028]
- [•]% p.a. Series [B] Bonds due [2030]
- [•]% p.a. Series [C] Bonds due [2035]

Purchase Price: 100% of Face Value

To be listed and traded on the Philippine Dealing & Exchange Corp.

Joint Issue Managers¹



Joint Lead Underwriters and Joint Bookrunners



A Subsidiary of Security Bank

Trustee²



This Preliminary Prospectus is dated 26 September 2025

A REGISTRATION STATEMENT RELATING TO THESE SECURITIES HAS BEEN FILED WITH THE SECURITIES AND EXCHANGE COMMISSION BUT HAS NOT YET BEEN DECLARED EFFECTIVE. NO OFFER TO BUY THE SECURITIES CAN BE ACCEPTED AND NO PART OF THE PURCHASE PRICE CAN BE ACCEPTED OR RECEIVED UNTIL THE REGISTRATION STATEMENT HAS BECOME EFFECTIVE AND ANY SUCH OFFER MAY BE WITHDRAWN OR REVOKED, WITHOUT OBLIGATION OR COMMITMENT OF ANY KIND AT ANY TIME PRIOR TO NOTICE OF ITS ACCEPTANCE GIVEN AFTER THE EFFECTIVE DATE. AN INDICATION OF INTEREST IN RESPONSE HERETO INVOLVES NO OBLIGATION OR COMMITMENT OF ANY KIND. THIS PROSPECTUS SHALL NOT CONSTITUTE AN OFFER TO SELL OR THE SOLICITATION OF AN OFFER TO BUY.

THE SECURITIES AND EXCHANGE COMMISSION HAS NOT APPROVED THESE SECURITIES OR DETERMINED IF THIS PROSPECTUS IS ACCURATE OR COMPLETE. ANY REPRESENTATION TO THE CONTRARY IS A CRIMINAL OFFENSE AND SHOULD BE REPORTED IMMEDIATELY TO THE SECURITIES AND EXCHANGE COMMISSION.

¹First Metro Investment Corporation, Metropolitan Bank & Trust Company, and Metro Pacific Tollways Corporation are affiliated companies. T Capital Holdings, Inc. has an effective ownership of 19.58% in Metro Pacific Tollways Corporation through a 19.6% stake in Metro Pacific Investments Corporation, and owns 39.5% of First Metro Investment Corporation through Metropolitan Bank & Trust Company.

²First Metro Investment Corporation is a subsidiary of Metropolitan Bank & Trust Company.

METRO PACIFIC TOLLWAYS CORPORATION
5th Floor, Rockwell Business Center Tower 1
Ortigas Avenue, Pasig City, Philippines
Telephone Number (+632) 8 866-7650

This preliminary prospectus (the “**Prospectus**”) relates to the proposed offer of METRO PACIFIC TOLLWAYS CORPORATION (“**MPTC**” or the “**Issuer**” or the “**Company**”) of up to Fifteen Billion Pesos (₱15,000,000,000) SEC-registered fixed-rate, Philippine Peso-denominated Bonds (the “**Base Offer**”) with an oversubscription option of up to Five Billion Pesos (₱5,000,000,000) (the “**Oversubscription Option**”, together with the Base Offer, the “**Offer**”) in up to three series at the discretion of the Issuer.

The Series A Bonds shall have a term ending three (3) years from the Issue Date, or on [●] 2028, with a fixed interest rate of [●]% per annum (the “**Series A Bonds**”). The Series B Bonds shall have a term ending five (5) years from the Issue Date, or on [●] 2030, with a fixed interest rate of [●]% per annum (the “**Series B Bonds**”). The Series C Bonds shall have a term ending [●], ten (10) years from the Issue Date, or on [●] 2035, with a fixed interest rate of [●]% per annum (the “**Series C Bonds**”). MPTC reserves the right to allocate the Bonds to any or all of the Series A Bonds, Series B Bonds, and Series C Bonds based on the book building process and may opt to allocate the entire Offer to only one (1) or two (2) series.

A registration statement covering the Offer was filed by the Issuer with the Philippine Securities and Exchange Commission (the “**SEC**”) in accordance with the provisions of the Securities Regulation Code of the Philippines (Republic Act No. 8799) on [26 September 2025] and an application for the listing of the Bonds will be filed with the Philippine Dealing & Exchange Corp (the “**PDEx**”) on or about [●]. The Offer was authorized by a resolution of the Board of Directors dated 1 September 2025. BPI Capital Corporation (“**BPI Capital**”), First Metro Investment Corporation (“**First Metro**”) were mandated as the joint issue managers (the “**Joint Issue Managers**”) of the Offer, and BDO Capital & Investment Corporation (“**BDO Capital**”), China Bank Capital Corporation (“**Chinabank Capital**”), PNB Capital and Investment Corporation (“**PNB Capital**”), and Security Bank Capital Investment Corporation (“**Security Bank Capital**”) were mandated as the joint lead underwriters and joint bookrunners of the Offer (together with the Joint Issue Managers, the “**Joint Lead Underwriters and Joint Bookrunners**”).

The Bonds shall be issued on [2 December 2025] or the immediately succeeding Business Day if such date is not a Business Day or such other date as may be agreed upon by the Joint Lead Underwriters and Joint Bookrunners (“**Issue Date**”). Prior to the respective Maturity Dates of the Bonds, the Issuer shall have the right, but not the obligation, to redeem in whole (and not in part) the outstanding Bonds at par (or 100% of face value) on any Early Redemption Date, or the immediately succeeding Business Day if such date is not a Business Day, without any adjustment in the amount of interest as originally computed (the “**Early Redemption Date**”, see “*Description of the Bonds*” – “*Early Redemption Option*” on page 36 of this Prospectus).

Interest Payment Dates on the Bonds shall be on [2 March], [2 June], [2 September], and [2 December] of each year commencing on [●] until and including the relevant Maturity Date, or the next Business Day if such date is not a Business Day, without any adjustment in the amount of interest as originally computed; if the Issue Date is set at a date other than [2 December 2025], then the Interest Payment Dates will be automatically adjusted to the numerically corresponding dates at every [three (3) months] following the actual Issue Date (or if there is no day so numerically corresponding, such date shall pertain to the last day of such calendar month). The last Interest Payment Date shall fall on the relevant Maturity Date while the Bonds are outstanding (see “*Description of the Bonds*” – “*Interest*” on page 35 of this Prospectus).

Subject to the consequences of default as contained in the Trust Agreement dated [●] executed by and between the Issuer and Metropolitan Bank & Trust Company – Trust Banking Group (“**Metrobank Trust**” or the “**Trustee**”), and unless otherwise redeemed prior to the Maturity Date, the Bonds will be redeemed at par (or 100% of face value) on Maturity Date.

The payment obligations of the Issuer under the Bonds shall constitute direct, unconditional, unsubordinated and unsecured obligations of the Issuer, and shall at all times rank *pari passu* and without preference among themselves. The payment obligations of the Issuer under the Bonds shall at all times rank at least equally with all other unsecured and unsubordinated indebtedness, and monetary obligations of the Issuer, both present and future, except for obligations mandatorily preferred by Philippine law other than the preference under Article 2244(14)(a) of the Civil Code of the Philippines.

The Bonds have been rated PRS Aaa with Stable Outlook by Philippine Rating Services Corporation (“PhilRatings”) on 26 September 2025.

The Bonds shall be offered to the public at face value through the Joint Lead Underwriters and Joint Bookrunners with the Philippine Depository & Trust Corp. (“PDTC”) as the Registrar of the Bonds. It is intended that upon issuance, the Bonds shall be issued in scripless form, with PDTC maintaining the scripless Register of Bondholders, and listed on the PDEX. However, there is no assurance that such a listing will be achieved either on or after the Issue Date or whether such a listing will materially affect the liquidity of the Bonds on the secondary market. Such listing would be subject to the Company’s execution of a listing agreement with PDEX that may require the Company to make certain disclosures, undertakings and payments on an ongoing basis. The Bonds shall be issued in denominations of ₱[50,000.00] each, as a minimum, and in multiples of ₱[10,000.00] thereafter, and traded in denominations of ₱[10,000.00] in the secondary market.

The Company expects to raise gross proceeds of up to ₱15,000,000,000, or ₱20,000,000,000 assuming the full exercise of the Oversubscription Option, from the sale of the Bonds. The net proceeds from the Offer, determined by deducting from the gross proceeds the fees, commissions, and expenses relating to the issuance, are expected to be approximately ₱[14,784,763,712.50], or ₱[19,729,763,712.50] assuming the full exercise of the Oversubscription Option. The proceeds will be used by the Company to partially finance equity/advances for the Manila-Cavite Expressway (CAVITEX), Cavite-Laguna Expressway (CALAX), and Lapu-Lapu Expressway (LLEX), refinance existing bridge facility used to fund new investments, and other general corporate purposes (see “*Use of Proceeds*” on page 82 of this Prospectus). The Joint Lead Underwriters and Joint Bookrunners shall receive a fee of up to 0.30% of the final aggregate principal amount of the Bonds issued. This shall be inclusive of any commissions to be paid to the selling agents, if any (see “*Plan of Distribution*” on page 54 of this Prospectus).

The Offer is being conducted exclusively in the Philippines and is pursuant to requirements under Philippine laws, rules and regulations that may be different from those of other countries and jurisdictions. No action has been or will be taken by the Issuer or any person on behalf of the Issuer to permit an offering of the Bonds in any jurisdiction other than the Philippines, where action for that purpose is required. Accordingly, the Bonds may not be offered or sold, directly or indirectly, nor may any offering material relating to the Bonds be distributed or published in or from any country or jurisdiction, except under circumstances that will result in compliance with any applicable laws, rules and regulations of any such country or jurisdiction. Any reproduction or distribution of this Prospectus, in whole or in part, and any disclosure of its contents or use of any information herein for any purpose other than considering an investment in the Bonds is prohibited. Each investor in the Bonds must comply with all laws applicable to it and must obtain the necessary consent, approvals or permission for its purchase or subsequent offer and sale of the Bonds under the laws and regulations in force in any jurisdiction to which it is subject. None of the Company or the Joint Lead Underwriters and Joint Bookrunners will have any responsibility therefor.

To the best of the Company’s knowledge, the Company confirms that, as of the date of this Prospectus, the information contained herein relating to the Company and its operations, which are in the context of the Offer (including all material information required by the applicable laws of the Republic of the Philippines), is true and that there is no material misstatement or omission of facts which would make any statement in this Prospectus misleading in any material respect and that the Company hereby accepts full and sole responsibility for the accuracy of the information contained in this Prospectus with respect to the same. The Company confirms that it has made all reasonable inquiries in respect of the information, data and analysis provided to it by its advisors and consultants or which is otherwise publicly available for inclusion into this Prospectus. The Company, however, has not independently verified any such publicly available information, data or analysis.

The Joint Lead Underwriters and Joint Bookrunners have exercised the required due diligence in ascertaining that all material representations contained in this Prospectus, and any amendment or supplement thereto, are true and correct as of the date hereof and that no material information was omitted, which was necessary in order to make the statements contained in said documents not misleading in any material respect. Further, the Company confirms that, to the best of its knowledge and belief after having taken reasonable care to ensure that such is the case, as of the date of this Prospectus, the information contained in this Prospectus relating to the Company and its operations is true and there is no material misstatement or omission of fact which would make any statement in this Prospectus misleading in any material respect. The Company hereby accepts full and sole responsibility for the accuracy of the information contained in this Prospectus.

Unless otherwise indicated, all information in this Prospectus is as at [30 June 2025]. Neither the delivery of this Prospectus nor any sale made hereunder shall, under any circumstance, create any implication that the information contained herein is correct as of any date subsequent to the date hereof or that there has been no change in the affairs of the Company, its Subsidiaries and Affiliates since such date. Market data and certain industry data used throughout this Prospectus were obtained from market research, publicly available information and industry publications. Industry publications generally state that the information contained therein have been obtained from sources believed to be reliable, but that the accuracy and completeness of such information are not guaranteed. Similarly, industry forecasts and market research, while believed to be reliable, have not been independently verified, and neither the Issuer nor any of the Joint Lead Underwriters and Joint Bookrunners makes any representation or warranty, express or implied, as to the accuracy or completeness of such information. The Joint Lead Underwriters and Joint Bookrunners assume no liability for any information supplied by the Company in relation to this Prospectus. Each person contemplating an investment in the Bonds should make his own investigation and analysis of the creditworthiness of the Issuer and his own determination of the suitability of any such investment. The risk disclosure herein does not purport to disclose all the risks and other significant aspects of investing in the Bonds. A person contemplating an investment in the Bonds should seek professional advice if he or she is uncertain of or has not understood any aspect of the securities to invest in or the nature of risks involved in trading of securities, especially high-risk securities. For a discussion of certain factors to be considered in respect of an investment in the Bonds, see the section entitled “*Risk Factors*” beginning on page 63 of this Prospectus.

The contents of this Prospectus are not investment, legal, or tax advice. In making any investment decision regarding the Bonds, prospective investors must rely on their own examination of the Company and the terms of the Offer, including, without limitation, the merits and risks involved, such prospective investors own determination of the suitability of any such investment with particular reference to their own investment objectives and experience, and any other factors relevant to such investment. Neither the Company nor any of the Joint Lead Underwriters and Joint Bookrunners makes any representation to any prospective investor regarding the legality of participating in the Offer under any law or regulation. Each prospective investor should be aware that it may be required to bear the financial risks of any participation in the Offer for an indefinite period of time. Prospective investors should consult their own counsel, accountant and other advisors as to legal, tax, business, financial and related aspects of a purchase of the Bonds, among others. Investing in the Bonds involves certain risks. For a discussion of certain factors to be considered in respect of an investment in the Bonds, see the section on “*Risk Factors*” beginning on page 63 of this Prospectus.

THE BONDS ARE BEING OFFERED ON THE BASIS OF THIS PROSPECTUS ONLY. ANY DECISION TO PURCHASE THE BONDS MUST BE BASED ONLY ON THE INFORMATION CONTAINED HEREIN.

No dealer, salesman or other person has been authorized by the Company or by the Joint Lead Underwriters and Joint Bookrunners to issue any advertisement or to give any information or make any representation in connection with the Company, its associates, or the Offer other than those contained in this Prospectus and, if issued, given or made, such advertisement, information or representation must not be relied upon as having been authorized by the Company or the Joint Lead Underwriters and Joint Bookrunners or any of their respective associates.

COMPANY INFORMATION

The Company is a Philippine corporation with its business address at the 5th Floor, Rockwell Business Center Tower 1, Ortigas Avenue, Pasig City, Philippines. The Company’s telephone number is (+632) 8 866-7650 and its corporate website is <https://www.mptc.com.ph/>. The information on the Company’s website is not incorporated by reference into, and does not constitute part of, this Prospectus.

A REGISTRATION STATEMENT RELATING TO THESE SECURITIES HAS BEEN FILED WITH THE SECURITIES AND EXCHANGE COMMISSION BUT HAS NOT YET BEEN DECLARED EFFECTIVE. NO OFFER TO BUY THE SECURITIES CAN BE ACCEPTED AND NO PART OF THE PURCHASE PRICE CAN BE ACCEPTED OR RECEIVED UNTIL THE REGISTRATION STATEMENT HAS BECOME EFFECTIVE, AND ANY SUCH OFFER MAY BE WITHDRAWN OR REVOKED, WITHOUT OBLIGATION OR COMMITMENT OF ANY KIND, AT ANY TIME PRIOR TO NOTICE OF ITS ACCEPTANCE GIVEN AFTER THE EFFECTIVE DATE. AN INDICATION OF INTEREST IN RESPONSE HERETO INVOLVES NO OBLIGATION OR COMMITMENT OF ANY KIND. THIS PROSPECTUS SHALL NOT CONSTITUTE AN OFFER TO SELL OR THE SOLICITATION OF AN OFFER TO BUY.

METRO PACIFIC TOLLWAYS CORPORATION

By:

GILBERT GABRIEL F. SANTA MARIA

President / Chief Executive Officer

MARISA V. CONDE

Officer-in-Charge Chief Finance Officer / Treasurer

REPUBLIC OF THE PHILIPPINES)

CITY OF MAKATI) S.S.

Before me, a notary public for and in the city named above, personally appeared the affiant, known to me and to me known to be the same persons who presented the foregoing instrument and signed the instrument in my presence, who took an oath before me as to such instrument, and who presented to me their respective evidence of identity, as follows:

Name	Passport No.	Issued On / Valid Until
Gilbert Gabriel F. Santa Maria	P3126631B	8 September 2019 / 7 September 2029
Marisa V. Conde	P6898985C	16 April 2024 / 15 April 2034

WITNESS MY HAND and seal this _____ at _____ City.

Doc. No. _____;

Page No. _____;

Book No. _____;

Series of 2025.

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FORWARD LOOKING STATEMENTS

All statements in this Prospectus contain certain “**forward-looking statements**” that are, by their nature, subject to significant risks and uncertainties. These forward-looking statements can generally be identified by use of statements that include words or phrases such as MPTC or its management “aims”, “believes”, “expects”, “anticipates”, “intends”, “plans”, “foresees”, “endeavors”, “seeks”, “may”, “might”, “can,” “could,” “will,” “would,” “shall,” “should,” “is/are likely to,” or other words or phrases of similar import. Statements that describe the Company’s objectives, plans or goals are also considered forward-looking statements. All such forward-looking statements and any other projections contained in this Prospectus are subject to known and unknown risks and uncertainties that could cause actual results to differ materially from those implied by the relevant forward-looking statements.

Important factors that could cause actual results to differ materially from the expectations of MPTC include, among others:

- General economic and business conditions in the Philippines;
- The Company’s management’s expectations and estimates concerning its future financial performance;
- The Company’s ability to successfully implement its strategies;
- The Company’s capital expenditure program and other liquidity and capital resources requirements;
- The Company’s and its contractors’ ability to complete projects on time and within budget;
- The Company’s level of indebtedness;
- Increasing competition in the industry in which the Company, its Subsidiaries and its Affiliates operate;
- Industry risk in the areas in which the Company, its Subsidiaries, and its Affiliates operate;
- Changes in laws and regulations that apply to the segments or industry in which the Company, its Subsidiaries, and its Affiliates operate;
- Changes in political conditions in the Philippines;
- Inflation in the Philippines and any devaluation of the Philippine Peso; and
- The risk factors discussed in this Prospectus as well as other factors beyond the Company’s control.

For further discussion of such risks, uncertainties and assumptions, please see the “*Risk Factors*” section on page 64 of this Prospectus. Prospective purchasers of the Bonds are urged to consider these factors carefully in evaluating the forward-looking statements. The forward-looking statements included herein are made only as of the date of this Prospectus, and MPTC undertakes no obligation to update such forward-looking statements publicly to reflect subsequent events or circumstances.

None of the Joint Issue Managers and the Joint Lead Underwriters and Joint Bookrunners take any responsibility for, or give any representation, warranty or undertaking in relation to, any such forward-looking statement made in this Prospectus.

Presentation of Financial Information

Amounts presented throughout this Prospectus have been subject to rounding adjustments to facilitate their presentation. Accordingly, numbers shown for the same item of information may vary and may not precisely reflect the absolute figures or the arithmetic aggregate of their components due to rounding adjustments.

DEFINITION OF TERMS

As used in this Prospectus, the following terms shall have the meanings ascribed to them:

“**ADVE**” shall mean average daily vehicles entries.

“**Affiliate**” shall mean, with respect to MPTC, any corporation, over which, MPTC has significant influence. For the purpose of this definition, the phrase “significant influence” means ownership of at least twenty percent (20%) of the total issued and outstanding capital stock but not more than fifty percent (50%), or the right to elect at least twenty percent (20%) but not more than fifty percent (50%) of the number of directors in a corporation.

“**AMDAL**” shall mean Analisis Mengenai Dampak Lingkungan.

“**APIC**” shall mean additional paid-in capital.

“**ASF**” means African Swine Fever.

“**Application to Purchase**” shall mean the document to be executed by any Person or entity qualified to become a Bondholder.

“**BAP**” shall mean Bankers Association of the Philippines.

“**Base Offer**” shall mean the base offer of up to ₱15,000,000,000.00 aggregate principal amount of fixed-rate bonds.

“**BCDA**” shall refer to the Bases Conversion and Development Authority.

“**BCP**” shall mean Business Continuity Plans.

“**BDO Capital**” shall refer to BDO Capital & Investment Corporation.

“**BFP**” shall mean Bureau of Fire Protection.

“**BIR**” shall refer to the Philippine Bureau of Internal Revenue.

“**BIR Form 0901-I**” shall mean the Application Form for Treaty Purposes on Interest.

“**Bonds**” shall mean the SEC-registered fixed-rate, Philippine Peso-denominated bonds in the aggregate principal amount of up to Fifteen Billion Pesos (₱15,000,000,000.00) with an oversubscription option of up to Five Billion Pesos (₱5,000,000,000.00) to be issued by the Company.

“**Bona Fide Bondholder**” shall refer to any Bondholder who has been a bona fide holder for at least six (6) months.

“**Bond Agreements**” shall mean the Trust Agreement between the Issuer and the Trustee, the Terms and Conditions, the Master Certificate of Indebtedness, the Registry and Paying Agency Agreement between the Issuer and the Registrar and Paying Agent, and the Underwriting Agreement between the Issuer and the Joint Lead Underwriters and Joint Bookrunners, or any document, certificate or writing contemplated thereby.

“**Bondholder**” refers to a person whose name appears, at any time, as a holder of the Bonds in the Register of Bondholders.

“**BOT**” shall refer to the Build-Operate-Transfer scheme.

“**BOT Law**” shall refer to the Build-Operate-Transfer Law or Republic Act No. 7718.

“**BPI Capital**” shall refer to BPI Capital Corporation.

“**BSD**” means PT Bintaro Serpong Damai.

“BSD Toll Road Concession” shall mean Bintaro Serpong Damai Toll Road Concession.

“BSP” shall mean Bangko Sentral ng Pilipinas.

“Business Day” means any day, other than Saturday and Sunday, and a public non-working holiday, on which the BSP’s Philippine Payment and Settlement System (**“PhilPaSS”**) and the Philippine Clearing House Corporation (**“PCHC”**) (or, in the event of discontinuance of their respective functions, their respective replacements) are open and available for clearing and settlement, and commercial banks are generally open for the transaction of business in Metro Manila; provided, that all other days unless otherwise specified herein shall mean calendar days which shall be construed as successive periods of twenty-four (24) hours each.

“CAGR” shall refer to compound annual growth rate.

“CALAX” means the Cavite-Laguna Expressway.

“CALAX Toll Road Concession” shall mean Cavite-Laguna Expressway Concession.

“CAMPI” shall mean Chamber of Automotive Manufacturers of the Philippines, Inc.

“Cash Available for Debt Service” means (a) the Issuer’s beginning cash balance plus Operating Cash Flow actually received during the immediately preceding one (1)-year period, including loan proceeds and amounts of available committed loan facilities, (b) less dividends actually paid during the immediately preceding one (1)-year period.

“CAVITEX” means the Manila-Cavite Toll Expressway.

“CAVITEX Toll Road Concession” shall mean Manila-Cavite Expressway Toll Road Concession.

“CBEX” means the Cavite-Batangas Expressway.

“CCLEC” means Cebu Cordova Link Expressway Corporation.

“CCLEX” means the Cebu-Cordova Link Expressway.

“CCLEX Toll Road Concession” shall mean Cebu-Cordova Link Expressway Concession

“Change in Law or Circumstance” shall refer to the following events, as it refers to the obligations of the Issuer and to the rights and interests of the Bondholders under the Trust Agreement and the Bonds:

- i) Any government and/or non-government consent, license, authorization, registration or approval now or hereafter necessary to enable the Issuer to comply with its obligations under the Trust Agreement or the Bonds shall be modified in a manner which, in the reasonable opinion of the Trustee, shall materially and adversely affect the ability of the Issuer to comply with such obligations, or shall be withdrawn or withheld.
- ii) Any provision of the Trust Agreement or any of the related documents is or shall become, for any reason, invalid, illegal or unenforceable to the extent that it shall become, for any reason, unlawful for the Issuer to give effect to its rights or obligations hereunder, or to enforce any provisions of the Trust Agreement or any of the related documents in whole or in part, or any law shall be introduced to prevent or restrain the performance by the parties hereto of their obligations under the Trust Agreement or any other related documents.
- iii) Any concessions, permits, rights, franchise or privileges required for the conduct of the business and operations of the Issuer shall be revoked, canceled or otherwise terminated, or the free and continued use and exercise thereof shall be curtailed or prevented, in such manner as to constitute a Material Adverse Effect.
- iv) The Republic of the Philippines or any of its competent authorities takes any action to suspend the whole or a substantial portion of the operations of the Issuer and to condemn, seize, nationalize or appropriate (either with or without compensation) the Issuer or any material portion of its properties or assets, unless such act, deed or proceedings are contested in good faith by the Issuer or the same does not constitute a Material Adverse Effect.

“**Chinabank Capital**” shall refer to China Bank Capital Corporation

“**CIC**” means Cavite Infrastructure Corp.

“**CII B&R**” means CII Bridges & Roads.

“**CMEPA Law**” shall mean The Capital Markets Efficiency Promotion Act or Republic Act No. 12214.

“**CMRs**” shall mean Compliance Monitoring Reports.

“**COE**” shall mean the Certificate of Entitlement to Treaty Benefits.

“**Concession Agreements**” shall mean the Toll Road Concessions and their respective operational agreements.

“**Concession Subsidiaries**” means the majority-owned subsidiaries of the Issuer, holding concession agreements covering the operation of toll roads in the Philippines and in Indonesia, namely, NLEX Corporation, CIC, MPCALA, CCLEC, LLEX Corp., BSD, MMN, MAN, and JMEX.

“**CPI**” shall mean the consumer price index.

“**CREATE Law**” or “**Republic Act No. 11534**” shall mean Corporate Recovery and Tax Incentives for Enterprises Law.

“**CREATE MORE Law**” shall mean Corporate Recovery and Tax Incentives for Enterprises to Maximize Opportunities for Reinvigorating the Economy or Republic Act No. 11534.

“**CSCR**” shall mean the Cebu South Coastal Road.

“**CRTIP**” shall mean Child Road Traffic Injury Prevention.

“**DCC**” means PT Dain Celicani Cemerlang.

“**Debt**” means, for purposes of computing the Debt to Equity Ratio and Debt Service, the amount of all outstanding obligations of the Issuer for borrowed money from any bank or financial institution and amounts outstanding under any issue of bonds, notes, or similar instruments by the Issuer, which are booked as liabilities in the financial statements of the Issuer.

“**Debt-to-Equity Ratio**” means, in respect of any period, (a) the Company’s total Debt, divided by its (b) total stockholder’s equity as reflected in the Company’s most recent available interim or annual financial statements, as applicable.

“**Debt Service**” means Debt principal amortizations, interest payments, and financing fees and charges falling due for the next one (1) year period.

“**Debt Service Coverage Ratio**” means, in respect of any period, (a) Cash Available for Debt Service, divided by (b) Debt Service.

“**DED**” means Detailed Engineering Design.

“**DENR**” shall refer to the Department of the Environment and Natural Resources.

“**DOLE**” shall refer to the Department of Labor and Employment.

“**DOSRI**” shall mean directors, officers, stockholders and related interest.

“**DOTr**” shall refer to the Department of Transportation.

“**DPU**” shall mean Department of Public Works of the Republic of Indonesia.

“**DPWH**” shall refer to the Department of Public Works and Highways

“**EDR**” shall mean Enhanced Deductions Regime.

“**Egis**” shall refer to Egis Project S A.

“**EIPPI**” shall refer to Egis Investment Partners Philippines, Inc.

“**ESC**” shall refer to Easytrip Services Corporation.

“**e-SIP**” shall mean e-Securities Issue Portal.

“**Early Redemption Date**” shall mean: (i) for the Series A Bonds – the 2nd anniversary of the Issue Date until prior to the 3rd anniversary of the Issue Date; (ii) for the Series B Bonds – (a) the 3rd anniversary of the Issue Date until prior to the 4th anniversary of the Issue Date, or (b) the 4th anniversary of the Issue Date until prior to the 5th anniversary of the Issue Date; and (iii) for the Series C Bonds – (a) the 7th anniversary of the Issue Date until prior to the 8th anniversary of the Issue Date, or (b) the 8th anniversary of the Issue Date until prior to the 9th anniversary of the Issue Date, or (c) the 9th anniversary of the Issue Date until prior to the 10th anniversary of the Issue Date.

“**Early Redemption Option**” shall mean to redeem in whole (and not in part), each Series of the outstanding Bonds on any of the Interest Payment Dates or the immediately succeeding Business Day if such date is not a Business Day, without any adjustment in the amount of interest as originally computed.

“**Early Redemption Price**” shall mean the amount payable to the Bondholders in respect of the Early Redemption Option.

“**EBITDA**” shall mean core earnings before interest, taxes, depreciation and amortization.

“**ECC**” shall mean Environmental Compliance Certificate.

“**EIS System**” shall refer to the Philippine Environmental Impact Statement System or Presidential Decree No. 1586.

“**EPC**” shall refer to the engineering, procurement, and construction.

“**EV**” shall mean Electric Vehicle.

“**EVIDA**” shall mean Electric Vehicle Industry Development Act.

“**FCDA**” shall mean the Foreign Currency Differential Adjustment

“**FIA**” shall refer to Foreign Investments Act of 1991 or Republic Act No. 7042, as amended.

“**FINL**” or the “**Negative List**” shall refer to the Foreign Investments Negative List.

“**First Metro**” shall mean First Metro Investment Corporation.

“**FVOCI**” shall mean fair value through other comprehensive income.

“**FVTPL**” shall mean fair value through profit or loss.

“**GAA**” shall refer to the General Appropriations Act.

“**GDP**” shall mean Gross Domestic Product

“**Government Authority**” shall mean the Republic of the Philippines, or any political subdivision or agency thereof, and any entity exercising executive, legislative, judicial, regulatory or administrative functions of or pertaining to the said government, and any national agency or body vested with jurisdiction or authority over any Person.

“**Group**” means the Issuer and its consolidated subsidiaries.

“GRT” shall mean Gross Receipts Tax.

“GTCAP” or **“GT Capital”** shall refer to GT Capital Holdings, Inc.

“IAET” shall mean improperly accumulated earnings tax.

“IC” shall refer to the Independent Consultant.

“Identification Document” or **“ID”** shall mean any one of the following valid identification documents bearing a recent photo and which is not expired: Philippine Identification Card, Passport, Driver’s License, Professional Regulation Commission ID, National Bureau of Investigation Clearance, Police Clearance, Postal ID, Maritime Industry Authority ID, Voter’s ID, Barangay Certification, Government Service Insurance System e-Card, Social Security System Card, Senior Citizen Card, Overseas Workers Welfare Administration ID, OFW ID, Seaman’s Book, Alien Certification of Registration/Immigrant Certificate of Registration, Government Office and government-owned and controlled corporation ID, e.g., Armed Forces of the Philippines, Home Development Mutual Fund, Certification from the National Council for the Welfare of Disabled Persons, Department of Social Welfare and Development Certification, Integrated Bar of the Philippines ID, company IDs issued by private entities or institutions registered with or supervised or regulated either by the BSP, SEC or the Insurance Commission, or school ID duly signed by the principal or head of the school (for students who are beneficiaries of remittances/fund transfers who are not yet of voting age).

“Indonesian Toll Road Concessions” shall mean the MAN Toll Road Concession, the JAPEX-E Toll Road Concession, JORR-E Toll Road Concession, JTT Toll Road Concession, JLB Toll Road Concession, BSD Toll Road Concession and MMN Toll Road Concession.

“Interest Payment Date” means [2 March 2025], for the first Interest Payment Date [2 March], [2 June], [2 September], and [2 December] of each year for each subsequent Interest Payment Date, or the subsequent Business Day if such date is not a Business Day, during which any of the relevant Bonds are outstanding, until and including the Maturity Date, and in the event that any of such Interest Payment Dates are not Business Days, such Interest Payment Dates shall be deemed to be the immediately succeeding Business Day without any adjustment to the amount due, provided that if the Issue Date is set at a date other than [2 December 2025], then the Interest Payment Dates will be automatically adjusted to the numerically corresponding dates at every quarter following the actual Issue Date. The last Interest Payment Date shall fall on the Maturity Date, or the immediately succeeding Business Day if such date is not a Business Day, without any adjustment to the amount due.

“Issue Date” shall mean [2 December 2025] or the immediately succeeding Business Day if such Issue Date is not a Business Day, or such other date as may be agreed upon between the Issuer and the Joint Lead Underwriters and Joint Bookrunners with advice to the SEC, PDTC, and PDEx.

“IT” shall mean information technology.

“ITAD” shall mean the BIR International Tax Affairs Division.

“ITH” shall mean income tax holiday.

“JAPEX-E” means the Jakarta-Cikampek Elevated.

“JAPEX-E Toll Road Concession” shall mean Jakarta-Cikampek Elevated Toll Road Concession.

“Jasa Marga” means PT Jasa Marga (Persero) Tbk.

“JLB” means PT Jakarta Lingkar Baratsatu.

“JLB Toll Road Concession” shall mean Jakarta Lingkar Baratsatu Toll Road Concession.

“Joint Lead Underwriters and Joint Bookrunners” shall mean BPI Capital, First Metro, BDO Capital, Chinabank Capital, PNB Capital, and Security Bank Capital.

“JORR” means Jakarta Outer Ring Road.

“**JORR-E**” means JORR-Elevated.

“**JORR-E Toll Road Concession**” means JORR-Elevated Toll Concession

“**Jurat**” means a statement by one party of the circumstances in which an affidavit was made.

“**JTT**” means PT Jasamarga Transjawa Tol.

“**JTT Toll Road Concession**” means JTT Toll Road Concession

“**JMEX**” means PT Jakarta Metro Ekspressway.

“**km**” means kilometers.

“**Labor Code**” shall refer to the Labor Code of the Philippines.

“**LCAL**” means Leighton Contractors (Asia) Limited.

“**Lien**” shall mean a mortgage, pledge, security interest, lien, or encumbrance constituted on any of the properties of MPTC for the purpose of securing its obligation or the obligation of its Subsidiaries.

“**LLEX**” shall refer to the Lapu-Lapu Expressway.

“**LLEX Toll Road Concession**” shall mean Lapu-Lapu Expressway Toll Road Concession.

“**LTIs**” shall mean Lost Time Incidents.

“**Majority Bondholders**” shall mean the holders of more than fifty percent (50%) of the principal amount of the Bonds then outstanding.

“**MAN**” means Makassar Airport Network.

“**MAN Toll Road Concession**” shall mean Makassar Airport Network Toll Road Concession.

“**MMN**” means PT Makassar Metro Network.

“**MMN Toll Road Concession**” shall mean Makassar Metro Network Toll Road Concession.

“**MMSS3**” shall mean Metro Manila Skyway Segment 3.

“**MCIT**” shall mean minimum corporate income tax.

“**Material Adverse Effect**” means, in relation to any fact, circumstance, event, or condition, as may reasonably be determined by the Majority Bondholders, a material and adverse effect on the business, assets, condition (financial or otherwise), operations, or prospects of the Issuer resulting in the inability of the Issuer to perform any of its obligations under the Bond Agreements.

“**Maturity Date**” shall mean three (3) years after the Issue Date for the Series A Bonds, five (5) years after the Issue Date for the Series B Bonds, and ten (10) years after the Issue Date for the Series C Bonds; provided that, in the event that the Maturity Date falls on a day that is not a Business Day, the Maturity Date shall be the immediately succeeding Business Day, without adjustment to the amount of interest and principal to be paid.

“**Maynilad**” shall refer to Maynilad Water Services, Inc.

“**Metrobank Trust**” or “**Trustee**” shall refer to Metropolitan Bank & Trust Company – Trust Banking Group.

“**MMSS3**” shall refer to the Metro Manila Skyway Segment 3.

“**MPCALA**” means MPCALA Holdings, Inc.

“**MPIC**” shall refer to Metro Pacific Investments Corporation.

“**MPT Asia**” shall refer Metro Pacific Tollways Asia Corporation Pte. Ltd.

“**MPTDI**” shall refer to Metro Pacific Tollways Digital, Inc.

“**MPT Mobility**” shall refer to MPT Mobility Corporation.

“**MPT North**” shall refer to Metro Pacific Tollways North Inc.

“**MPTC**”, “**Company**” or the “**Issuer**” shall refer to Metro Pacific Tollways Corporation.

“**MPTIS**” shall refer to PT Metro Pacific Tollways Indonesia Services.

“**MPTSC**” shall refer to Metro Pacific Tollways South Corporation.

“**MPTSMC**” shall refer to Metro Pacific Tollways South Management Corporation.

“**MPTVC**” shall refer to Metro Pacific Tollways VizMin Corporation.

“**MPWH**” shall mean the Indonesian Ministry of Public Works and Housing.

“**MUN**” means PT Margautama Nusantara.

“**NAIA**” means the Ninoy Aquino International Airport.

“**NEDA**” means the National Economic and Development Authority.

“**NBEX**” means the Nasugbu-Bauan Expressway.

“**NLEX**” means the North Luzon Expressway.

“**NLEX Connector**” means the NLEX Connector Road.

“**NLEX Connector Toll Road Concession**” shall mean NLEX-SLEX Connector Toll Road Concession.

“**NLEX Toll Road Concession**” shall mean North Luzon Expressway Toll Road Concession.

“**NOA**” means Notice of Award.

“**NTP**” shall refer to the Notice to Proceed.

“**Nusantara**” means PT Nusantara Infrastructure Tbk.

“**Occupational Safety and Health Standards**” shall refer to Republic Act No. 11058.

“**O&M**” shall refer to operation and management.

“**Offer**” shall refer to the proposed offer and issuance of the SEC-registered fixed-rate bonds with a tenor of up to three (3) years, five (5) years, and/or up to ten (10) years in aggregate principal amount of up to Twenty Billion Pesos (₱20,000,000,000.00), consisting of a base offer of up to Fifteen Billion Pesos (₱15,000,000,000.00), with an oversubscription option of up to Five Billion Pesos (₱5,000,000,000.00).

“**Offer Period**” means the period when the Bonds are offered for sale by the Issuer to the public, through the Joint Lead Underwriters and Joint Bookrunners, commencing at 9:00 a.m. on [17 November 2025] and ending at 5:00 p.m. on [21 November 2025], or such earlier or later dates as may be determined by the Issuer and the Joint Lead Underwriters and Joint Bookrunners, subject to the approval of the SEC.

“**OPC**” shall refer to One Person Corporation.

“Operating Cash Flow” means (i) cash dividends received by the Issuer, (ii) interest income received from advances, loans or deposits with financial institutions, and (iii) management fees received, net of operating expenses and Advances to Subsidiaries. For purposes hereof, the term **“Advances to Subsidiaries”** shall mean all advances to subsidiaries, other than advances intended to be capitalized by the Issuer or recognized as deposits for future subscription (or equivalent entries) in the books of the relevant subsidiary, certified as such by the Issuer or the relevant subsidiary;

“Paying Agent” shall mean PDTC, appointed under the Registry and Paying Agency Agreement.

“Payment Account” shall mean the bank account opened and maintained by the Paying Agent for the Bonds, which shall be operated solely and exclusively by the said Paying Agent in accordance with the Registry and Paying Agency Agreement.

“PDEX” shall mean the Philippine Dealing & Exchange Corp., a domestic corporation duly registered with the SEC to operate an exchange and trading market for fixed income securities and a member of the Philippine Dealing System Group of Companies.

“PDEX Rules” shall mean the PDEX Rules for the Fixed Income Securities Market, as amended, and as the same may be revised from time to time, as well as all other related rules, guidelines, and procedures that may be issued by PDEX.

“PDIC” or **“Registrar and Paying Agency”** shall refer to the Philippine Deposit Insurance Corporation.

“PDS” shall refer to the Philippine Dealing System.

“PDTC” shall refer to the Philippine Depository & Trust Corp.

“PERA” shall refer to the Personal Equity Retirement Account established pursuant to PERA Act of 2008.

“Permitted Lien” shall mean any of the following:

- a. Any Lien created for the purpose of paying current Taxes, assessments or other governmental charges which are not delinquent or remain payable without any penalty; or the validity of which is contested in good faith in appropriate proceedings and adequate reserves having been provided for the payment thereof.
- b. Any Lien to secure, in the normal course of the business of MPTC or its Subsidiaries: (i) statutory or regulatory obligations; (ii) surety or appeal bonds; (iii) bonds for release of attachment, stay of execution or injunction; or (iv) performance of bids, tenders, contracts (other than for the repayment of borrowed money) or leases.
- c. Any Lien (i) imposed by law, such as carrier’s, warehousemen’s, mechanics’ liens and other similar liens arising in the ordinary course of business and not material in amount; (ii) arising out of pledge or deposits under the workmen’s compensation laws, unemployment insurance, old age pensions or other social security or retirement benefits or similar legislation; and (iii) arising out of set-off provisions in the normal course of its financing arrangements, provided that, the Bondholders hereunder shall also have to the extent permitted by applicable law, and upon notice to the Issuer, a similar right of set-off.
- d. Any Lien in favor of banks, insurance companies, other financial institutions and Philippine government agencies, departments, authorities, corporations or other juridical entities, which secure a preferential financing obtained by MPTC under a governmental program, and which cover assets of MPTC which have an aggregate appraised value, determined in accordance with PFRS, not exceeding five percent (5%) of total assets as reflected in the latest consolidated annual audited financial statements.
- e. Any Lien existing on the date of the Trust Agreement which is disclosed in writing by MPTC to the Trustee prior to the execution of the Trust Agreement.
- f. Any Lien established in favor of insurance companies and other financial institutions in compliance with the applicable requirements of the Office of the Insurance Commission on admitted assets or the

requirements of the *Bangko Sentral ng Pilipinas* on loans and financial accommodations extended to directors, officers, stockholders and related interest (“**DOSRI**”).

g. Any Lien constituted over the investment of MPTC in any of its Subsidiaries, whether such investment is in the form of shares, deposits or advances, to guarantee or secure the obligations of the said Subsidiaries as long as the aggregate outstanding principal amount of such security does not exceed five percent (5%) of the Issuer’s total assets at any given time; and

h. Liens created with the prior written consent of the Majority Bondholders.

“**Person**” shall mean an individual, corporation, partnership, association, joint stock company, trust, any unincorporated organization, or a government or political subdivision thereof.

“**Pesos**”, “**PHP**”, “**₱**”, and “**Philippine currency**” shall mean the legal currency of the Republic of the Philippines.

“**PFRS**” shall mean the Philippine Financial Reporting Standards.

“**Philippine Constitution**” shall refer to the 1987 Philippine Constitution.

“**Philippines**” or “**ROP**” shall mean the Republic of the Philippines.

“**PhilRatings**” shall refer to Philippine Rating Services Corporation.

“**Philippine Stock Exchange**” or “**PSE**” shall refer to The Philippine Stock Exchange, Inc.

“**Philippine Toll Road Concessions**” shall mean the CCLEX Toll Road Concession, the LLEX Toll Road Concession, the NLEX Toll Road Concession, NLEX Connector Toll Road Concession, SCTEX Toll Road Concession, CAVITEX Toll Road Concession, and CALAX Toll Road Concession.

“**Picazo Law**” shall refer to Picazo Buyco Tan Fider Santos & Dee.

“**PLDT**” shall refer to PLDT Inc.

“**PNB Capital**” shall refer to PNB Capital and Investment Corporation.

“**PNCC**” shall refer to Philippine National Construction Corporation.

“**PPP**” shall mean Public-Private Partnership.

“**PPP Code**” shall refer to the Public-Private Partnership Code of the Philippines or Republic Act No. 11966.

“**PPP Code IRR**” shall refer to the Implementing Rules and Regulations of the Public-Private Partnership Code of the Philippines.

“**PPP Law**” shall refer to the Republic Act No. 6957, as amended by the BOT Law, as further amended by the PPP Code and the PPP Code IRR.

“**Prospectus**” shall refer to this Prospectus dated [●].

“**PSA**” shall refer to the Philippine Statistics Authority.

“**PT BSD**” shall refer to PT Bintaro Serpong Damai.

“**PT JLB**” or “**JLB**” means PT Jakarta Lingkar Baratsatu.

“**PT JJC**” or “**JJC**” means PT Jasamarga Jalanlayang Cikampek.

“**PT JTSE**” means PT Jalan Tol Seksi Empat.

“PT MMN” or “MMN” shall refer to PT Makassar Metro Network.

“PVS” shall mean Philippine Valuation Standards.

“RBEs” shall mean registered business enterprises.

“Redemption Date” shall mean the date when the Bonds (or any series thereof) are redeemed earlier than the relevant Maturity Date in accordance with the terms and conditions of the Bonds; provided that if the relevant Redemption Date falls on a day that is not a Business Day, then the payment of the principal and accrued interest (if any) shall be made by the Issuer on the next Business Day, without adjustment to the amount of principal and interest to be paid. For the avoidance of doubt, the term “Redemption Date” includes the Early Redemption Date.

“Register of Bondholders” means the electronic records of the Registrar bearing the official information on the names and addresses of the Bondholders and the number of Bonds they respectively hold, including all transfers of the Bonds and the names of subsequent transferee Bondholders, as well as any liens or encumbrances thereon, maintained pursuant to and under the Registry and Paying Agency Agreement.

“Registry and Paying Agency Agreement” shall refer to the agreement between the Issuer, and the Registrar and Paying Agent dated [●].

“Required Approvals and Registrations” shall mean means all the written consents, governmental authorizations, licenses, permits, and certifications from Governmental Authorities or otherwise pursuant to Governing Law, whether given or withheld by express action or deemed given or withheld by failure to act within the specified time period.

“Resignation Effective Date” shall refer to the effectivity of the resignation notice sent by the Trustee under the Trust Agreement.

“RFC” shall mean a Request for Confirmation.

“RFID” shall refer to Radio Frequency Identification.

“Right of Way Act” shall refer to Republic Act No. 10752.

“RMC” shall mean Revenue Memorandum Circular issued by the BIR.

“RMC Nos. 77-2021 and 22-2022” shall mean BIR Revenue Memorandum Circular Nos. 77-2021 and 20-2022.

“RMO” shall mean Revenue Memorandum Order issued by the BIR.

“RMO No. 8-2014” shall mean BIR Revenue Memorandum Circular No. 8-2014.

“RMO No. 14-2021” shall mean BIR Revenue Memorandum Circular No. 14-2021.

“Romulo Law” shall refer to Romulo Mabanta Buenaventura Sayoc & de los Angeles.

“RPVARA” shall refer to Republic Act No. 12001 or the Real Property Valuation and Assessment Reform Act.

“RPSL” means PT Rezeki Perkasa Sejahtera Lestari.

“SCIT” shall mean Special Corporate Income Tax.

“SCTEX” means the Subic-Clark-Tarlac Expressway.

“SCTEX Toll Road Concession” shall mean Subic-Clark-Tarlac Expressway Toll Road Concession.

“SCTK” means PT Sarana Catur Tirta Kelola.

“SEC” shall mean Securities and Exchange Commission.

“**Section 1**” shall refer to the España section of the Connector Road Concession Agreement between DPWH and NLEX Corporation,

“**Section 2**” shall refer to the Sta. Mesa section of the Connector Road Concession Agreement between DPWH and NLEX Corporation.

“**Security Bank Capital**” shall refer to Security Bank Capital Investment Corporation.

“**SGV**” or “**Independent Auditor**” shall refer to SyCip Gorres Velayo & Co.

“**Selling Agent**” or “**Selling Agents**” shall mean [●].

“**SMART**” shall refer to SMART Communications, Inc.

“**SMC**” shall refer to San Miguel Corporation.

“**SMRs**” shall mean Self-Monitoring Reports.

“**SMVs**” shall mean Schedule of Market Values.

“**STOA**” shall mean Supplemental Toll Operation Agreement.

“**STT**” shall mean stock transaction tax.

“**Subsidiary**” shall mean, with respect to any person, any corporation, association or other business entity (i) of which more than 50.0% of the voting power of the outstanding voting stock is owned or controlled, directly or indirectly, by such person and one or more other Subsidiaries of such person or (ii) of which 50.0% or less of the voting power of the outstanding voting stock is owned, directly or indirectly, by such person and one or more other Subsidiaries of such person and in each case which is “controlled” and consolidated by such person in accordance with PFRS.

“**Tax**” shall mean any present and future taxes (including documentary stamp tax or gross receipts tax), levies, imposts, duties, filing and other fees or charges imposed by the Republic of the Philippines or any political subdivision or taxing authority thereof.

“**Tax Code**” shall refer to the National Internal Revenue Code of 1997, as amended, and its implementing rules and regulations as may be in effect from time to time.

“**Terms and Conditions**” shall refer to the description of the terms and conditions of the Bonds.

“**TOA**” shall refer to Toll Operations Agreement.

“**Toll Road Concessions**” shall refer to Indonesian Toll Road Concessions and Philippine Toll Road Concessions.

“**Toll Operation Decree**” shall refer to Presidential Decree No. 1112.

“**TRAIN Law**” shall mean Tax Reform for Acceleration and Inclusion Law or Republic Act No. 10963.

“**TRB**” shall mean the Toll Regulatory Board.

“**TRC**” shall mean the Tax Residency Certificate duly issued by the foreign tax authority of the country of residence of the Bondholder or, if the Bondholder is a fiscally transparent entity, the country of residence of each of the Bondholder’s owners or beneficiaries.

“**Trust Agreement**” the agreement dated on or about [●] by and between the Issuer and the Trustees.

“**Trustee**” shall refer to Metropolitan Bank & Trust Company – Trust Banking Group.

“**UITFs**” shall mean unit investment trust fund.

“**TTRA**” shall mean Tax Treaty Relief Application.

“Underwriting Agreement” shall mean the Underwriting Agreement dated [●] between MPTC and the Joint Lead Underwriters and Joint Bookrunners.

“U.S. Dollar” and **“USD”** shall mean the legal currency of the United States of America.

EXECUTIVE SUMMARY

The following summary does not purport to be complete and is taken from and qualified in its entirety by the more detailed information including the Company's financial statements and notes relating thereto that appear elsewhere in this Prospectus. For a discussion of certain matters that should be considered in evaluating any investment in the Bonds, see the section entitled "Risk Factors" on page 64 of this Prospectus. Terms defined elsewhere in this Prospectus shall have the same meanings when used in this summary.

Prospective investors should read this entire Prospectus fully and carefully, including the Company's financial statements and related notes. In case of any inconsistency between this summary and the detailed information in this Prospectus, the latter shall prevail.

COMPANY OVERVIEW

The Group is a leading toll road developer and operator in Southeast Asia. Domestically, it dominates the Philippine toll road market in vehicle volume, revenue, and network length. In Indonesia, the Group is the largest private-sector owner and operator of toll roads, with a diverse portfolio of high-quality expressways across rapidly growing regions of Java and Sulawesi. The Group also holds operating interests in Vietnam. This regional presence strengthens its builder-operator capabilities and supports strategic portfolio diversification.

As of 30 June 2025, the Group operates a total of 1,095 km of operational toll roads, across its portfolio located in the Philippines, Indonesia and Vietnam. Its portfolio of toll roads in the Philippines comprises the North Luzon Expressway ("NLEX"), the Subic-Clark-Tarlac Expressway ("SCTEX"), the Manila-Cavite Toll Expressway ("CAVITEX"), Cavite-Laguna Expressway ("CALAX"), Cebu-Cordova Link Expressway ("CCLEX") and the NLEX Connector Road ("NLEX Connector"). In Indonesia, the Group holds a 100% interest in PT Metro Pacific Tollways Indonesia Services ("MPTIS") which in turn holds an effective 61.57% interest in PT Margautama Nusantara ("MUN"). MPTIS and MUN own a portfolio of 679 km of operational toll roads in the greater Jakarta area and Makassar (the capital of South Sulawesi Province). As of 30 June 2025, the Group had over 2.4 million ADVE comprising 722,000 ADVE in the Philippines and 1.7 million ADVE in Indonesia.

The Group, through various concession rights, operates major toll roads in the Philippines and Indonesia, as follows:

Philippines

Asset name	Length (km)	MPTC Stake	2024 ADVE (in thousands)	Description
NLEX	106.0	77.7% ^(a)	351	Connects Metro Manila to Central and Northern Luzon
SCTEX	93.5	77.7% ^(a)	79	Connects the Subic Bay Freeport Zone in Zambales, the Clark Freeport Zone in Pampanga, and the Central Technopark in Tarlac
NLEX Connector	8.0	77.7% ^(a)	19	Connects NLEX and SLEX (via MM Skyway Stage
CAVITEX	19.2	100.0%	196	Connects Metro Manila to Cavite Province that leads to Southern Luzon
CALAX	19.3	100.0%	43	Connects CAVITEX and SLEX (via Mamlasan Rotunda)
CCLEX	8.9	100.0%	15	Connects Cebu mainland (in Cebu City) and Mactan Island (in Cordova)

(a) MPTC stake effective as at 31 December 2024 and increased to 83.8% in March 2025.

Indonesia

Asset name	Length (km)	MPTC Stake	2024 ADVE (in thousands)	Description
JAPEX-E	36.4	24.5%	449	Part of Trans-Java Expressway linking Jakarta to West/Central Java
JLB	9.7	21.4%	558	Main route from West/South Jakarta to North Jakarta via JORR-1
BSD	7.3	54.5%	124	Connects Pondok Aren and Serpong with direct access to JORR-1/2
MMN	10.3	61.0%	55	Connects Soekarno-Hatta Port to Central/West Makassar
MAN	14.8	60.7%	39	Strategic pathway between major transport hubs of Makassar
JTT	639.3	22.9%*	417	Main sections of Trans-Java Expressway connecting the capital cities of main provinces in Java

*Effective interest in JTT includes direct interest by MPTIS and MUN of 20.3% and 4.235%, respectively.

STRENGTHS

1. Among the leading private toll road platforms in Southeast Asia with presence in the most attractive markets in the region
2. High quality portfolio of toll road infrastructure assets strategically located in key economic areas
3. Transparent and supportive regulatory frameworks, contractual tariff adjustments and long remaining concession terms underpin high visibility of cash flows
4. Strong financial performance supported by robust traffic growth and post-COVID economic recovery
5. Large operational portfolio providing steady cashflows, and a strong under construction pipeline supported by both organic and inorganic growth
6. Experienced and reputable leadership team backed by MPIC, a leading regional infrastructure group

BUSINESS STRATEGIES

In pursuing this customer-centric strategy, the key strategic goals are as follows:

1. **Elevate toll road business excellence.** The Group is committed to continuously improving the quality, safety, and efficiency of its expressways. This entails investing in digital solutions enhancing toll collection efficiency, ensuring high standards of road safety, and maintaining the reliability and durability of its assets. By sustaining operational excellence, the Group strengthens customer trust.
2. **Future proof the business.** The Group embraces innovation and sustainability to ensure long-term resilience. This means investing in emerging technologies that may potentially enhance operational efficiencies, while embedding environmental, social, and governance (ESG) principles across its operations. By anticipating industry shifts, regulatory changes, and customer expectations, the Group positions itself to thrive in a rapidly evolving mobility landscape.
3. **Customer centricity.** Customer-centricity is the Group's operating standard and the foundation of its strategy, by focusing on four key pillars: (1) Elevating customer experience across all channels through 24/7 customer care, roadside assistance, and community engagement; (2) Driving digital accessibility and innovation via RFID and cashless tolling and exploration of interoperable systems with ALPR technology; (3) Embedding service excellence in operations with rigorous safety standards, real-time traffic management,

and continuous staff training; and (4) Monitoring, measuring, and improving continuously through Voice of Customer programs, standardized service metrics, and data-driven insights.

RISKS OF INVESTING

Before making an investment decision, prospective investors should carefully consider the risks associated with an investment in the Bonds. These risks include those relating to: (i) the Company; (ii) the Philippines; (iii) the Bonds; and (iv) the statements in this Prospectus.

Please refer to the section of this Prospectus entitled “*Risk Factors*”, which, while not intended to be an exhaustive enumeration of all risks, must be considered in connection with the purchase of the Bonds.

RISKS RELATING TO THE GROUP’S BUSINESS

1. The Group is dependent on various toll road concessions and other key contracts to conduct its business.
2. The Group’s toll revenues are affected by applicable toll rates and ability by the Group to implement toll rate increases.
3. A decline in toll revenues would materially and adversely affect the Group’s business prospects, financial condition and results of operations.
4. The Group’s information technology systems and toll fee collection systems, including the operation of its RFID-based electronic tags and magnetic cards, are vulnerable to leakages, technical problems and other toll collection deficiency issues.
5. Competing roads and alternative routes may negatively affect the traffic volume on the Group’s network of toll roads.
6. Inadequate financing sources may prohibit the Group from completing its projects and delivering returns.
7. Delays in land acquisition and rights of way may adversely affect project timelines and financial performance of the Group.
8. Delays in the Group’s projects which are under construction or development defers the Group’s ability to recover capital investments.
9. The Group is dependent on the timely completion of projects by its contractors.
10. The cost of implementing new technologies and refurbishing existing equipment could materially and adversely affect the Group’s business, financial condition and results of operations.
11. Severe weather conditions and natural calamities may weaken and damage the Group’s toll road systems, leading the Group to incur additional costs for repairs, and may impact the toll road operations of the Group.
12. Structural challenges of toll roads may impact the toll road operations of the Group.
13. There is no assurance that Group will continue to win awards for construction or expansion of new or existing toll roads.
14. The Group may not be able to obtain financing on favorable terms or at all.
15. The Issuer has also invested in foreign subsidiaries and associates which are subject to different political, economic and social conditions.
16. The Issuer’s strategic acquisitions may be unable to realize the anticipated benefits of such acquisitions, and its growth strategy may not be achieved.
17. The Group enters into transactions with related parties.
18. The Group operates in regulated environments and the performance of its obligations under the Concession Agreements may be affected by the development and application of regulations in the Philippines and Indonesia.
19. The Issuer is a holding company and primarily depends on dividends and distributions from its subsidiaries and joint ventures.
20. The Group’s insurance coverage may not be sufficient to fully cover the risks related to its operations and losses.
21. The Group’s success depends on the Group’s ability to attract and retain qualified personnel and to maintain satisfactory labor relations.

RISKS RELATING TO THE PHILIPPINES

1. Any economic slowdown or deterioration in economic conditions in the Philippines may adversely affect the Group’s business and operations in the Philippines.
2. Volatility in the value of the Philippine Peso against the U.S. dollar and other currencies as well as in the global financial and capital markets could adversely affect the Group’s business.

3. Political instability may have a negative effect on the general economic conditions in the Philippines which could have a material adverse impact on the business, financial position or results of operations of the Issuer and its Subsidiaries.
4. Acts of terrorism and violent crimes could destabilize the country and could have a material adverse effect on the Group's business, financial position and results of operations.
5. Natural or other catastrophes, including severe weather conditions, may adversely affect the Group's business and result in losses not covered by the Group's insurance.
6. Public health epidemics, outbreaks of diseases could have a material adverse effect on the Group's business, prospects, results of operations, cash flows and financial condition.
7. Territorial disputes with China and a number of Southeast Asian countries may disrupt the Philippine economy and business environment.
8. Developments outside of the Philippines, including U.S. policies related to global trade and tariffs could adversely affect the Group's business, financial condition and results of operations.
9. Management of risks related to the Philippines.

RISKS RELATING TO THE BONDS

1. Suitability Risk
2. Liquidity Risk
3. Pricing Risk
4. Reinvestment Risk
5. Credit Rating and Label Retention Risk
6. Bonds have no Preference under Article 2244(14) of the Civil Code
7. The Issuer may be unable to redeem the Bonds
8. Lack of guarantee that the Bonds will be listed on the PDEx
9. Taxation of the Bonds are subject to change.

RISKS RELATING TO STATEMENTS IN THIS PROSPECTUS

1. This Prospectus contains certain statistical and industry information.
2. There may be possible deviations in the Use of Proceeds.
3. Certain information contained herein is derived from unofficial publications.

SUMMARY OF FINANCIAL AND OPERATION INFORMATION

The tables below summarize the financial information as of 30 June 2025 and for the six-month periods ended 30 June 2025 and 30 June 2024, and as of and for the years ended 31 December 2024, 2023, and 2022, as derived from the Issuer's audited interim consolidated financial statements as of 30 June 2025 and 31 December 2024 and for the six-month periods ended 30 June 2025 and 30 June 2024, and audited consolidated financial statements as of and for the years ended 31 December 2024, 2023, and 2022, prepared in accordance with the Philippine Financial Reporting Standards. The Issuer's consolidated financial statements are audited by SGV & Co., a member firm of Ernst & Young Global Limited. This section should be read in conjunction with the independent auditors' reports and the Issuer's audited consolidated financial statements, including the notes thereto, and the "Management Discussion and Analysis" section in the Prospectus.

The Issuer's summary financial information below is not, in any way, indicative of the results of future operations. Please note that figures may not sum up due to rounding off.

Consolidated Statements of Income

Audited Figures (in ₱ Millions)	For the Six-Month Periods Ended 30 June		For the Years Ended 31 December		
	2025	2024	2024	2023	2022
Operating revenues					
Toll fees	18,120	15,368	31,582	27,212	22,852
Sales of electronic tags and magnetic cards	-	-	-	13	2
	18,120	15,368	31,582	27,225	22,854
Non-toll revenues	942	813	1,793	1,742	1,376
Total revenues	19,062	16,181	33,375	28,967	24,230
Cost of services	(6,741)	(5,789)	(11,309)	(10,215)	(8,489)
Gross profit	12,321	10,392	22,066	18,752	15,741
Construction revenue	5,547	7,242	12,232	16,001	17,157
Construction costs	(5,547)	(7,242)	(12,232)	(16,001)	(17,157)
General and administrative expenses	(1,781)	(2,379)	(4,640)	(3,422)	(3,496)
	10,540	8,013	17,426	15,330	12,245
Other income (expenses)					
Interest and other finance costs	(5,143)	(3,011)	(7,252)	(6,116)	(3,943)
Equity in net earnings (losses) of associates and joint venture	1,001	48	995	(164)	413
Interest income	328	338	781	509	400
Foreign exchange (loss) gain - net	(15)	(7)	34	(14)	9
Other income	54	816	1,062	470	189
	(3,775)	(1,816)	(4,380)	(5,315)	(2,932)
Income before income tax	6,765	6,197	13,046	10,015	9,313
Provision for (benefit from) income tax					
Current	1,855	1,596	3,293	2,734	2,194
Deferred	(19)	(88)	(60)	(35)	(7)
	1,836	1,508	3,233	2,699	2,187
Net income	4,929	4,689	9,813	7,316	7,126

Consolidated Statements of Financial Position

(in ₹ Millions)	As of 30 June 2025	As of 31 December		
		2024	2023	2022
ASSETS				
Current Assets				
Cash and cash equivalents	15,101	9,530	15,301	11,190
Restricted cash	2,433	3,349	15,537	2,302
Receivables	6,174	3,603	3,235	2,711
Financial assets at fair value through profit or loss (FVTPL)	1,518	2,152	1,742	8,827
Financial assets at fair value through other comprehensive income (FVOCI)	145	156	99	107
Due from related parties	164	618	70	470
Other current assets	8,786	7,234	8,295	6,079
Total Current Assets	34,321	26,642	44,279	31,686
Noncurrent Assets				
Service concession assets	208,443	199,003	185,180	165,696
Investments in associates and joint venture	60,551	63,645	23,782	23,736
Goodwill and other intangible assets	10,168	10,239	10,154	9,792
Property and equipment	3,362	3,388	3,333	3,225
Financial assets at FVOCI	2,242	2,242	1,816	1,963
Advances to contractors, consultants and suppliers	902	1,099	1,909	2,917
Investment properties	865	842	832	796
Deferred tax assets - net	190	156	126	29
Other noncurrent assets	2,909	3,264	3,150	3,317
Total Noncurrent Assets	289,632	283,878	230,282	211,471
Total Assets	323,953	310,520	274,561	243,157
LIABILITIES AND EQUITY				
Current Liabilities				
Accounts payable and other current liabilities	16,952	16,711	17,704	13,838
Income tax payable	884	801	686	577
Short-term loans	44,994	33,797	3,530	530
Current portion of:				
Long-term debt	15,032	13,367	25,212	9,865
Service concession fees payable	4,415	-	-	-
Provisions	925	640	1,294	1,447
Due to related parties	47	70	8	7
Consumer financing liabilities	5	6	15	4
Total Current Liabilities	83,254	65,392	48,449	26,268
Noncurrent Liabilities				
Noncurrent portion of:				
Long-term debt	147,841	143,588	123,537	127,621
Service concession fees payable	16,884	17,892	17,750	18,035
Provisions	1,463	1,247	762	421
Due to related parties	519	519	565	570
Consumer financing liabilities	2	7	3	4
Deferred tax liabilities - net	3,157	3,404	3,314	3,021
Accrued retirement costs	634	633	474	451
Long-term incentive plan payable	-	-	125	148
Other noncurrent liabilities	175	112	185	724
Total Noncurrent Liabilities	170,675	167,402	146,715	150,995
Total Liabilities	253,929	232,794	195,164	177,263

(Forward)

<i>(in ₪ Millions)</i>	As of 30 June 2025	2024	As of 31 December 2023	2022
Equity				
Capital stock	6,779	6,779	6,779	8,783
Additional paid-in capital	32,730	32,730	32,730	43,778
Deposits for future stock subscription	1	1	1	1
Equity adjustment on reverse acquisition	(581)	(581)	(581)	(581)
Retained earnings	25,612	23,101	20,524	19,052
Treasury shares	(137)	(137)	(137)	(13,746)
Other comprehensive income reserve	(1,560)	673	51	812
Other reserves	(5,072)	133	2,564	(2,733)
Total equity attributable to equity holders of the Parent	57,772	62,699	61,931	55,366
Non-controlling interests	12,252	15,027	17,466	10,528
Total Equity	70,024	77,726	79,397	65,894
Total Liabilities and Equity	323,953	310,520	274,561	243,157

Consolidated Statements of Cash Flows

<i>(Amounts in ₪ Millions)</i>	For the Six-Month Periods Ended 30 June		For the Years Ended 31 December		
	2025	2024	2024	2023	2022
Net cash flows from operating activities	8,238	7,974	15,488	18,960	11,948
Net cash flows (used in) from investing activities	(5,829)	3,632	(37,895)	(27,132)	(38,027)
Net cash flows from (used in) financing activities	2,051	(16,635)	15,864	11,950	24,779
Net increase (decrease) in cash and cash equivalents	4,460	(5,029)	(6,543)	3,778	(1,300)
Effect of exchange rate changes on cash and cash equivalents	1,111	(1,516)	772	333	10
Cash and cash equivalents at beginning of the period/year	9,530	15,301	15,301	11,190	12,480
Cash and cash equivalents at end of the period/year	15,101	8,756	9,530	15,301	11,190

OVERVIEW OF THE OFFER

The following summary of the Offer may not be taken as complete and is taken from, and is qualified in its entirety by, the remainder of this Prospectus. A specific time of day refers to Philippine Standard Time.

On 1 September 2025, the Board of Directors authorized the offer and sale of the Bonds amounting to an aggregate of up to ₱20,000,000,000, consisting of a base offer of up to ₱15,000,000,000.00, and an oversubscription option of up to ₱5,000,000,000.00.

Issuer	Metro Pacific Tollways Corporation
Issue	SEC-registered fixed-rate, Philippine Peso-denominated Bonds (the “ Bonds ”) constituting the direct, unconditional, unsecured and unsubordinated obligations of the Issuer
Base Offer	Up to ₱15,000,000,000.00
Oversubscription Option	In the event of oversubscription, the Joint Lead Underwriters and Joint Bookrunners, in consultation with the Issuer, may increase the Base Offer by up to ₱5,000,000,000.00.
The Offer	The offer is comprised of the Base Offer and an Oversubscription Option, as follows: • Series A Bonds: ₱[●] • Series B Bonds: ₱[●] • Series C Bonds: ₱[●]
Bond Rating	The Bonds have been rated PRS Aaa with a Stable Outlook by Philippine Rating Services Corporation (“PhilRatings”) on 26 September 2025. The rating is subject to regular annual reviews, or as the market dictates, while the Bonds are outstanding. A rating is not a recommendation to buy, sell or hold securities and may be subject to revision, suspension or withdrawal at any time by the assigning rating organization.
Use of Proceeds	Net proceeds of the Offer shall be used by the Company to partially fund financing of equity/advances for the Manila Cavite Expressway (CAVITEX), Cavite Laguna Expressway (CALAX), and Lapu Lapu Expressway (LLEX), refinancing of existing bridge facility used to fund new investments, and fund other general corporate purposes. For a detailed discussion on the Use of Proceeds please refer to the section on “ <i>Use of Proceeds</i> ”.
Offer Period	The Offer shall commence on [17 November 2025] and end at 5:00 p.m. of [21 November 2025], or such earlier or later date as may be mutually agreed between the Issuer and the Joint Lead Underwriters and Joint Bookrunners.
Issue Date	[2 December] 2025, or such other date as may be mutually agreed between the Issuer and the Joint Lead Underwriters and Joint Bookrunners, with advice to the SEC, PDTC, and PDEX.
Tenor	The Bonds will be issued in up to three (3) Series, at the discretion of the Issuer: • Series A Bonds: 3 years • Series B Bonds: 5 years

	• Series C Bonds: 10 years The Issuer has the discretion to adjust and reallocate the Offer between the Series A, Series B, and Series C Bonds based on the bookbuilding process.
Maturity Date	Series A Bonds: Three (3) years from the Issue Date; provided that, in the event that a Maturity Date falls on a day that is not a Business Day, the principal repayment shall be made by the Issuer on the immediately succeeding Business Day, without adjustment to the amount of interest to be paid. Series B Bonds: Five (5) years from the Issue Date; provided that, in the event that a Maturity Date falls on a day that is not a Business Day, the principal repayment shall be made by the Issuer on the immediately succeeding Business Day, without adjustment to the amount of interest to be paid. Series C Bonds: Ten (10) years from the Issue Date; provided that, in the event that a Maturity Date falls on a day that is not a Business Day, the principal repayment shall be made by the Issuer on the immediately succeeding Business Day, without adjustment to the amount of interest to be paid.
Interest Rate	• Series A Bonds: [●]% per annum • Series B Bonds: [●]% per annum • Series C Bonds: [●]% per annum
Form and Denomination	The Bonds shall be issued in minimum denominations of ₱[50,000.00] each, and in multiples of ₱[10,000.00] thereafter. It will then be traded in denominations of ₱[10,000.00] in the secondary market.
Interest Payment Dates and Interest Payment Computation	Interest on the Bonds will be calculated on a 30/360-day count basis. Interest will be paid quarterly in arrear commencing on [●], for the first Interest Payment Date, and [2 March], [2 June], [2 September], and [2 December], of each year for each subsequent Interest Payment Date while the Bonds are outstanding. If the Interest Payment Date is not a Business Day, interest will be paid on the succeeding Business Day. If the Issue Date is set at a date other than [2 December 2025], then the Interest Payment Dates will be automatically adjusted to the numerically corresponding dates at every three (3) months following the actual Issue Date (or if there is no day so numerically corresponding, such date shall pertain to the last day of such calendar month). The last Interest Payment Date shall fall on the relevant Maturity Date.
Early Redemption Option	The Issuer shall have the right, but not the obligation, to redeem in whole (and not in part), each Series of the outstanding Bonds (the “Early Redemption Option”), on any of the Interest Payment Dates specified below (any such date, the “Early Redemption Date”) or the immediately succeeding Business Day if such date is not a Business Day, without any adjustment in the amount of interest as originally computed. The amount payable to the Bondholders in respect of the Early Redemption Option exercise (the “Early Redemption Price”) shall be calculated based on the principal amount of the relevant Series of Bonds being redeemed as the aggregate of the: (i) accrued interest computed from the last Interest Payment Date up to the relevant Early Redemption Date; and (ii) the product

	of the principal amount and the applicable Early Redemption Price in accordance with the following schedule: <table> <tr> <th colspan="2">Series A</th></tr> <tr> <th>Early Redemption Dates</th><th>Early Redemption Price</th></tr> <tr> <td>2nd anniversary of the Issue Date until prior to the 3rd anniversary of the Issue Date</td><td>100.50%</td></tr> </table> <table> <tr> <th colspan="2">Series B</th></tr> <tr> <th>Early Redemption Dates</th><th>Early Redemption Price</th></tr> <tr> <td>3rd anniversary of the Issue Date until prior to the 4th anniversary of the Issue Date</td><td>101.00%</td></tr> <tr> <td>4th anniversary of the Issue Date until prior to the 5th anniversary of the Issue Date</td><td>100.50%</td></tr> </table> <table> <tr> <th colspan="2">Series C</th></tr> <tr> <th>Early Redemption Dates</th><th>Early Redemption Price</th></tr> <tr> <td>7th anniversary of the Issue Date until prior to the 8th anniversary of the Issue Date</td><td>102.00%</td></tr> <tr> <td>8th anniversary of the Issue Date until prior to the 9th anniversary of the Issue Date</td><td>101.50%</td></tr> <tr> <td>9th anniversary of the Issue Date until prior to the 10th anniversary of the Issue Date</td><td>101.00%</td></tr> </table>	Series A		Early Redemption Dates	Early Redemption Price	2 nd anniversary of the Issue Date until prior to the 3 rd anniversary of the Issue Date	100.50%	Series B		Early Redemption Dates	Early Redemption Price	3 rd anniversary of the Issue Date until prior to the 4 th anniversary of the Issue Date	101.00%	4 th anniversary of the Issue Date until prior to the 5 th anniversary of the Issue Date	100.50%	Series C		Early Redemption Dates	Early Redemption Price	7 th anniversary of the Issue Date until prior to the 8 th anniversary of the Issue Date	102.00%	8 th anniversary of the Issue Date until prior to the 9 th anniversary of the Issue Date	101.50%	9 th anniversary of the Issue Date until prior to the 10 th anniversary of the Issue Date	101.00%
Series A																									
Early Redemption Dates	Early Redemption Price																								
2 nd anniversary of the Issue Date until prior to the 3 rd anniversary of the Issue Date	100.50%																								
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8 th anniversary of the Issue Date until prior to the 9 th anniversary of the Issue Date	101.50%																								
9 th anniversary of the Issue Date until prior to the 10 th anniversary of the Issue Date	101.00%																								
Status of the Bonds	The payment obligations of the Issuer under the Bonds shall constitute direct, unconditional, unsubordinated and unsecured obligations of the Issuer, and shall at all times rank <i>pari passu</i> and ratably without preference or priority among themselves, and shall at all times rank at least <i>pari passu</i> in priority of payment and in all respects with all other unsubordinated and unsecured obligations of the Issuer, except for obligations mandatorily preferred by Philippine law other than the preference under Article 2244(14)(a) of the Civil Code of the Philippines.																								
Default Penalty	If the Issuer fails to pay any amount payable by it hereunder when due (whether at the stated maturity, by acceleration or otherwise), the Issuer shall pay interest on such past due and unpaid amount from and including the due date up to and excluding the date of payment in full (both before as well as after judgment), at the default rate of two percent (2%) per annum above the applicable Interest Rate.																								
Covenants	Issuance of the Bonds shall be subject to standard covenants such as, but not limited to, cross-default provisions and adherence to certain financial ratios. MPTC shall adhere to the following covenants: • Maximum Consolidated Net Debt-to-Equity ratio of [2.33]x • Minimum Consolidated Debt Service Coverage Ratio of at least [1.15]x Debt-to-Equity ratio is computed as, in respect of any period, (a) the Company's total Debt, divided by its (b) total stockholder's equity as reflected in the Company's most recent available interim or annual financial statements, as applicable. Debt Service Coverage Ratio means, in respect of any period, (a) Cash Available for Debt Service, divided by (b) Debt Service.																								
Purchase and Cancellation	The Issuer may purchase the Bonds at any time in the open market or by tender or by contract at market price, in accordance with PDEx Rules, as may be amended from time to time, without any obligation to make pro rata																								

	purchase from all Bondholders, and the Bondholders shall not be obliged to sell. Any Bonds so purchased shall be redeemed and cancelled and may not be re-issued. Upon listing of the Bonds on PDEX, the Issuer shall disclose such transactions in accordance with the applicable PDEX Rules.
Transfer of Ownership	Trading of the Bonds shall be coursed through a PDEX Trading Participant, subject to the applicable PDEX Rules and conventions. Upon any assignment of the Bonds, title shall pass by recording the transfer from the transferor to the transferee in the electronic Register of Bondholders to be maintained by the Registrar.
Final Redemption	Unless otherwise earlier redeemed or cancelled, the Bonds will be redeemed at par or 100% face value on the relevant Maturity Date. However, if the Maturity Date is not a Business Day, payment of all amounts due on such date will be made by the Issuer through the Paying Agent, without adjustment in computation as to the amount of interest payable and principal amount, on the succeeding Business Day.
Redemption for Taxation Reasons	If payments under the Bonds become subject to additional or increased taxes other than the taxes and rates of the same prevailing on the relevant Issue Date due to amendments in law, rule or regulation, or in the interpretation thereof, and the additional or increased rate of such tax cannot be avoided by use of reasonable measures available to the Issuer, the Issuer may redeem the Bonds in whole, but not in part, (having given not more than sixty (60) nor less than thirty (30) days' prior written notice to the Trustee and the Registrar and Paying Agent) at par or 100% face value plus accrued interest thereon computed up to the date when the Bonds shall be redeemed earlier than the Maturity Date, subject to the requirements of applicable law. Upon receipt by the Trustee of a redemption notice from the Issuer, the Trustee shall secure from the Registrar an updated list of Bondholders as of the Record Date indicated in the notice and the Trustee shall transmit the same notice to all registered Bondholders of the intended redemption.
Redemption Due to Change in Law or Circumstance	The following events shall be considered as changes in law or circumstances as it refers to the obligations of the Issuer and to the rights and interests of the Bondholders under the Trust Agreement and the Bonds: - Any government and/or non-government consent, license, authorization, registration or approval now or hereafter necessary to enable the Issuer to comply with its obligations under the Trust Agreement or the Bonds shall be modified in a manner which, in the reasonable opinion of the Trustee, shall materially and adversely affect the ability of the Issuer to comply with such obligations, or shall be withdrawn or withheld. - Any provision of the Trust Agreement or any of the related documents is or shall become, for any reason, invalid, illegal or unenforceable to the extent that it shall become, for any reason, unlawful for the Issuer to give effect to its rights or obligations hereunder, or to enforce any provisions of the Trust Agreement or any of the related documents in whole or in part, or any law shall be introduced to prevent or restrain the performance by the parties hereto of their obligations under the Trust Agreement or any other related documents. - Any concessions, permits, rights, franchise or privileges required for the conduct of the business and operations of the Issuer shall be revoked, cancelled or otherwise terminated, or the free and continued

	use and exercise thereof shall be curtailed or prevented, in such manner as to constitute a Material Adverse Effect. d. The Republic of the Philippines or any of its competent authorities takes any action to suspend the whole or a substantial portion of the operations of the Issuer and to condemn, seize, nationalize or appropriate (either with or without compensation) the Issuer or any material portion of its properties or assets, unless such act, deed or proceedings are contested in good faith by the Issuer or the same does not constitute a Material Adverse Effect. The Issuer shall provide the Trustee an opinion of legal counsel confirming the occurrence of the relevant event and its consequences as consistent herewith, such legal counsel being from an internationally recognized Philippine law firm reasonably acceptable to the Trustee. Thereupon, the Trustee, upon notice to the Issuer, shall declare the principal of the Bonds, including all accrued interest and other chargers thereon, if any, to be immediately due and payable, and upon such declaration, the same shall be immediately due and payable without any prepayment penalty, notwithstanding anything in the Trust Agreement or in the Bonds to the contrary. The Trustee shall secure from the Registrar an updated list of Bondholders as of the Record Date indicated in the notice, and the Trustee shall transmit the same notice to all registered Bondholders.
Sinking Fund	MPTC has not established, and currently does not intend to establish, a sinking fund for the redemption of the Bonds.
Acknowledgement of Risk	Bondholders understand and acknowledge that investment in the Bonds are not covered by the Philippine Deposit Insurance Corporation (“ PDIC ”). Any loss or depreciation in the value of the assets of the Bondholders due to the investment or reinvestment in the Bonds and the regular conduct of the Trustee’s business shall be shouldered by the Bondholder. For more information, please see “ <i>Risk Factors</i> ” section in page 64.
Governing Law	Laws of the Republic of the Philippines
Joint Issue Managers	BPI Capital Corporation First Metro Investment Corporation
Joint Lead Underwriters and Joint Bookrunners	BPI Capital Corporation First Metro Investment Corporation BDO Capital & Investment Corporation China Bank Capital Corporation PNB Capital and Investment Corporation Security Bank Capital Investment Corporation
Trustee	Metropolitan Bank & Trust Company – Trust Banking Group
Counsel to the Issuer	Picazo Buyco Tan Fider Santos & Dee
Counsel to the Joint Lead Underwriters and Joint Bookrunners	Romulo Mabanta Buenaventura Sayoc & de los Angeles
Registry and Paying Agent	Philippine Depository & Trust Corp.

Listing	The Issuer intends to list the Bonds in PDEx on Issue Date.

DESCRIPTION OF THE BONDS

The following discussion does not purport to be a complete listing of all the rights, obligations, or privileges of the Bonds and is qualified in its entirety by reference to the agreements relating to the Bonds, copies of which are available for inspection at the offices of the Trustee. The terms and conditions set out in this section will, subject to amendment, be set out in the Trust Indenture between the Issuer and the Trustee. Some rights, obligations, or privileges may be further limited or restricted by other documents. Prospective investors are enjoined to carefully review the Articles of Incorporation, By-Laws and resolutions of the Board of Directors and stockholders of the Issuer, the information contained in this Prospectus, the Trust Agreement, the Underwriting Agreement, the Registry and Paying Agency Agreement and other agreements relevant to the Offer and to perform their own independent investigation and analysis of the Issuer and the Bonds. Prospective Bondholders must make their own appraisal of the Issuer and the Offer, and must make their own independent verification of the information contained herein and the other aforementioned documents and any other investigation they may deem appropriate for the purpose of determining whether to participate in each Offer. They must not rely solely on any statement or on the significance, adequacy or accuracy of any information contained herein. The information and data contained herein are not a substitute for the prospective investor's independent evaluation and analysis. Prospective Bondholders are likewise encouraged to consult their legal counsels and accountants in order to be better advised of the circumstances surrounding the Bonds.

1) Form, Denomination and Title

a) Form and Denomination

The Bonds are in scripless form, and shall be issued, in denominations of Fifty Thousand Pesos (₱50,000.00) each, as a minimum, and in multiples of Ten Thousand Pesos (₱10,000.00) thereafter and traded in denominations of Ten Thousand Pesos (₱10,000.00) in the secondary market.

b) Title

The beneficial interest to the Bonds shall be shown on and recorded in the Register of Bondholders maintained by the Registrar. A notice confirming the principal amount of the Bonds purchased by each applicant in the Offer shall be issued by the Registrar to all Bondholders following the Issue Date. Upon any assignment, title to the Bonds shall pass by recording the transfer from a transferor to the transferee in the Register of Bondholders maintained by the Registrar. Settlement in respect of such transfer or change of title to the Bonds, including the settlement of any cost arising from such transfers, including, but not limited to, documentary stamps taxes, if any, arising from subsequent transfers, shall be for the account of the relevant Bondholder.

c) Bond Rating

The Bonds have been rated PRS Aaa with Stable Outlook by PhilRatings on 26 September 2025. The assigned credit rating takes into account the following key considerations: (i) MPTC as a well-managed tollway operator with a growing regional footprint and project pipeline; (ii) its sustained growth, backed by strong demand; (iii) the Company's robust and steadily increasing earnings; (iv) its healthy cash flows, backed by consistently positive operating cash; and (v) the anticipated easing of its leverage level, reversing the uptrend in previous years. PhilRatings' ratings are based on available information and projections at the time that the rating process was ongoing. PhilRatings shall continuously monitor developments relating to MPTC and may change the rating at any time, should circumstances warrant a change. The rating is subject to annual reviews, or more frequently as market developments may dictate, for as long as the Bonds are outstanding. After Issue Date, the Trustee shall likewise monitor compliance by the Issuer with certain covenants in relation to the Bonds through regular annual reviews.

2) Transfer of Bonds

a) Register of Bondholders

MPTC shall cause the Register of Bondholders to be kept by the Registrar, in electronic form. The names and addresses of the Bondholders and the particulars of the Bonds held by them and all transfers of the Bonds shall be entered in the Register of Bondholders.

As required by BSP Circular No. 428-04, the Registrar shall send each Bondholder a written statement of registry holdings at least quarterly (at the cost of the Issuer), and a written advice confirming every receipt or transfer of the Bonds that is effected in the Registrar's system (at the cost of the relevant Bondholder). Such statement of registry holdings shall serve as the confirmation of ownership of the relevant Bondholder as of the date thereof. Save in the case of manifest error or fraud, the foregoing written statement of registry holdings shall be final and binding on the Bondholder. The Bondholder shall examine such statement and promptly (and in no case more than thirty (30) days from receipt thereof) notify the Registrar in writing of any error and they shall together resolve to correct such error promptly (and in no case more than five (5) Business Days from receipt of the notice by the Registrar), failing which such transaction advice, statement or report shall be conclusive against the Bondholder. Any and/or all requests of Bondholders for certifications, reports or other documents from the Registrar, except as provided herein, shall be for the account of the requesting Bondholder. No transfer of the Bonds may be made during the period of two (2) Business Days preceding the Interest Payment Date or the Maturity Date.

b) Transfers; Tax Status

Settlement in respect of transfers or change of title to the Bonds, including the settlement of any documentary stamps taxes, if any, arising from subsequent transfers, shall be for the account of the relevant Bondholder or the transferee, as applicable.

Subject to the compliance with all procedures and provisions set forth in the Registry and Paying Agency Agreement and as the same may be amended by the Registrar with notice to the Issuer, the relevant rules, conventions and guidelines of PDEX and PDTC, as well as payment by the relevant Bondholder of the proper fees, if any, to PDEX and/or the Registrar, Bondholders may transfer their Bonds at any time, regardless of tax status of the transferor vis-à-vis the transferee except for: (i) transfers across Tax Categories except on Interest Payment Dates that fall on a Business Day, provided, however, that transfers from a Tax-Exempt Category to a Taxable Tax Category on a non-Interest Payment Date shall be allowed using the applicable tax-withheld series name on PDEX, ensuring the computations are based on the final withholding tax rate of the taxable party to the trade; provided further that should this transaction occur, the tax-exempt entity shall be treated as being of the same Tax Category as its taxable counterpart for the interest period within which such transfer occurred; (ii) transfers by Bondholders with deficient documents; and (iii) transfers during a Closed Period. For purposes hereof, "Tax Categories" refer to the three (3) final withholding tax categories covering, particularly, tax-exempt entities, 20% tax- withheld entities, and 25% tax-withheld entities; "Closed Period" means the periods during which the Registrar shall not register any transfer or assignment of the Bonds, specifically: (a) during the period of two (2) Business Days preceding the Interest Payment Date or the Maturity Date, as the case may be; or (b) the period after the Bonds have been called for redemption or pre-termination. Transfers taking place in the Register of Bondholders after the Bonds are listed on PDEX shall be allowed between taxable and tax-exempt entities without restriction and observing the tax exemption of tax-exempt entities, if and/or when so allowed under and in accordance with the relevant rules, conventions and guideline of PDEX and PDTC. A Bondholder claiming tax-exempt status is required to submit a written notification of the sale or purchase to the Trustee and the Registrar, including the tax status of the transferor or transferee, as appropriate, together with the supporting documents specified below under "Payment of Additional Amounts; Taxation", within the period required under the PDEX Rules.

Notwithstanding the submission by the Bondholder, or the receipt by the Issuer, the Registrar, or the Joint Lead Underwriters and Joint Bookrunners of documentary proof of tax-exempt status of a Bondholder, the Issuer may, in its sole and reasonable discretion, determine that such Bondholder is taxable and require the Registrar and Paying Agent to proceed to apply the tax due on the Bonds. Any question on such determination shall be referred to the Issuer.

The Bondholders shall be responsible for monitoring and accurately reflecting their tax status in the Register of Bondholders. The payment report to be prepared by the Registrar and submitted to the Issuer in accordance with the Registry and Paying Agency Agreement, which shall be the basis of payments on the Bonds on any Interest Payment Date, shall reflect the tax status of the Bondholders as indicated

in their accounts as of the Record Date.

c) Secondary Trading of the Bonds

MPTC intends to list the Bonds in PDEX for secondary market trading. The Bonds will be traded in a minimum board lot size of ₱10,000.00 as a minimum, and in multiples of ₱10,000.00 in excess thereof for as long as any of the Bonds are listed on PDEX. Secondary market trading and settlement in PDEX shall follow the applicable PDEX Rules, including rules, conventions and guidelines governing trading and settlement between Bondholders of different tax status, and shall be subject to the relevant fees of PDEX and PDTC, all of which shall be for the account of the Bondholders.

Upon listing of the Bonds with PDEX, investors shall course their secondary market trades through PDEX Brokering Participants for execution in the PDEX Trading Platform in accordance with PDEX Rules and shall settle such trades on a Delivery versus Payment basis in accordance with PDEX Rules. The PDEX Rules are available on the PDEX website (www.pds.com.ph). An Investor Frequently Asked Questions discussion on the secondary market trading, settlement, documentation and estimated fees are also available on the PDEX website.

3) Ranking

The Bonds constitute direct, unconditional, unsubordinated and unsecured obligations of the Issuer and shall rank *pari passu* and ratably without any preference or priority amongst themselves and shall rank at all times at least *pari passu* in priority of payment and in all respects with all other unsubordinated and unsecured obligations of the Issuer, except for any obligation enjoying a statutory preference or priority established under Philippine laws, including, but not limited to, preferred claims under any bankruptcy, insolvency, rehabilitation, reorganization, moratorium, liquidation, or other similar laws affecting the enforcement of creditors' rights generally and by general principles of equity, other than obligations preferred by the law other than the preference or priority established by Article 2244, paragraph 14(a) of the Civil Code of the Philippines, as the same may be amended from time to time.

4) Interest

a) Interest Payment Dates

The Bonds shall bear interest on its principal amount from and including the Issue Date at the rate of [●]% per annum for the Series A Bonds, [●]% per annum for the Series B Bonds, and [●]% per annum for the Series C Bonds, payable quarterly in arrear, commencing on [●], for the first Interest Payment Date, and [2 March], [2 June], [2 September], and [2 December] of each year for each subsequent Interest Payment Date while the Bonds are outstanding, or the subsequent Business Day without adjustment for accrued interest, if the relevant Interest Payment Date is not a Business Day. If the Issue Date is set at a date other than [2 December 2025], then the Interest Payment Dates will be automatically adjusted to the numerically corresponding dates at every three (3) months following the actual Issue Date (or if there is no day so numerically corresponding, such date shall pertain to the last day of such calendar month).

For purposes of clarity, the last Interest Payment Date on the Bonds shall fall on the relevant Maturity Date. The cut-off date in determining the existing Bondholders entitled to receive the interest or principal amount due shall be the second (2nd) Business Day immediately preceding the relevant Interest Payment Date (the "Record Date"), which shall be the reckoning day in determining the Bondholders entitled to receive interest, principal or any other amount due under the Bonds. No transfers of the Bonds may be made during this period intervening between and commencing on the Record Date and the relevant Interest Payment Date.

b) Interest Period

Interest on the first Interest Payment Date will cover the period from Issue Date up to such Interest Payment Date. Subsequent interest payments shall be reckoned from the day immediately succeeding the last Interest Payment Date up to the next Interest Payment Date.

c) Interest Accrual

The Bonds shall cease to bear interest after the relevant Maturity Date, as defined in the discussion on “Final Redemption”, below, unless, upon due presentation, payment of the principal in respect of the Bonds then outstanding is not made, is improperly withheld or refused, in which case the Penalty Interest shall apply.

d) Determination of Interest Amount

The interest shall be calculated on a 30/360-day count basis, consisting of twelve (12) months of thirty (30) days each and, in the case of an incomplete month, the number of days elapsed on the basis of a month of thirty (30) days.

5) Redemption and Purchase

b) Final Redemption

Unless otherwise earlier redeemed or purchased and cancelled, the Bonds shall be redeemed at par or 100% of face value on the relevant Maturity Date. However, if the Maturity Date is not a Business Day, payment of all amounts due on such date will be made by the Issuer through the Paying Agent, without adjustment in computation as to the amount of interest payable and principal amount, on the succeeding Business Day.

c) Early Redemption Option

Prior to the respective Maturity Dates of each series of the Bonds, the Issuer shall have the right, but not the obligation to redeem in whole (and not in part), the outstanding Bonds on the Early Redemption Dates, as provided below, or the immediately succeeding Business Day if such date is not a Business Day, without any adjustment in the amount of interest as originally computed.

The amount payable to the Bondholders in respect of the Early Redemption Option exercise (the “Early Redemption Price”) shall be calculated based on the principal amount of the Series A, Series B, and Series C Bonds being redeemed as the aggregate of the: (i) accrued interest computed from the last Interest Payment Date up to the relevant Early Redemption Date; and (ii) the product of the principal amount and the applicable Early Redemption Price in accordance with the following schedules:

Series A	
Early Redemption Dates	Early Redemption Price
2 nd anniversary of the Issue Date until prior to the 3 rd anniversary of the Issue Date	100.50%

Series B	
Early Redemption Dates	Early Redemption Price
3 rd anniversary of the Issue Date until prior to the 4 th anniversary of the Issue Date	101.00%
4 th anniversary of the Issue Date until prior to the 5 th anniversary of the Issue Date	100.50%

Series C	
Early Redemption Dates	Early Redemption Price
7 th anniversary of the Issue Date until prior to the 8 th anniversary of the Issue Date	102.00%
8 th anniversary of the Issue Date until prior to the 9 th anniversary of the Issue Date	101.50%
9 th anniversary of the Issue Date until prior to the 10 th anniversary of the Issue Date	101.00%

The Issuer shall give not less than thirty (30) nor more than sixty (60) days prior written notice to the Bondholders through the Trustee of its intention to redeem the Series A, Series B, or Series C Bonds, which notice shall be irrevocable and binding upon the Issuer to effect such early redemption of the

Series A, Series B, or Series C Bonds on the Early Redemption Date stated in such notice. For the avoidance of doubt, notice to the Trustee shall be considered notice to the Bondholders.

d) Redemption for Taxation Reasons

If payments under the Bonds become subject to additional or increased taxes other than the taxes and rates of such taxes prevailing on the Issue Date as a result of certain changes in law, rule or regulation, or in the interpretation thereof, and such additional or increased rate of such tax cannot be avoided by use of reasonable measures available to the Issuer, the Issuer shall have the option, but not the obligation, to redeem the Bonds in whole, but not in part, on any Interest Payment Date (having given not more than sixty (60) nor less than thirty (30) days' prior written notice to the Trustee and the Registrar and Paying Agent) at 100% of the face value of the Bonds plus accrued interest thereon computed up to the date when the Bonds shall be redeemed earlier than the Maturity Date, subject to the requirements of applicable law.

Upon receipt by the Trustee of a redemption notice from the Issuer, the Trustee shall secure from the Registrar an updated list of Bondholders as of the Record Date indicated in the notice and the Trustee shall transmit the same notice to all registered Bondholders of the intended redemption.

e) Redemption due to Change in Law or Circumstance

The following events shall be considered as changes in law or circumstances ("**Change of Law or Circumstance**") as it refers to the obligations of the Issuer and to the rights and interests of the Bondholders under the Trust Agreement and the Bonds:

- (i) Any government and/or non-government consent, license, authorization, registration or approval now or hereafter necessary to enable the Issuer to comply with its obligations under the Trust Agreement or the Bonds shall be modified in a manner which, in the reasonable opinion of the Trustee, shall materially and adversely affect the ability of the Issuer to comply with such obligations, or shall be withdrawn or withheld.
- (ii) Any provision of the Trust Agreement or any of the related documents is or shall become, for any reason, invalid, illegal or unenforceable to the extent that it shall become, for any reason, unlawful for the Issuer to give effect to its rights or obligations hereunder, or to enforce any provisions of the Trust Agreement or any of the related documents in whole or in part, or any law shall be introduced to prevent or restrain the performance by the parties hereto of their obligations under the Trust Agreement or any other related documents.
- (iii) Any concessions, permits, rights, franchise or privileges required for the conduct of the business and operations of the Issuer shall be revoked, canceled or otherwise terminated, or the free and continued use and exercise thereof shall be curtailed or prevented, in such manner as to constitute a Material Adverse Effect.
- (iv) The Republic of the Philippines or any of its competent authorities takes any action to suspend the whole or a substantial portion of the operations of the Issuer and to condemn, seize, nationalize or appropriate (either with or without compensation) the Issuer or any material portion of its properties or assets, unless such act, deed or proceedings are contested in good faith by the Issuer or the same does not constitute a Material Adverse Effect.

In the event the Issuer invokes this section, the Issuer shall provide the Trustee an opinion of legal counsel confirming the occurrence of the relevant event and its consequences as consistent herewith, such legal counsel being from an internationally recognized Philippine law firm reasonably acceptable to the Trustee. Thereupon, the Trustee, upon notice to the Issuer, shall declare the principal of the Bonds, including all accrued interest and other chargers thereon, if any, to be immediately due and payable, and upon such declaration, the same shall be immediately due and payable without any pre-payment penalty, notwithstanding anything in the Trust Agreement or in the Bonds to the contrary.

The Trustee shall secure from the Registrar an updated list of Bondholders as of the Record Date indicated in the notice, and the Trustee shall transmit the same notice to all registered Bondholders.

f) Purchase and Cancellation

The Issuer may, at any time, purchase any of the Bonds at any price in the open market or by tender or by contract at market price, in accordance with PDEX Rules, which may be amended from time to time, without any obligation to purchase Bonds pro-rata from all Bondholders and the Bondholders shall not be obliged to sell. Any Bonds so purchased shall be redeemed and cancelled and may not be re-issued. Upon listing of the Bonds on PDEX, the Issuer shall disclose any such transactions in accordance with the applicable PDEX disclosure rules.

6) Payments

The principal of, interest on, and all other amounts payable on the Bonds shall be paid by MPTC, through the Paying Agent, to the Bondholders by crediting the settlement accounts designated by each of the Bondholders. The principal of, and interest on, the Bonds shall be payable in Philippine Pesos, net of final taxes and fees (if any).

MPTC shall ensure that so long as any of the Bonds remains outstanding, there shall at all times be a Paying Agent for the purposes of the Bonds and MPTC or the Paying Agent may only terminate the appointment of the Paying Agent as provided in the Registry and Paying Agency Agreement. In the event the Paying Agent shall be unable or unwilling to continue to act as such, MPTC shall appoint a qualified financial institution in the Philippines authorized to act in its place. The Paying Agent may not resign its duties or be removed without a successor having been appointed.

7) Taxation and Yield Protection

Interest income on the Bonds is subject to a final withholding tax at rates provided by applicable law, currently between twenty percent (20%) and twenty-five percent (25%), depending on the tax status of the relevant Bondholder under relevant law, regulation or tax treaty. Except for such final withholding tax and as otherwise provided, all payments of principal and interest are to be made free and clear of any deductions or withholding for or on account of any present or future taxes or duties imposed by or on behalf of the Republic of the Philippines, including, but not limited to, issue, registration or any similar tax or other taxes and duties, including interest and penalties, if any. If such taxes or duties are imposed, the same shall be for the account of the Issuer; provided however, that the Issuer shall not be liable for the following:

- a) Income tax on any gain by a holder of the Bonds realized from the sale, exchange or retirement of the Bonds which shall be for the account of such holder (or its buyer, as the holder and the buyer may have agreed upon);
- b) The applicable final withholding tax on interest earned on the Bonds prescribed under the National Internal Revenue Code of 1997, as amended, and its implementing rules and regulations as may be in effect from time to time. Interest income on the Bonds is subject to a final withholding tax at rates between 20% and 25% depending on the tax status of the relevant Bondholder under relevant law, regulation or tax treaty. An investor who is exempt from the aforesaid withholding tax, or is subject to a preferential withholding tax rate, shall be required to submit the following requirements to the Registrar, subject to acceptance by MPTC as being sufficient in form and substance:
 - i) a current and valid BIR-certified true copy of the tax exemption certificate, ruling or opinion issued by the BIR and addressed to the relevant applicant or Bondholder, confirming its exemption or preferential rate, as required under BIR Revenue Memorandum Circular No. 8-2014, including any clarification, supplement or amendment thereto, and for tax-exempt Personal Equity Retirement Account (“PERA”) established pursuant to PERA Act of 2008, a certified true copy of the Bondholder’s current, valid and subsisting Certificate of Accreditation as PERA Administrator, certified by the Corporate Secretary of the Bondholder that: (a) the original is in his/her possession as the duly authorized custodian of the same; and (b) he/she has personal knowledge, based on his/her official functions, of any amendment, revocation, expiration, change or any circumstance affecting said certification’s validity;
 - ii) with respect to tax treaty relief:

- (1) prior to the payment of the initial interest due, a non-resident Bondholder may signify its intention to claim preferential tax rate under the relevant tax treaty by submitting to the Issuer (1) the Application Form for Treaty Purposes on Interest Income (“**BIR Form 0901-I**”), or if the Bondholder is a fiscally transparent entity, each of the Bondholder’s owners or beneficiaries with the proof of receipt by the concerned office of the BIR, as required under BIR RMO No. 14-2021, (2) valid and existing Tax Residency Certificate (“**TRC**”) duly issued by the foreign tax authority of the country of residence of the Bondholder or, if the Bondholder is a fiscally transparent entity, the country of residence of each of the Bondholder’s owners or beneficiaries in the form acceptable for recognition under Philippine laws, (3) the relevant provision of the applicable tax treaty, in a form acceptable to the Issuer, (4) a duly notarized, consularized, or apostilled (as the case may be), if executed outside of the Philippines, special power of attorney executed by the Bondholder or the Bondholder’s owners or beneficiaries, as may be applicable, in favor of the authorized representative (if the Application Form for Treaty Purposes and other documents are accomplished by an authorized representative) and confirmation acceptable to the Issuer that the Bondholder or the Bondholder’s owners or beneficiaries is/are not doing business in the Philippines to support the applicability of a tax treaty relief, and (5) such other additional documents as may be required by the Issuer or pursuant to applicable tax regulations, including, but not limited to, the documentary requirements enumerated in BIR RMO No. 14-2021 in relation to BIR RMC Nos. 77-2021 and 20-2022, which shall be submitted by the Bondholder/Registrar to the Issuer no later than the first (1st) day of the month when such initial interest payment shall fall due and, if applicable, including any clarification, supplement, or amendment thereto;

For the avoidance of doubt, the Issuer shall retain sole discretion in determining whether the non-resident Bondholder is entitled to the preferential tax treaty rate based on the documents submitted by the non-resident Bondholder, provided that all the conditions for its availment, other than residency, have been satisfied;

- (2) prior to the payment of subsequent interest due, a non-resident Bondholder may signify its intention to continuously claim preferential tax rate under the relevant tax treaty by submitting to the Issuer, if applicable, (1) a submitted new or updated BIR Form 0901-I, (2) valid and existing TRC duly issued by the foreign tax authority of the country of residence of the Bondholder or, if the Bondholder is a fiscally transparent entity, the country of residence of each of the Bondholder’s owners or beneficiaries in the form acceptable for recognition under Philippine laws, if the validity period of the previously issued tax residency certificate has already lapsed, (3) such other additional documents as may be required by the Issuer or pursuant to applicable tax regulations, including, but not limited, to the documentary requirements enumerated in BIR RMO No. 14-2021 in relation to BIR RMC Nos. 77-2021 and 20-2022, which shall be submitted by the Bondholder/Registrar to the Issuer no later than the first (1st) day of the month when such subsequent interest payments shall fall due and, if applicable, including any clarification, supplement, or amendment thereto;
- (3) in the event that the Issuer determines that the non-resident Bondholder is not entitled to the preferential tax treaty rate based on the documents submitted in item (i) above, and determines that all conditions for its availment have not been satisfied, the Issuer shall apply the regular tax rates;
- (4) if the non-resident Bondholder intends to obtain a confirmation of entitlement to treaty benefits, the non-resident Bondholder may apply for tax treaty relief with the BIR in accordance with BIR RMO No. 14-2021;
- (5) if the regular withholding tax rate has been imposed, the Issuer shall not apply for any confirmatory application of preferential tax rates with the BIR;
- (6) should the BIR grant the application for tax treaty relief, it is the obligation of the non-resident Bondholder to apply for refund with the BIR. The Issuer shall not refund the non-resident Bondholder any amount as a result of the application of the higher tax rate;
- (7) the non-resident Bondholder must update its Certificate of Entitlement to Treaty Benefits (“**COE**”) annually, if applicable, as described in BIR RMO No. 14-2021, as further clarified by

BIR RMC Nos. 77-2021 and 20-2022. Expired COEs will not be accepted by the Issuer; and

- (8) aside from the updated COE (if applicable), the non-resident Bondholder shall submit to the Issuer its TRC annually, as continuing proof of its entitlement to the preferential tax treaty rate. Absent such updated TRC and COE (if applicable), the Issuer shall apply the regular tax rate;
- iii) a duly notarized undertaking executed by (i) the corporate secretary or any authorized representative of such Applicant or Bondholder who has personal knowledge of the exemption or preferential rate treatment based on his official functions, if the Applicant purchases, or the Bondholder holds, the Bonds for its account, or (ii) the trust officer, if the applicant is a universal bank authorized under Philippine law to perform trust and fiduciary functions and purchase the Bonds pursuant to its management of tax-exempt entities (i.e. Employee Retirement Fund, etc.), declaring and warranting such entities' tax-exempt status or preferential rate entitlement, undertaking to immediately notify the Issuer, the Registrar and the Paying Agent (1) of any suspension, revocation, amendment or invalidation (in whole or in part) of the tax exemption certificate, ruling or opinion issued by the BIR, executed using the prescribed form under the Registry and Paying Agency Agreement; (2) if there are any material changes in the factual circumstances of the Bondholder including but not limited to its character, nature, and method of operation, which are inconsistent with the basis for its income tax exemption; or (3) if there are any change of circumstance, relevant treaty, law or regulation or any supervening event that may or would result in the interest income of the Bonds being ineligible for exemption or preferential rate, with a declaration and warranty of its tax exempt status or entitlement to a preferential tax rate, and agreeing to indemnify and hold the Issuer, the Registrar and the Paying Agent free and harmless against any claims, actions, suits, and liabilities resulting from the non-withholding or incorrect withholding of the required tax, provided, that in case of corporate, partnership or trust account investors, such Bondholder shall also submit an original certification from the corporate secretary or an equivalent officer of the investor, setting forth the resolutions of its board of directors or equivalent body authorizing the execution of the undertaking and designating the signatories, with their specimen signatures, for the said purpose; and
- iv) such other documentary requirements as may be required by the Issuer and the Registrar or the Paying Agent under the applicable regulations of the relevant taxing or other authorities which for purposes of claiming tax treaty withholding rate benefits, shall include evidence of the applicability of a tax treaty and consularized or apostilled proof of the Bondholder's legal domicile in the relevant treaty state, and confirmation acceptable to the Issuer that the Bondholder is not doing business in the Philippines; provided that the Issuer shall have the exclusive discretion to decide whether the documents submitted are sufficient for purposes of applying the exemption or the reduced rate being claimed by the Bondholder on the interest payments to such Bondholder; provided, further, that all sums payable by the Issuer to tax-exempt entities shall be paid in full without deductions for taxes, duties, assessments or government charges, subject to the submission by the Bondholder claiming the benefit of any exemption of the required documents and of additional reasonable evidence of such tax-exempt status to the Registrar.

Unless otherwise indicated above, the foregoing requirements shall be submitted, (i) in respect of issuance of the Bonds, upon submission of the Application to Purchase to the Joint Lead Underwriters and Joint Bookrunners or Selling Agents (if any) who shall then forward the same to the Registrar; or (ii) in respect of a transfer from a Bondholder to a purchaser, to the Registrar upon submission of the account opening documents.

Failure on the part of the Bondholder to submit the aforementioned document/s within the time prescribed shall result in the application of the regular tax rates.

- a) Gross Receipts Tax under Section 121 of the Tax Code;
- b) Taxes on the overall income of any securities dealer or Bondholder, whether or not subject to withholding; and
- c) VAT under Sections 106 to 108 of the Tax Code, and as amended by Republic Act No. 9337 and Republic Act No. 10963.

- d) Documentary stamp tax for the primary issue of the Bonds and the execution of the Bond Agreements, if any, shall be for MPTC's account.

8) Financial Covenant

MPTC shall, for as long as any of the Bonds remain outstanding, maintain a Debt-to-Equity Ratio of not more than 2.33x and a Debt Service Coverage Ratio of not less than 1.15x. Debt-to-Equity Ratio is computed as (a) the Issuer's total Debt, divided by its (b) total stockholder's equity, in both cases, as reflected in the Company's most recent available interim or annual parent financial statements, as applicable. Debt Service Coverage Ratio means, in respect of any period, (a) Cash Available for Debt Service, divided by (b) Debt Service.

For clarity, the foregoing ratio shall be computed using the following definitions:

"Cash Available for Debt Service" means (a) the Issuer's beginning cash balance plus Operating Cash Flow actually received during the immediately preceding one (1) year period, including loan proceeds and amounts of available committed loan facilities, (b) less dividends actually paid during the immediately preceding one (1)-year period.

"Debt" means, for purposes of computing the Debt-to-Equity Ratio and Debt Service, the amount of all outstanding obligations of the Issuer for borrowed money from any bank or financial institution and amounts outstanding under any issue of bonds, notes, or similar instruments by the Issuer, which are booked as liabilities in the financial statements of the Issuer.

"Debt Service" means Debt principal amortizations, interest payments, and financing fees and charges falling due for the next one (1) year period.

"Debt Service Coverage Ratio" means, in respect of any period, (a) Cash Available for Debt Service, divided by (b) Debt Service.

"Debt-to-Equity Ratio" is computed as, in respect of any period, (a) the Company's total Debt, divided by its (b) total stockholder's equity as reflected in the Company's most recent available interim or annual financial statements, as applicable.

"EBITDA" in relation to any relevant period, the net income of the Company for that relevant period after adding back (a) provisions for probable losses, (b) depreciation and amortization, (c) interest and other financial expenses, (d) income tax, and (e) taxes other than income tax and value-added tax, each item determined in accordance with PFRS.

"Operating Cash Flow" means (i) cash dividends received by the Issuer, (ii) interest income received from advances, loans or deposits with financial institutions, and (iii) management fees received, net of operating expenses and Advances to Subsidiaries. For purposes hereof, the term "Advances to Subsidiaries" shall mean all advances to subsidiaries, other than advances intended to be capitalized by the Issuer or recognized as deposits for future subscription (or equivalent entries) in the books of the relevant subsidiary, certified as such by the Issuer or the relevant subsidiary;

9) Negative Pledge

Until redemption or payment in full of the aggregate outstanding principal amount of the Bonds, MPTC covenants that it shall not, without the prior written consent of the Majority Bondholders, permit any Indebtedness for borrowed money to be secured by or to benefit from any security constituted on the any of the Issuer's properties in favor of any creditor or class of creditors without providing the Bondholders with the same kind or class of security, the benefit of which is extended equally and ratably among them to secure the Bonds. Provided however that, this restriction shall not prohibit "Permitted Liens," which are:

- a. [Any Lien created for the purpose of paying current Taxes, assessments or other governmental charges which are not delinquent or remain payable without any penalty; or the validity of which is contested in good faith in appropriate proceedings and adequate reserves having been provided for the payment thereof.

- b. Any Lien to secure, in the normal course of the business of MPTC or its Concession Subsidiaries: (i) statutory or regulatory obligations; (ii) surety or appeal bonds; (iii) bonds for release of attachment, stay of execution or injunction; or (iv) performance of bids, tenders, contracts (other than for the repayment of borrowed money) or leases.
- c. Any Lien (i) imposed by law, such as carrier's, warehousemen's, mechanics' liens and other similar liens arising in the ordinary course of business and not material in amount; (ii) arising out of pledge or deposits under the workmen's compensation laws, unemployment insurance, old age pensions or other social security or retirement benefits or similar legislation; and (iii) arising out of set-off provisions in the normal course of its financing arrangements, provided that, the Bondholders hereunder shall also have to the extent permitted by applicable law, and upon notice to the Issuer, a similar right of set-off.
- d. Any Lien in favor of banks, insurance companies, other financial institutions and Philippine government agencies, departments, authorities, corporations or other juridical entities, which secure a preferential financing obtained by MPTC under a governmental program, and which cover assets of the MPTC which have an aggregate appraised value, determined in accordance with PFRS, not exceeding [five percent (5%) of total assets] as reflected in the latest consolidated annual audited financial statements.
- e. Any Lien existing on the date of the Trust Agreement which is disclosed in writing by MPTC to the Trustee prior to the execution of the Trust Agreement.
- f. Any Lien established in favor of insurance companies and other financial institutions in compliance with the applicable requirements of the Office of the Insurance Commission on admitted assets or the requirements of the BSP on loans and financial accommodations extended to DOSRI.
- g. Any Lien constituted over the investment of MPTC in any of its Concession Subsidiaries, whether such investment is in the form of shares, deposits or advances, to guarantee or secure the obligations of the said Concession Subsidiaries as long as the aggregate outstanding principal amount of such security does not exceed [five percent (5%)] of the Issuer's total assets at any given time; and
- h. Liens created with the prior written consent of the Majority Bondholders.]

10) Events of Default

a. Payment Default

The Issuer fails to pay any of the principal, interest, and fees, or any sum payable under the Bonds, as and when due and payable at the place and in the currency in which it is expressed to be payable unless such failure arises solely as a result of an administrative or technical error and payment is made within [three (3) Business Days] after the date such payment is due.

b. Representation/Warranty Default

Any representation or warranty made or repeated by the Company in the Trust Agreement is incorrect or misleading in any material respect as of the time it was made or deemed to have been made or repeated and such misrepresentation or breach of warranty has or would have a Material Adverse Effect as reasonably determined by the Majority Bondholders; provided, however, that should any such breach of any material representation or warranty hereunder be, in the reasonable opinion of the Majority Bondholders, remediable, the Issuer shall have a period of [thirty (30) days], from receipt by the Company of written notice with respect to such breach from the Trustee, to cure any such breach or to otherwise make such representation or warranty correct or not misleading.

c. Other Provisions Default

The Issuer fails to comply with any provision, term, condition, covenant, or obligation contained in the Bond Agreements or in any other document issued pursuant thereto which would materially and adversely affect the ability of the Issuer to meet its obligations under the Bond Agreements and any such failure is not remediable or if remediable continues unremedied for a period of [thirty (30) days] from the date after written notice thereof shall have been given to the Company by the Trustee.

d. Cross Default and Cross Acceleration

The Company fails to pay or defaults in the payment of any installment of the principal or interest relative to, or fails to comply with or to perform, any other obligation, or commits a breach or violation of any of the terms, conditions or stipulations, or shall otherwise accelerate or permit the acceleration, of any agreement, contract or document to which the Company is a party or privy, whether executed prior to or after the date hereof or under which the Company has agreed to act as guarantor, surety or accommodation party regardless of amount, which, under the terms of such agreement, contract, document, guaranty or suretyship, including any agreement similar or analogous thereto, shall constitute a default thereunder after allowing for all applicable grace periods; provided, that no Event of Default shall occur under this paragraph unless the aggregate amount involved in the occurrence of one or more of the above events/breaches is at least Five Hundred Million Pesos [P500,000,000.00]; provided, however, that a breach or default under any of the Concessionaire Loans, regardless of the amount involved, shall constitute an Event of Default hereunder.

e. Cancellation of License Default

Any Required Approval or Registration (including but not limited to the Concession Agreement) now or hereafter necessary to enable the Company to comply with its obligations under the Bond Agreements or required in the conduct of the business or operations of the Issuer is suspended, withdrawn, withheld, revoked, cancelled, or otherwise terminated in any manner that has or would have a Material Adverse Effect and is not contested in good faith by MPTC in appropriate proceedings and such cancellation, withdrawal or modification has not been stayed or suspended by order of a court of competent jurisdiction or any appropriate governmental authority.

f. Bankruptcy and Insolvency Default

The Company becomes insolvent or unable to pay its Debts when due, or commits or suffers any act of bankruptcy or insolvency, including:

- i. the filing of a petition, by or against the Company, in any bankruptcy, insolvency, administration, suspension of payment, rehabilitation, reorganization, winding-up, dissolution, moratorium or liquidation proceeding of the Company, or any other proceeding analogous in purpose and effect, except such petitions filed against the Company and discharged within ninety (90) days from filing thereof or such longer period as may be granted in writing by the Majority Bondholders acting reasonably;
- ii. the making of a general assignment by the Company for the benefit of its creditors;
- iii. the admission in writing by the Company of its inability to pay its Debts;
- iv. the entry of any order of judgment of any competent court, tribunal or administrative agency or body confirming the bankruptcy or insolvency of the Company or approving any reorganization, winding-up or liquidation of the Company;
- v. the lawful appointment of a receiver or trustee to take possession of a substantial portion of the properties of the Company; or
- vi. the taking of any corporate action by the Company to authorize any of the foregoing.

g. Judgement Default

Any final and executory judgment, decree, order, or award for payment of money, damages, fine, penalty, or its equivalent shall be issued or rendered against the Company which, together with all other judgments against the Company then outstanding and unsatisfied, may, in the reasonable opinion of the Majority Bondholders materially and adversely affect the ability of the Company to comply with its obligations under the Bonds, and (i) the Company has failed to demonstrate to the reasonable satisfaction of the Majority Bondholders within thirty (30) days of the judgment, decree

or order being entered that it is reasonably certain that the judgment, decree or order will be satisfied, discharged or stayed within thirty (30) days of the judgment, decree or order being entered, or (ii) is not paid, discharged, stayed or fully bonded within thirty (30) days after the date when payment of such judgment, decree or order is due.

h. Expropriation Default

Any act or deed or judicial or administrative proceedings in the nature of an expropriation, confiscation, nationalization, acquisition, seizure, sequestration, or condemnation of or with respect to all or a material part of the business and operations of the Company, or all or substantially all of the property or assets of the Company that has or would be expected to have a Material Adverse Effect shall be undertaken or instituted by any governmental authority, unless such act, deed, or proceeding is contested by the Company in good faith and by appropriate proceedings.

i. Contest of Bond Agreements

The Issuer (acting through an executive officer or director) shall contest the validity or enforceability of any Bond Agreements or shall deny generally the liability of the Issuer under any Bond Agreements.

j. Cessation of Business

MPTC has voluntarily suspended or ceased its operations of a substantial portion of its business for a continuous period of thirty (30) calendar days except in the case of strikes or lockouts or when necessary to prevent business losses or when due to fortuitous events or force majeure or when suspension or cessation of operations, as the case may be, is required by the national government.

k. Occurrence of Material Adverse Event

Any fact, circumstance, event, or condition (including, without limitation, any change in the economic or financial condition of the Issuer) shall occur which has or could have expected to have a Material Adverse Effect as reasonably determined by the Majority Bondholders.

l. Writ and Similar Process Default

Any judgment, writ, warrant of attachment, injunction, stay order, execution, garnishment or levy, or similar process shall be issued or levied against any material part of MPTC's assets, business or operations and such judgment, writ, warrant or similar process shall not be released, vacated or discharged or stayed within thirty (30) calendar days after its issue or levy.

m. Non-Payment of Taxes

Non-payment of any taxes, or any assessments or governmental charges levied upon it or against its properties, revenues and assets by the date on which such taxes, assessments or charges attached thereto become due, which could have a Material Adverse Effect and are not contested in good faith by MPTC in appropriate proceedings.

11) Consequences of Default

Subject to the terms of the Trust Agreement, the Trustee shall, within ten (10) Business Days after receiving notice, from the Issuer or the Majority Bondholders, or having knowledge of the occurrence of any Event of Default pursuant to Section 4.1(g)(ii) of the Trust Agreement, give to all the Bondholders written notice of such Event of Default known to it unless the same shall have been cured before the giving of such notice.

The written notice required to be given to the Bondholders hereunder shall be published in a newspaper of general circulation in Metro Manila for two (2) consecutive days, further indicating in the published notice that the Bondholders or their duly authorized representatives may obtain any information relating to such occurrence of an Event of Default at the principal office of the Trustee upon presentation of sufficient and acceptable identification consistent with the Bondholders' records of the Registrar.

If any one or more of the Events of Default occur and continue without the same being cured within the periods provided in the Trust Agreement and in these terms and conditions, the Trustee, acting upon the written direction of persons holding more than 50% of the aggregate principal amount of the issued Bonds (the "Majority Bondholders"), following notification from the Trustee in case of a potential Event of Default pursuant to Section 6.2 of the Trust Agreement, shall, by notice in writing delivered to MPTC, all the Bondholders, with a copy furnished the Paying Agent and Registrar, declare the principal of the Bonds, including all accrued interest and other charges thereon, if any, to be immediately due and payable, and upon such declaration the same shall be immediately due and payable.

All the unpaid obligations under the Bonds, including accrued Interest, and all other amounts payable thereunder, shall be declared to be forthwith due and payable, whereupon all such amounts shall become and be forthwith due and payable without presentment, demand, protest or further notice of any kind, all of which are hereby expressly waived by MPTC.

12) Notice of Default

The Trustee shall, within ten (10) Business Days after receiving notice from the Issuer or the Majority Bondholders or having knowledge of the occurrence of any Event of Default, pursuant to Section 10 of the Terms and Conditions of the Bonds, give to all the Bondholders written notice of such Event of Default known to it, unless the same shall have been cured before the giving of such notice; provided that, in the case of payment default under Section 10(a) above, the Trustee shall immediately notify the Bondholders upon the occurrence of such payment default. The existence of a written notice required to be given to the Bondholders hereunder shall be published in a newspaper of general circulation in the Philippines for two (2) consecutive days, further indicating in the published notice that the Bondholders or their duly authorized representatives may obtain any information relating to such occurrence of an Event of Default at the principal office of the Trustee upon presentation of sufficient and acceptable identification to the Trustee.

13) Default Penalty

In case any amount payable by MPTC under the Bonds, whether for principal, interest, or fees due to Trustee, Registrar, Paying Agent, net of applicable withholding taxes, or otherwise, is not paid on due date, MPTC shall, without prejudice to its obligations to pay the said principal, interest and other amounts, pay penalty interest on the defaulted amount(s) at the rate of two percent (2%) per month (the "Penalty Interest") from the time the amount falls due until it is fully paid.

14) Payment in the Event of Default

MPTC covenants that upon the occurrence of any Event of Default unless remedied within the relevant period provided under the Terms and Conditions of the Bonds, MPTC shall pay to the Bondholders, through the Paying Agent, the whole amount which shall then have become due and payable on all such outstanding Bonds with interest at the rate borne by the Bonds on the overdue principal and with Penalty Interest, where applicable, and in addition thereto, MPTC shall pay to the Trustee such further amounts as shall be determined by the Trustee to be sufficient to cover the cost and expenses of collection, including reasonable compensation to the Trustee, its agents, attorneys and counsel, and any reasonable expenses or liabilities incurred without gross negligence or bad faith by the Trustee.

Subject to Section 2.4 of the Trust Agreement, MPTC shall reimburse the Trustee all reasonable costs and expenses incurred in connection with enforcing payment of principal and/or interest on the Bonds upon the occurrence of an Event of Default. Notwithstanding any contrary provision, any such costs incurred by the Trustee shall not require the prior approval of MPTC.

15) Application of Payments

Any money collected or delivered to the Paying Agent, and any other funds held by it, subject to any other provision of the Trust Agreement and the Registry and Paying Agency Agreement relating to the disposition of such money and funds, shall be applied by the Paying Agent in the order of preference as follows: first, to the payment to the Trustee, the Paying Agent and the Registrar, of the costs, expenses, fees and other charges of collection, including reasonable compensation to them, their agents, attorneys

and counsel, and all reasonable expenses and liabilities incurred or disbursements made by them, without gross negligence or bad faith; second, to the payment of the interest in default, in the order of the maturity of such interest with Penalty Interest, which payment shall be made pro-rata among the Bondholders; third, to the payment of the whole amount then due and unpaid upon the Bonds for principal and interest, with Penalty Interest, which payment shall be made pro-rata among the Bondholders; and fourth, the remainder, if any shall be paid to MPTC, its successors or assigns, or to whoever may be lawfully entitled to receive the same, or as a court of competent jurisdiction may direct. Except for any interest and principal payments, all disbursements of the Paying Agent in relation to the Bonds shall require the conformity of the Trustee. The Paying Agent shall render a monthly account of such funds under its control.

16) Prescription

Claims with respect to principal and interest or other sums payable hereunder shall prescribe unless made within ten (10) years (in the case of principal or other sums) or five (5) years (in the case of interest) from the date on which payment becomes due.

17) Remedies

All remedies conferred by the Trust Agreement and these Terms and Conditions to the Trustee and the Bondholders shall be cumulative and not exclusive and shall not be so construed as to deprive the Trustee or the Bondholders of any legal remedy by judicial or extra-judicial proceedings appropriate to enforce the conditions and covenants of the Trust Agreement, subject to the discussion below on Bondholders' Ability to File Suit. No delay or omission by the Trustee or the Bondholders to exercise any right or power arising from or on account of any default hereunder shall impair any such right or power, or shall be construed to be a waiver of any such default or an acquiescence thereto; and every power and remedy given by the Trust Agreement to the Trustee or the Bondholders may be exercised from time to time and as often as may be necessary or expedient.

18) Ability to File Suit

No Bondholder shall have any right by virtue of or by availing of any provision of the Trust Agreement to institute any suit, action or proceeding for the collection of any sum due from MPTC hereunder on account of principal, interest and other charges, or for the appointment of a receiver or trustee, or for any other remedy hereunder, unless (i) such Bondholder previously gave to the Trustee written notice of an Event of Default and of the continuance thereof and the related request for the Trustee to convene a meeting of the Bondholders to take up matters related to their rights and interests under the Bonds; (ii) the Majority Bondholders shall have decided and made a written request upon the Trustee to institute such suit, action, or proceeding in the latter's name; (iii) the Trustee neglected or refused to institute any such suit, action, or proceeding for sixty (60) days after receipt of such notice and request; and (iv) no directions inconsistent with such written request shall have been given or a waiver of default by the Bondholders have been made, it being understood and intended, and being expressly covenanted by every Bondholder with every other Bondholder and the Trustee, that no one or more Bondholders shall have any right in any manner whatsoever by virtue of or by availing of any provision of the Trust Agreement to affect, disturb or prejudice the rights of the holders of any other such Bonds or to obtain or seek to obtain priority over or preference to any other such holder or to enforce any right under the Trust Agreement, except in the manner herein provided and for the equal, ratable and common benefit of all the Bondholders.

19) Waiver of Default by the Bondholders

The Majority Bondholders may direct the time, method and place of conducting any proceeding for any remedy available to the Trustee or exercising any trust or power conferred upon the Trustee, or the Majority Bondholders may decide for and on behalf of the Bondholders to waive any past default, except the events of default specified in Sections 10 (a), (d), (e), (f), and (g) above defined as a payment default, breach of representation or warranty default, insolvency default, or closure default, and its consequences, which may only be waived by all Bondholders. In case of any such waiver, MPTC, the Trustee and the Bondholders shall be restored to their former positions and rights hereunder; provided however that, no such waiver shall extend to any subsequent or other default or impair any right consequent thereto. Any such waiver by the Majority Bondholders shall be conclusive and binding upon all Bondholders and upon

all future holders and owners thereof, irrespective of whether or not any notation of such waiver is made upon the certificate representing the Bonds.

20) Trustee Notices

a) Notice to the Trustee

All documents required to be submitted to the Trustee pursuant to the Trust Agreement and the Prospectus and all correspondence addressed to the Trustee shall be delivered to:

To the Trustee: Metropolitan Bank & Trust Company – Trust Banking Group

Attention: Mary Grace P. Gatchallan
Tristan L. Francisco
Teresita A. Lescano

Subject Metro Pacific Tollways Corporation Fixed Rate Bonds Due 2028/2030/2035

Address: 16F Metrobank Center 35th St. cor 7th Ave., Bonifacio Global City, 1634 Taguig City

Telephone: (02) 8857-5632
(02) 8857 5265

E-mail Address: grace.gatchallan@metrobank.com.ph
tristan.francisco@metrobank.com.ph
tirit.lescano@metrobank.com.ph

All documents and correspondence not sent to the above-mentioned address shall be considered as not to have been sent at all.

b) Notice to the Bondholders

The Trustee shall send all notices to Bondholders to their mailing address as set forth in the Register of Bondholders. Except where a specific mode of notification is provided for herein, notices to Bondholders shall be sufficient when made in writing and transmitted in any one of the following modes: (i) registered mail; (ii) surface mail; (iii) by one- time publication in a newspaper of general circulation in the Philippines; or (iv) personal delivery to the address of record in the Register of Bondholders. The Trustee shall rely on the Register of Bondholders in determining the Bondholders entitled to notice. All notices shall be deemed to have been received: (i) ten (10) days from posting if transmitted by registered mail; (ii) fifteen (15) days from mailing, if transmitted by surface mail; (iii) on the date of publication; or (iv) on the date of delivery, for personal delivery; or (v) on the date of receipt of the e-mail in readable form.

A notice made by the Issuer to the Trustee is notice to the Bondholders. The publication in a newspaper of general circulation in the Philippines of a press release or news item about a communication or disclosure made by the Issuer to the Securities and Exchange Commission on a matter relating to the Bonds shall be deemed a notice to Bondholders of said matter on the date of the first publication.

c) Binding and Conclusive Nature

Except as provided in the Trust Agreement, all notifications, opinions, determinations, certificates, calculations, quotations and decisions given, expressed, made or obtained by the Trustee for the purposes of the provisions of the Trust Agreement, shall (in the absence of willful default, bad faith or manifest error) be binding on MPTC and all Bondholders. No liability to MPTC, the Paying Agent or the Bondholders shall attach to the Trustee in connection with the exercise or non-exercise by it of its powers, duties and discretions under the Trust Agreement resulting from the Trustee's reliance on the foregoing.

21) Duties and Responsibilities of the Trustee

- (a) The Trustee is appointed as trustee for and on behalf of the Bondholders and accordingly shall perform such duties and shall have such responsibilities as expressly provided in the Trust Agreement.
- (b) The Trustee shall act as trustee for and on behalf of the Bondholders and as such shall, in accordance with the terms and conditions of the Trust Agreement, monitor the compliance or non-compliance by MPTC with all its representations and warranties, and the observance by MPTC of all its covenants and performance of all its obligations, under and pursuant to the Trust Agreement. The Trustee shall observe due diligence in the performance of its duties and obligations under the Trust Agreement. For the avoidance of doubt, notwithstanding any actions that the Trustee may take, the Trustee shall be responsible to the Bondholders, and the Bondholders shall solely communicate with the Trustee in respect to any matters that must be taken up with MPTC.
- (c) The Trustee shall have custody of and hold in its name, for and on behalf of the Bondholders, the Master Certificate of Indebtedness for the total issuance of the Bonds.
- (d) The Trustee shall promptly and faithfully carry out the instructions or decisions of the Majority Bondholders issued or reached in accordance with Section 11 of the Terms and Conditions of the Bonds above.
- (e) The Trustee shall, from time to time, request the Issuer to submit such certification of its officers, reports of its external auditors, and other documents relating to the Issuer's ability to comply with its obligations under the Bonds and the Trust Agreement, as well as to examine such records of the Issuer as may be related to the Issuer's obligations under the Bonds and the Trust Agreement.
- (f) The request shall be reasonable, made not less than seventy-two (72) hours prior to the intended date of examination and shall be in writing to the Issuer which shall include, in reasonable detail, the purpose for such request and the intended use of the requested documents or information. The Issuer may require the Trustee, its directors, officers, employees, representatives, agents, partners, consultants and advisors to hold in confidence such documents and information furnished to the Trustee pursuant to said request or to limit the use thereof for the purpose intended as stated in the request provided such limitation shall not apply if in conflict with the duties and responsibilities of the Trustee under any provision of the Trust Agreement.
- (g) The Trustee shall, prior to the occurrence of an Event of Default or after the curing of all such defaults which may have occurred, perform only such duties as are specifically set forth in the Trust Agreement. In case of default, the Trustee shall exercise such rights and powers vested in it by the Trust Agreement, and use such judgment and care under the circumstances then prevailing that individuals of prudence, discretion and intelligence, and familiar with such matters, exercise in the management of their own affairs.
- (h) The Trustee shall inform the Bondholders of any event which has a Material Adverse Effect (as defined in the Trust Agreement) on the ability of the Issuer to comply with its obligations to the Bondholders, breach of representations and warranties, and Events of Default within a reasonable period from the time that the Trustee learns of such events, subject to Section 12 of the Terms and Conditions of the Bonds above.
- (i) The Trustee, in the performance of its duties, shall exercise such rights and powers vested in the Trust Agreement, with the care, prudence and diligence necessary under the circumstances then prevailing that a prudent man, acting in like capacity and familiar with such matters, would exercise in the conduct of an enterprise of like character and with similar aims, and use such judgment and care under the circumstances then prevailing that individuals of prudence, discretion and intelligence, and familiar with such matters exercise in the management of their own affairs.
- (j) Unless a fixed period is otherwise specified in the Trust Agreement and in the absence of a period specifically agreed to by the Trustee and the Issuer and in the case of notices required to be sent by the Trustee to Bondholders, the Trustee shall act promptly in the sending of such notices but in any

case shall have a period of not more than thirty (30) days to complete the sending of all such notices in the manner allowed by this Trust Agreement.

- (k) The Trustee shall perform such other powers and functions as provided for elsewhere under the Trust Agreement.
- (l) None of the provisions contained in the Trust Agreement, the Terms and Conditions of the Bonds, or the Prospectus shall require or be interpreted to require the Trustee to expend or risk its own funds or otherwise incur personal financial liability in the performance of any of its duties or in the exercise of any of its rights or powers.

22) Resignation and Change of Trustee

- (a) The Trustee may, at any time, resign by giving thirty (30) days' prior written notice to MPTC and to the Bondholders of such resignation. Upon receiving such notice of resignation of the Trustee, the Issuer shall immediately appoint a successor trustee by written instrument in duplicate, executed by its authorized officers, one (1) copy of which instrument shall be delivered to the resigning Trustee and one (1) copy to the successor trustee. If no successor shall have been so appointed and have accepted appointment within thirty (30) days after the giving of such notice of resignation, the resigning Trustee, or any Bondholder who has been a bona fide holder for at least six (6) months (the "**Bona Fide Bondholder**") may, on behalf of himself and all the other Bondholders, petition any such court of competent jurisdiction for the appointment of a successor. Such court may thereupon after notice, if any, as it may deem proper, prescribe and appoint a successor trustee.
- (b) A successor trustee should possess all the qualifications required under pertinent laws, otherwise, the incumbent trustee shall continue to act as such in a temporary hold-over capacity until such qualified successor trustee has been appointed subject to Section 22(a) above.
- (c) In case at any time any of the following shall occur – (i) the Trustee fails to comply with the provisions of Section 22(a) above after written request therefor by the Issuer or by the Majority Bondholders; (ii) the Trustee ceases to be eligible to perform its obligations in accordance with the provisions of Section 7 of the Trust Agreement and fails to resign after written request therefor by the Issuer or by any Bona Fide Bondholder; or (iii) the Trustee becomes incapable of acting, or (iv) the Trustee acquires a conflicting interest, or (v) is adjudged bankrupt or insolvent, or a receiver of the Trustee or of its property is appointed, or any public officer takes charge or control of the Trustee or of its properties or affairs for the purpose of rehabilitation, conservation or liquidation, then MPTC may within thirty (30) days from there remove the Trustee concerned, and appoint a successor trustee, by written instrument in duplicate, executed by its duly authorized officers, one (1) copy of which instrument shall be delivered to the Trustee so removed and one (1) copy to the successor trustee. If MPTC fails to remove the Trustee concerned and appoint a successor trustee, any Bona Fide Bondholder may, on behalf of himself and all other Bondholders, petition any court of competent jurisdiction for the removal of the Trustee concerned and the appointment of a successor trustee. Such court may thereupon after such notice, if any, as it may deem proper, remove the Trustee and appoint a successor trustee.
- (d) The Majority Bondholders may at any time remove the Trustee for cause, by giving thirty (30) day prior written notice, and appoint a successor trustee, by the delivery to the Trustee so removed, to the successor trustee and to MPTC of the required evidence of the action in that regard taken by the Majority Bondholders. This is without prejudice to whatever remedies may be available to the Majority Bondholders under the Law or in equity.
- (e) Any resignation or removal of the Trustee and the appointment of a successor trustee pursuant to any of the provisions the Trust Agreement shall become effective upon the earlier of: (i) acceptance of appointment by the successor trustee as provided in the Trust Agreement; or (ii) the effectivity of the resignation notice sent by the Trustee under the Trust Agreement (the "Resignation Effective Date"); provided, however, that after the Resignation Effective Date and, as relevant, until such successor trustee is qualified and appointed, the resigning Trustee shall discharge duties and responsibilities solely as a custodian of records for turnover to the successor Trustee promptly upon the appointment thereof by MPTC, the Majority Bondholders, or the court, as the case may be, and shall be entitled to be compensated with due and demandable fees stipulated in Section 2.2 of the

Trust Agreement for services already rendered.

- (f) Within thirty (30) days from the effectivity of the resignation or removal of the Trustee and the appointment of the successor trustee, the Trustee shall transfer and turn over to the successor trustee, and shall make an accounting of, all the assets, documents or instruments which are in the custody of the Trustee pursuant to the Trust Agreement, if any.

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Upon receipt by the Trustee of a written approval by the Issuer of the final reports or upon the lapse of forty-five (45) calendar days from Issuer's receipt of such final reports without any written objection from the Issuer, the final reports shall be deemed to be correct and approved, and the Trustee shall forever be released and discharged as to all acts, transactions, items, matters and things set forth in the final reports.

23) Successor Trustee

- (a) Any successor trustee appointed shall execute, acknowledge and deliver to MPTC and to its predecessor Trustee an instrument accepting such appointment, and thereupon the resignation or removal of the predecessor Trustee shall become effective and such successor trustee, without any further act, deed or conveyance, shall become vested with all the rights, powers, trusts, duties and obligations of its predecessor in the trusteeship with like effect as if originally named as trustee in the Trust Agreement. The foregoing notwithstanding, on the written request of MPTC or of the successor trustee, the Trustee ceasing to act as such shall execute and deliver an instrument transferring to the successor trustee, all the rights, powers and duties of the Trustee so ceasing to act as such. Upon request of any such successor trustee, MPTC shall execute any and all instruments in writing as may be necessary to fully vest in and confer to such successor trustee all such rights, powers and duties.
- (b) No successor Trustee shall accept appointment as provided in Section 7.5(e) of the Trust Agreement unless at the time of acceptance such successor Trustee is qualified and eligible under the provisions of Section 7 of the Trust Agreement and has none of the conflict of interest under Section 7.5(c) of the Trust Agreement.
- (c) Upon acceptance of the appointment by a successor trustee, MPTC shall notify the Bondholders in writing of the succession of such trustee to the trusteeship. If MPTC fails to notify the Bondholders within ten (10) days after the acceptance of appointment by the trustee, the latter shall cause the Bondholders to be notified at the expense of MPTC.

24) Reports to the Bondholders

- (a) The Trustee shall submit to the Bondholders on or before 31 January of each year from the Issue Date until full payment of the Bonds a brief report dated as of 31 December of the immediately preceding year with respect to:
 - (i) The property and funds, if any, physically in the possession of the Paying Agent held in trust for the Bondholders on the date of such report which shall be based on the report to be given by the Paying Agent to the Trustee upon request by the Trustee through the Issuer; and
 - (ii) Any action taken by the Trustee in the performance of its duties under the Trust Agreement which it has not previously reported and which in its opinion materially affects the Bonds, except action in respect of a default, notice of which has been or is to be withheld by it.
- (b) The Trustee shall submit to the Bondholders a brief report within ninety (90) days from the making of any advance for the reimbursement of which it claims or may claim a lien or charge which is prior to that of the Bondholders on the property or funds held or collected by the Paying Agent with respect to the character, amount and the circumstances surrounding the making of such advance; provided that, such advance remaining unpaid amounts to at least ten percent (10%) of the aggregate outstanding principal amount of the Bonds at such time.
- (c) The following pertinent documents may be inspected during regular business hours on any Business Day at the principal office of the Trustee with at least fifteen (15) calendar days prior written notice

of the intended date of inspection:

- (i) Trust Agreement
- (ii) Registry and Paying Agency Agreement
- (iii) Articles of Incorporation and By-Laws of the Company
- (iv) SEC Permit to Offer Securities for Sale

25) Meetings of the Bondholders

A meeting of the Bondholders may be called at any time for the purpose of taking any actions authorized to be taken by or on behalf of the Bondholders of any specified aggregate principal amount of the Bonds under any other provisions of the Trust Agreement or under the law and such other matters related to the rights and interests of the Bondholders under the Bonds.

(a) Notice of Meetings

The Trustee may at any time call a meeting of the Bondholders, or the holders of at least twenty-five percent (25%) of the aggregate outstanding principal amount of the Bonds (or, as applicable, the relevant series thereof) may direct the Trustee in writing to call a meeting of the Bondholders, to take up any allowed action, to be held at such time and at such place as the Trustee shall determine. Notice of every meeting of the Bondholders, setting forth the time and the place of such meeting and the purpose of such meeting in reasonable detail, shall be sent by the Trustee to MPTC and to each of the registered Bondholders (or, as applicable, the relevant series thereof) not earlier than forty- five (45) days nor later than fifteen (15) days prior to the date fixed for the meeting. Each of such notices shall be published in a newspaper of general circulation as provided in the Trust Agreement. All reasonable costs and expenses incurred by the Trustee for the proper dissemination of the notices for the requested meeting shall be reimbursed by MPTC within ten (10) days from receipt of the duly supported billing statement. Meetings may be either in person or through teleconference, videoconference or through similar modes of modern communication technology.

(b) Failure of the Trustee to Call a Meeting

In case at any time MPTC or the holders of at least twenty-five percent (25%) of the aggregate outstanding principal amount of the Bonds (or, as applicable, the relevant series thereof) shall have requested the Trustee to call a meeting of the Bondholders by written request setting forth in reasonable detail the purpose of the meeting, and the Trustee shall not have mailed and published, in accordance with the notice requirements, the notice of such meeting, then MPTC or the Bondholders (or, as applicable, the relevant series thereof) may determine the time and place for such meeting and may call such meeting by mailing and publishing notice thereof.

(c) Quorum

The Trustee shall determine and record the presence of the Majority Bondholders, personally or by proxy based on the list of the Bondholders prepared by the Registrar and Paying Agent in accordance with the Registry and Paying Agency Agreement, which list shall include all information necessary for the performance of the duties and powers of the Trustee under the Trust Agreement, such as, but not limited to, specimen signatures of the Bondholders' authorized signatories. The presence of the Majority Bondholders shall be necessary to constitute a quorum to do business at any meeting of the Bondholders.

(d) Procedure for Meetings

- (i) The Trustee shall preside at all the meetings of the Bondholders, unless the meeting shall have been called by MPTC or by the Bondholders, in which case MPTC or the Bondholders calling the meeting, as the case may be, shall in like manner move for the election of the chairman and secretary of the meeting.

- (ii) Any meeting of the Bondholders duly called may be adjourned for a period or periods not to exceed in the aggregate of one (1) year from the date for which the meeting shall originally have been called and the meeting as so adjourned may be held on another date without further notice. Any such adjournment may be ordered by persons representing a majority of the aggregate principal amount of the Bonds represented at the meeting and entitled to vote, whether or not a quorum shall be present at the meeting.

(e) Voting Rights

To be entitled to vote at any meeting of the Bondholders, a person shall be a registered holder of one (1) or more Bonds or a person appointed by an instrument in writing as proxy by any such holder as of the date of the said meeting. Bondholders shall be entitled to one vote for every Ten Thousand Pesos (₱10,000) interest. The only persons who shall be entitled to be present or to speak at any meeting of the Bondholders shall be the persons entitled to vote at such meeting and any representatives of MPTC and its legal counsel.

(f) Voting Requirement

Except as provided in Section 26 (Amendments) below, all matters presented for resolution by the Bondholders in a meeting duly called for the purpose shall be decided or approved by the affirmative vote of the Majority Bondholders present or represented in a meeting at which there is a quorum except as otherwise provided in the Trust Agreement (please refer to the preceding discussion on “Quorum”). Any resolution of the Bondholders which has been duly approved with the required number of votes of the Bondholders as herein provided in the Trust Agreement shall be binding upon all the Bondholders and MPTC as if the votes were unanimous.

(g) Role of the Trustee in Meetings of the Bondholders

Notwithstanding any other provisions of the Trust Agreement, the Trustee may make such reasonable regulations as it may deem advisable for any meeting of the Bondholders, in regard to proof of ownership of the Bonds, the appointment of proxies by registered holders of the Bonds, the election of the chairman and the secretary, the appointment and duties of inspectors of votes, the submission and examination of proxies, certificates and other evidence of the right to vote and such other matters concerning the conduct of the meeting as it shall deem fit. The elected secretary shall take down the minutes of the meeting, covering all matters presented for resolution by, and the results of the votes cast by, the Bondholders entitled to vote at the meeting and/or the person appointed in writing by a public instrument as proxy or agent by any such Bondholder in accordance with the procedure set forth in this Section 25. The elected secretary shall immediately provide the Trustee with a copy of the minutes of the meeting which copy shall be made available at any time to the Issuer and all Bondholders upon receipt of written request.

26) Amendments

MPTC and the Trustee may, without prior notice to or the consent of the Bondholders or other parties, amend or waive any provisions of the Agreements if such amendment or waiver is of a formal, minor, or technical nature or to correct a manifest error or inconsistency provided in all cases that such amendment or waiver does not adversely affect the interests of the Bondholders and provided further that all Bondholders are notified of such amendment or waiver. MPTC and the Trustee may amend the Terms and Conditions of the Bonds without notice to every Bondholder but with the prior written consent of the Majority Bondholders (including consents obtained in connection with a tender offer or exchange offer for the Bonds). However, without the consent of each Bondholder affected thereby, an amendment may not:

- a. reduce the amount of Bondholders that must consent to an amendment or waiver;
- b. reduce the rate of or extend the time for payment of interest on any Bond;
- c. reduce the principal of or extend the Maturity Date of any Bond or vary the Early Redemption Option Dates of the Bond;

- d. impair the right of any Bondholder to receive payment of principal of and interest on such Bondholder's Bonds on or after the due dates therefore or to institute suit for the enforcement of any payment on or with respect to such Bondholders;
- e. reduce the amount payable upon the redemption or repurchase of any Bond under the Terms and Conditions or change the time at which any Bond may be redeemed;
- f. make any Bond payable in money other than that stated in the Bond;
- g. subordinate the Bonds to any other obligation of MPTC;
- h. release any security interest that may have been granted in favor of the Bondholders;
- i. amend or modify the provisions of the Trust Agreement and the Taxation and Yield Protection, the Events of Default or the Waiver of Default by the Bondholders sections; or
- j. make any change or waiver of this Section 26 Amendments.

It shall not be necessary for the consent of the Bondholders under this section to approve the particular form of any proposed amendment, but it shall be sufficient if such consent approves the substance thereof. After an amendment under this Section 26 becomes effective, MPTC shall send a notice briefly describing such amendment to the Bondholders in the manner provided in the section entitled "Notice to the Bondholders."

27) Evidence Supporting the Action of the Bondholders

Wherever in the Trust Agreement it is provided that the holders of a specified percentage of the aggregate outstanding principal amount of the Bonds may take any action (including the making of any demand or requests and the giving of any notice or consent or the taking of any other action), the fact that at the time of taking any such action the holders of such specified percentage have joined therein may be evidenced by: (i) any instrument executed by the Bondholders in person or by the agent or proxy appointed in writing; or (ii) the duly authenticated record of voting in favor thereof at the meeting of the Bondholders duly called and held in accordance herewith; or (iii) a combination of such instrument and any such record of meeting of the Bondholders.

28) Non-Reliance

Each Bondholder also represents and warrants to the Trustee that it has independently and, without reliance on the Trustee, made its own credit investigation and appraisal of the financial condition and affairs of MPTC on the basis of such documents and information as it has deemed appropriate and that he has subscribed to the Issue on the basis of such independent appraisal, and each Bondholder represents and warrants that it shall continue to make its own credit appraisal without reliance on the Trustee. The Bondholders agree to indemnify and hold the Trustee harmless from and against any and all liabilities, damages, penalties, judgments, suits, expenses and other costs of any kind or nature with respect to its obligations under the Trust Agreement, except for its gross negligence or willful misconduct.

29) Own Risk

Bondholders understand and acknowledge that investment in the Bonds is not covered by the Philippine Deposit Insurance Corporation ("PDIC") and that any loss or depreciation in the value of the assets of the Bondholders, resulting from the investments or reinvestment in the Bonds and the regular conduct of the Trustee's trust business shall be for the account of the Bondholder.

30) Governing Law

The Bonds are governed by and are construed in accordance with Philippine law.

31) Venue

Any suit, action, or proceeding against the Issuer with respect to the Bonds or the Bond Agreements or on any judgment entered by any court in respect thereof may be brought in any competent court in the Cities of [•] or [•], at the option of the party initiating the legal action, and the parties submit to the exclusive jurisdiction of such courts for the purpose of any such suit, action, proceeding or judgment, the Issuer and Bondholders expressly waiving other venue.

32) Waiver of Preference

The obligation created under the Trust Agreement and the Bonds shall not enjoy any priority of preference or special privileges whatsoever over any indebtedness or obligations of the Issuer. Accordingly, whatever priorities or preferences that the Trust Agreement and the Bonds may have or any person deriving a right hereunder may have under Article 2244, paragraph 14 of the Civil Code of the Philippine are hereby absolutely and unconditionally waived and renounced. This waiver and renunciation of the priority or preference under Article 2244, paragraph 14 of the Civil Code of the Philippines shall be deemed revoked if it be shown that an indebtedness of the Issuer for borrowed money has a priority or preference under the said provision.

PLAN OF DISTRIBUTION

The Company shall issue the Bonds to institutional and retail investors in the Philippines through a public offering to be conducted through the Joint Lead Underwriters and Joint Bookrunners. The Bonds do not include an international offering. The Bonds will be issued with an aggregate principal amount of up to ₱15,000,000,000.00, with an oversubscription option of up to ₱5,000,000,000.00. No shares will be sold to any person in relation to the Offer. The Offer will be limited to the distribution of the Bonds.

Joint Issue Managers

BPI Capital and First Metro are the Joint Issue Managers for this transaction. In their capacity as Joint Issue Managers, BPI Capital and First Metro shall perform the following services: (i) coordinate the marketing and book building process for the Offer; (ii) assist and coordinate with all relevant parties with the preparation of the required documentation; and (iii) and work with the Company and its legal counsel to obtain the relevant regulatory approvals.

In addition to these functions, BPI Capital and First Metro shall also provide advice and guidance to the Company covering, among others: (i) all matters necessary and desirable for the orderly execution of the Offer; (ii) optimization of the structure, timing, organization and marketability of the Offer, and (iii) relevant investor considerations from time to time, market conditions, and any corresponding adjustments to the terms of the Offer (including time of launch, size of issue, pricing, redemption and payment dates) in coordination with the other Underwriters.

The Joint Issue Managers shall receive a fee of up to equivalent to 0.05% of the final aggregate principal amount of the Bonds issued.

Underwriters of the Offer

BPI Capital, First Metro, BDO Capital, Chinabank Capital, PNB Capital, and Security Bank Capital, as the Joint Lead Underwriters and Joint Bookrunners for the Offer, have agreed to distribute and sell the Bonds at the Purchase Price, pursuant to the Underwriting Agreement. Subject to the fulfillment of the conditions provided in the Underwriting Agreement, each Joint Lead Underwriter and Joint Bookrunner has committed to underwrite the following amounts on a firm basis:

Joint Lead Underwriters and Joint Bookrunners	Underwriting Commitment
BPI Capital	₱3,750,000,000.00
First Metro	₱3,750,000,000.00
BDO Capital	₱1,875,000,000.00
Chinabank Capital	₱1,875,000,000.00
PNB Capital	₱1,875,000,000.00
Security Bank Capital	₱1,875,000,000.00
Total	₱15,000,000,000.00

The Joint Lead Underwriters and Joint Bookrunners may, in consultation with the Issuer, exercise in full the Oversubscription Option on the same terms and conditions set forth in this Prospectus, solely to cover oversubscriptions, if any. In case the Oversubscription Option is exercised, the Oversubscription Option shall be deemed firmly underwritten by the Joint Lead Underwriters and Joint Bookrunners, in addition to the amounts above. The Bonds pursuant to the said Oversubscription Option will be allocated on a daily basis to the Joint Lead Underwriters and Joint Bookrunners based on actual demand at the discretion of the Joint Lead Underwriters and Joint Bookrunners, with the consent of the Issuer.

There is no arrangement for the Joint Lead Underwriters and Joint Bookrunners to return any unsold Bonds to the Issuer. The Underwriting Agreement may be terminated in certain circumstances prior to payment being made to MPTC of the net proceeds of the Bonds. There is no arrangement giving the Joint Lead Underwriters and Joint Bookrunners the right to designate or nominate member(s) to the Board of Directors of MPTC.

The underwriting fees to be paid by the Company in relation to the Offer shall be equivalent to up to 0.30% of the final aggregate principal amount of the Bonds issued. This shall be inclusive of any commissions to be paid to the selling agents, if any.

For the purpose of complying with their respective commitments under the Underwriting Agreement, each of the Joint Lead Underwriters and Joint Bookrunners may, under such terms and conditions not inconsistent with the provisions of the Underwriting Agreement, particularly the underwriting commitment of the Joint Lead Underwriters and Joint Bookrunners, appoint selling agents for the sale and distribution to the public of the Bonds; provided, that the Joint Lead Underwriters and Joint Bookrunners shall remain solely responsible to the Company in respect of their obligations under the Underwriting Agreement entered into by them with the Company, and except as otherwise provided in the Underwriting Agreement, the Company shall not be bound by any of the terms and conditions of any agreements entered into by the Underwriters with the selling agents (if any).

The Joint Lead Underwriters and Joint Bookrunners are licensed by the SEC to engage in the underwriting or distribution of the Bonds. The Joint Lead Underwriters and Joint Bookrunners may, from time to time, engage in transactions with and perform services in the ordinary course of its business, for MPTC or any of its subsidiaries.

BPI Capital is a Philippine corporation organized in the Philippines as a wholly owned subsidiary of the Bank of the Philippine Islands. It obtained its license to operate as an investment house in 1994 and is licensed by the SEC to engage in underwriting and distribution of securities to the public with SEC Company Registration No. 0000065872 and SEC Investment House License No. CR 01-2008-00210 (renewed on November 29, 2024). It distributes both primary and secondary fixed income securities issued by the government and private sectors, including government securities as a Bureau of the Treasury-licensed government securities dealer (GSED). Over the years, it has consistently participated in the major primary bond offerings and other capital market issuances in the Philippines, including those by top corporations. As of 31 December 2024, its total assets amounted to ₱4.19 billion and its capital base amounted to ₱3.96 billion. It has an authorized capital stock of ₱506.44 million of which approximately ₱260.36 million represents its paid-up capital.

First Metro is a leading investment bank in the Philippines with sixty (60) years of service in the development of the country's capital markets. It is a subsidiary of Metropolitan Bank & Trust Company ("**Metrobank**") with a 99.3% ownership and is the investment banking arm of the Metrobank Group, one of the largest financial conglomerates in the country. Metrobank is 37.32% owned by PSE-listed company, GT Capital Holdings, Inc. ("**GTCP**"), which is the primary holding company of the diversified business interests of the Ty family in the Philippines. GTCP holds 19.6% of MPIC which holds 99.90% of MPTC. First Metro is licensed by the SEC to engage in underwriting and distribution of securities to the public. First Metro and its subsidiaries offer a wide range of services, from debt and equity underwriting to loan syndication, project finance, financial advisory, government securities and corporate debt trading, equity brokering, online trading, asset management, and research. First Metro has established itself as a leading bond house with key strengths in origination, structuring, and execution. As of 31 December 2024, its total assets stood at ₱16.25 Billion with a capital base amounting to ₱15.70 Billion.

BDO Capital is the wholly owned investment banking subsidiary of BDO Unibank, Inc., which, in turn, is an associate of the SM Group. BDO Capital is a full-service investment house primarily involved in securities underwriting and trading, loan syndication, financial advisory, private placement of debt and equity, project finance, and direct equity investment. Incorporated in December 1998, BDO Capital commenced operations in March 1999 with SEC Company Registration No. A1997-21903. It obtained its license to operate as an investment house in 1998 with SEC Investment House License No. CR 01-2008-00219 and is licensed by the SEC to engage in underwriting and distribution of securities to the public. As of 31 December 2024, it had ₱5.44 billion and ₱5.08 billion in assets and capital, respectively.

Chinabank Capital is the wholly owned investment banking subsidiary of China Banking Corporation. It was registered and licensed as an investment house on 27 November 2015, with SEC Company Registration No. CS201522558 and SEC Investment House License No. CR 01-2015-00279 (renewed on 19 November 2024), as a result of the spin-off of China Banking Corporation's Investment Banking Group. The firm offers a full suite of investment banking solutions that enable clients to achieve their fundraising objectives and strategic goals. The company's services include arranging, managing, and underwriting debt and equity transactions, such as bond offerings, corporate notes issuances, initial public offerings and follow-on offerings of common and preferred shares, private placement of securities, structured loans, project finance, real estate investment trusts, and asset securitizations. Chinabank Capital also provides financial advisory services, such as deal structuring, valuation,

and execution of mergers, acquisitions, divestitures, joint ventures, and other corporate transactions. As of 31 December 2024, it has total assets of ₱4.06 Billion and a capital base of ₱4.00 Billion.

PNB Capital is a wholly owned subsidiary of the Philippine National Bank, and offers a spectrum of investment banking services, including loan syndications and project finance, bond offerings, private placements, public offering of shares, securitization, financial advisory and mergers and acquisitions. It was incorporated on 30 July 1997 and commenced operations on 8 October 1997. PNB Capital is licensed by the SEC to operate as an investment house with a non-quasi-banking license. As of 31 December 2024, total assets of PNB Capital were at ₱2.17 Billion while total capital was at ₱2.13 Billion.

Security Bank Capital is a Philippine corporation organized in October 1995 as a wholly owned subsidiary of Security Bank Corporation. It obtained its license to operate as an investment house in 1996 and is licensed by the SEC to engage in underwriting and distribution of securities to the public. Security Bank Capital provides a wide range of investment banking services including financial advisory, underwriting of equity and debt securities, project finance, privatizations, mergers and acquisitions, loan syndications and corporate advisory services. Security Bank Capital is also involved in equity trading through its wholly owned stock brokerage subsidiary, SB Equities, Inc. Its senior executives have extensive experience in the capital markets and were involved in a lead role in a substantial number of major equity and debt issues, both locally and internationally. As of 31 December 2024, its total assets amounted to ₱2.19 Billion, and its capital base amounted to ₱2.13 Billion.

Apart from the interests of GTCAP in respect of First Metro and MPIC, described above, none of the Joint Lead Underwriters and Joint Bookrunners have any direct or indirect relations with MPTC in terms of material ownership by their respective major stockholder(s).

Sale and Distribution

The distribution and sale of the Bonds shall be undertaken by the Joint Lead Underwriters and Joint Bookrunners who shall sell and distribute the Bonds to third party buyers/investors. Nothing herein shall limit the right of the Joint Lead Underwriters and Joint Bookrunners to purchase the Bonds for their own respective accounts. The Joint Lead Underwriters and Joint Bookrunners are authorized to organize a syndicate of sub-underwriters, soliciting dealers and/or selling agents for the purpose of the Offer.

The Bonds shall be offered to the public in the Philippines.

The obligations of each of the Joint Lead Underwriters and Joint Bookrunners will be jointly, and not solidary, with any other Joint Lead Underwriters and Joint Bookrunners, in proportion to its Underwriting Commitment, and nothing in the Underwriting Agreement shall be deemed to create a partnership or joint venture between and among any of the Joint Lead Underwriters and Joint Bookrunners. Unless otherwise expressly provided in the Underwriting Agreement, the failure or success by a Joint Lead Underwriters and Joint Bookrunners to carry out its obligations thereunder shall neither relieve the other Joint Lead Underwriters and Joint Bookrunners of their obligations under the same Underwriting Agreement, nor shall any of the Joint Lead Underwriters and Joint Bookrunners be responsible for the obligation of another Joint Lead Underwriter and Joint Bookrunner.

There are no finder's fees, discounts or commissions shall be paid to any broker dealers in the distribution of the Bonds.

Each Joint Lead Underwriter and Joint Bookrunner shall be responsible for establishing the bona fide identity of each of its applicants (including, but not limited to, establishing the bona fide identity of relevant applicants on the basis of a third party reliance letter issued by the appropriate institution) in accordance with Republic Act No. 9160, or the Anti-Money Laundering Act of the Philippines, as amended, its implementing rules and regulations, as well as its own internal policies regarding "know-your-customer" and anti-money laundering.

Offer Period

The Offer Period shall commence on [17 November 2025] and end at 5:00 p.m. on [21 November 2025] or such earlier or later date as may be mutually agreed between the Company and the Joint Lead Underwriters and Joint Bookrunners.

Application to Purchase

The procedure set out in this section and the succeeding sections should be read together with the more detailed procedure and other conditions set out in the Application to Purchase.

Applicants may purchase the Bonds during the Offer Period by submitting to the Joint Lead Underwriters and Joint Bookrunners properly completed Applications to Purchase, whether originally signed or electronically submitted (through the e-Securities Issue Portal or “e-SIP”), together with two (2) signature cards, identification document, and the full payment of the Purchase Price of the Bonds in the manner provided in the said Application to Purchase.

Corporate and institutional Applicants must also submit, in addition to the foregoing:

- (a) An original notarized certificate of the corporate secretary (or the managing director in case of a partnership) or an equivalent officer of the Applicant setting forth resolutions of the board of directors, partners or equivalent body (i) authorizing the purchase of the Bonds indicated in the Application to Purchase and (ii) designating the signatories, with their specimen signatures, for the said purposes;
- (b) copies of its Articles of Incorporation and By-Laws (or the Articles of Partnership in case of a partnership) and latest amendments thereof, together with the Certificate of Incorporation issued by the SEC or other organizational documents issued by an equivalent government institution, stamped and signed as certified true copies by the SEC or the equivalent government institution, or by the corporate secretary, or by an equivalent officer(s) of the Applicant who is/are authorized signatory(ies);
- (c) two (2) duly accomplished signature cards containing the specimen signatures of the authorized signatories of the Applicant, validated by its corporate secretary or by an equivalent officer(s) who is/are authorized signatory(ies) (whose authority(ies) and specimen signatures will be submitted to the Registrar);
- (d) BIR Certificate of Registration showing the Applicant’s Tax Identification Number;
- (e) identification document(s) of the authorized signatories of the Applicant, as specified in item (a) of the immediately succeeding paragraph below; and
- (f) such other documents as may be reasonably required by any of the Joint Lead Underwriters and Joint Bookrunners, selling agents (if any) or the Registrar in the implementation of its internal policies regarding “know your customer” and compliance with anti-money laundering laws.

Individual applicants must also submit, in addition to accomplished Applications to Purchase and its required attachments:

- (a) identification document (“ID”) of the Applicant which shall consist of any one of the following valid identification documents bearing a signature and recent photo, and which is not expired: Philippine Identification Card, Passport, Driver’s License, Professional Regulation Commission ID, National Bureau of Investigation Clearance, Police Clearance, Postal ID, Maritime Industry Authority ID, Voter’s ID, Barangay Certification, Government Service Insurance System e-Card, Social Security System Card, Senior Citizen Card, Unified Multi-Purpose ID, Overseas Workers Welfare Administration ID, OFW ID, Seaman’s Book, Alien Certification of Registration/Immigrant Certificate of Registration, Government Office and government-owned and controlled corporation ID, e.g., Armed Forces of the Philippines, Home Development Mutual Fund, Certification from the National Council for the Welfare of Disabled Persons, Department of Social Welfare and Development Certification, Integrated Bar of the Philippines ID, company IDs issued by private entities or institutions registered with or supervised or regulated either by the BSP, SEC or the Insurance Commission, or school ID duly signed by the principal or head of the school (for students who are beneficiaries of remittances/fund transfers who are not yet of voting age);
- (b) two (2) duly accomplished signature cards containing the specimen signature of the Applicant, validated/signed by the Selling Agent’s authorized signatory/ies, whose authority/ies and specimen signatures have been submitted to the Registrar;
- (c) validly issued tax identification number issued by the BIR; and
- (d) such other documents as may be reasonably required by the Joint Lead Underwriters and Joint Bookrunners, selling agents (if any) or the Registrar and Paying Agent in the implementation of their

respective internal policies regarding “know your customer” and compliance with anti-money laundering laws.

An Applicant who is claiming exemption from any applicable tax, or entitlement to preferential tax rates shall, in addition to the requirements set forth above, be required to submit the following requirements to the relevant Joint Lead Underwriters and Joint Bookrunners or selling agent (if any) (together with their respective Applications to Purchase), subject to acceptance by the Issuer as being sufficient in form and substance:

- (i) a current and valid BIR-certified true copy of the tax exemption certificate, ruling or opinion issued by the BIR and addressed to the relevant applicant or Bondholder, confirming its exemption or preferential rate, as required under BIR Revenue Memorandum Circular No. 8-2014 (“**RMO No. 8-2014**”) including any clarification, supplement or amendment thereto, and for tax-exempt Personal Equity Retirement Account (“PERA”) established pursuant to PERA Act of 2008, a certified true copy of the Bondholder’s current, valid and subsisting Certificate of Accreditation as PERA Administrator, certified by the corporate secretary of the Bondholder that: (a) the exemption certificate is a true copy of the original; (b) the original is in the possession of the corporate secretary as the duly authorized custodian of the same; and (c) the corporate secretary has personal knowledge based on his official functions of any amendment, revocation, expiration, change, or any circumstance affecting said certification’s validity;
- (ii) with respect to tax treaty relief:
 - (a) prior to the payment of the initial interest due a non-resident Bondholder may signify its intention to claim preferential tax rate under the relevant tax treaty by submitting to the Issuer, (i) three (3) originals of the submitted Application Form for Treaty Purposes on Interest Income (“**BIR Form No. 0901-I**”), filed by the Bondholder or, if the Bondholder is a fiscally transparent entity, each of the Bondholder’s owners or beneficiaries with the proof of receipt by the concerned office of the BIR, as required under BIR Revenue Memorandum Order No. 14-2021 (“**RMO No. 14-2021**”), (ii) one (1) original of the valid and existing tax residency certificate duly issued by the respective foreign tax authority of the country of residence of the Bondholder or, if the Bondholder is a fiscally transparent entity, the country of residence of each of the Bondholder’s owners or beneficiaries, in the form acceptable for recognition under Philippine laws, (iii) the relevant provision of the applicable tax treaty providing for the claimed tax exemption or preferential tax rate, in a form acceptable to the Issuer, and (iv) three (3) originals of the duly notarized, consularized or apostilled (as the case may be), if executed outside of the Philippines, special power of attorney executed by the Bondholder or the Bondholder’s owners or beneficiaries, as may be applicable, in favor of the authorized representative (if the Application Form for Treaty Purposes and other documents are accomplished by an authorized representative) and confirmation acceptable to the Issuer that the Bondholder or the Bondholder’s owners or beneficiaries is/are not doing business in the Philippines to support the applicability of a tax treaty relief, and (v) such other additional documents as may be required by the Issuer or pursuant to applicable tax regulations, including but not limited to the documentary requirements enumerated in RMO No. 14-2021 in relation to BIR Revenue Memorandum Circular Nos. 77-2021 and 20-2022 (“**RMC Nos. 77-2021 and 20-2022**”), which shall be submitted by the Bondholder/Registrar to the Issuer no later than the first (1st) day of the month when such initial interest payment shall fall due and, if applicable, including any clarification, supplement, or amendment thereto;

For the avoidance of doubt, the Issuer shall retain sole discretion in determining whether the non - resident Bondholder is entitled to the preferential tax treaty rate based on the documents submitted by the non-resident Bondholder, provided that all the conditions for the availment thereof, other than residency, have been satisfied;

- (b) prior to the payment of subsequent interests due, a non-resident Bondholder may signify its intention to continuously claim preferential tax rate under the relevant tax treaty by submitting to the Issuer, if applicable, (i) three (3) originals of the submitted new or updated BIR Form No. 0901-I, as the Issuer deems applicable, and (ii) one (1) original of the valid and existing tax residency certificate duly issued by the respective foreign tax authority of the country of residence of the Bondholder or, if the Bondholder is a fiscally transparent entity, the country of residence of each of the Bondholder’s owners or beneficiaries, in the form acceptable for recognition under Philippine laws, if the validity period of the previously issued tax residency certificate has already lapsed; and (iii) such other additional documents as may be required by the Issuer or pursuant to applicable tax

regulations, including but not limited to the documentary requirements enumerated in RMO No. 14-2021 in relation RMC Nos. 77-2021 and 20-2022, which shall be submitted by the Bondholder/Registrar to the Issuer no later than the first (1st) day of the month when such subsequent interest payments shall fall due and, if applicable, including any clarification, supplement, or amendment thereto;

- (c) in the event that the Issuer determines that the non-resident Bondholder is not entitled to the preferential tax treaty rate based on the documents submitted in item (i) above and determines that all conditions for the availment thereof have not been satisfied, the Issuer shall apply the regular tax rates;
 - (d) if the non-resident Bondholder intends to obtain a confirmation of entitlement to treaty benefits, the non-resident Bondholder may apply for tax treaty relief with the BIR in accordance with RMO No. 14-2021;
 - (e) if the regular withholding tax rate has been imposed, the Issuer shall not apply for any confirmatory application of preferential tax rates with the BIR;
 - (f) should the BIR grant the application for tax treaty relief, it is the obligation of the non-resident Bondholder to apply for refund with the BIR. The Issuer shall not refund the non-resident Bondholder any amount as a result of the application of the higher tax rate;
 - (g) the non-resident Bondholder must update its COE annually, if applicable, as described in RMO No. 14-2021, as further clarified by RMC Nos. 77-2021 and 20-2022. Expired COEs will not be accepted by the Issuer; and
 - (h) aside from the updated COE (if applicable), the non-resident Bondholder shall submit its TRC annually to the Issuer as continuing proof of its entitlement to the preferential tax treaty rate. Absent such updated TRC and COE (if applicable), the Issuer shall apply the regular tax rate;
- (iii) a duly notarized undertaking executed by (i) the corporate secretary or any authorized representative of such Applicant or Bondholder who has personal knowledge of the exemption or preferential rate treatment based on his official functions, if the Applicant purchases, or the Bondholder holds, the Bonds for its account, or (ii) the trust officer, if the applicant is a universal bank authorized under Philippine law to perform trust and fiduciary functions and purchase the Bonds pursuant to its management of tax-exempt entities (i.e. Employee Retirement Fund, etc.), declaring and warranting such entities' tax-exempt status or preferential rate entitlement, undertaking to immediately notify the Issuer, the Registrar and the Paying Agent (1) of any suspension, revocation, amendment or invalidation (in whole or in part) of the tax exemption certificate, ruling or opinion issued by the BIR, executed using the prescribed form under the Registry and Paying Agency Agreement; (2) if there are any material changes in the factual circumstances of the Bondholder including but not limited to its character, nature, and method of operation, which are inconsistent with the basis for its income tax exemption; or (3) if there are any change of circumstance, relevant treaty, law or regulation or any supervening event that may or would result in the interest income of the Bonds being ineligible for exemption or preferential rate, with a declaration and warranty of its tax exempt status or entitlement to a preferential tax rate, and agreeing to indemnify and hold the Issuer, the Registrar and the Paying Agent free and harmless against any claims, actions, suits, and liabilities resulting from the non-withholding or incorrect withholding of the required tax, provided, that in case of corporate, partnership or trust account investors, such Bondholder shall also submit an original certification from the corporate secretary or an equivalent officer of the investor, setting forth the resolutions of its board of directors or equivalent body authorizing the execution of the undertaking and designating the signatories, with their specimen signatures, for the said purpose; and
- (iv) such other documentary requirements as may be required by the Issuer and the Registrar or the Paying Agent under the applicable regulations of the relevant taxing or other authorities which for purposes of claiming tax treaty withholding rate benefits, shall include evidence of the applicability of a tax treaty and consularized or apostilled (as the case may be) proof of the Bondholder's legal domicile in the relevant treaty state, and confirmation acceptable to the Issuer that the Bondholder is not doing business in the Philippines; provided, that the Issuer shall have the exclusive discretion to decide whether the documents submitted are sufficient for purposes of applying the exemption or the reduced rate being claimed by the Bondholder on the interest payments to such Bondholder; provided, further, that all sums payable by the

Issuer to tax exempt entities shall be paid in full without deductions for taxes, duties, assessments or government charges, subject to the submission by the Bondholder claiming the benefit of any exemption of the required documents and of additional reasonable evidence of such tax-exempt status to the Registrar.

Unless otherwise indicated above, the foregoing requirements shall be submitted, (i) in respect of issuance of the Bonds, upon submission of the Application to Purchase to the Joint Issue Managers and the Joint Lead Underwriters and Joint Bookrunners or selling agents (if any) who shall then forward the same to the Registrar; or (ii) in respect of a transfer from a Bondholder to a purchaser, to the Registrar upon submission of the account opening documents.

Failure on the part of the Bondholder to submit the aforementioned document/s within the time prescribed shall result in the application of the regular tax rates.

The Purchase Price for each Bond is payable in full upon submission of the duly executed Application to Purchase. Payments of the Purchase Price shall be made either in checks or appropriate debit instructions or payment instructions made out to the order of the relevant Joint Lead Underwriter and Joint Bookrunner or selling agent (if any). All payments must be made or delivered to the relevant Joint Lead Underwriters and Joint Bookrunners, or the selling agent (if any) to whom the Application to Purchase is submitted.

Completed Applications to Purchase and corresponding payments must reach the Joint Lead Underwriter and Joint Bookrunner, or the selling agent (if any) prior to the end of the Offer Period, or such earlier date as may be specified by the Joint Lead Underwriters and Joint Bookrunners. Acceptance by the Joint Lead Underwriters and Joint Bookrunners, or the selling agent (if any) of the completed Application to Purchase shall be subject to the availability of the Bonds and the acceptance by MPTC. In the event that any check payment is returned by the drawee bank for any reason whatsoever or the nominated bank account to be debited is invalid, the Application to Purchase shall be automatically canceled and any prior acceptance of the Application to Purchase shall be deemed revoked.

Minimum Purchase

A minimum purchase of ₱[50,000.00] shall be considered for acceptance. Purchases in excess of the minimum shall be in multiples of ₱[10,000.00].

Allotment of the Bonds

If the Bonds are insufficient to satisfy all Applications to Purchase, the available Bonds shall be allotted at the discretion of the Joint Lead Underwriters and Joint Bookrunners, in consultation with the Issuer and subject to the Issuer's right of rejection.

Acceptance of Applications to Purchase

The Company and the Joint Lead Underwriters and Joint Bookrunners reserve the right to accept or reject Applications to Purchase the Bonds and in case of oversubscription allocate the Bonds available to the Applicants in a manner they deem appropriate.

Rejection of Applications

The Joint Lead Underwriters and Joint Bookrunners shall accept, reduce or reject Applications to Purchase on behalf of the Issuer in accordance with the following provisions and the allocation plan. Reasons for rejection or reduction may include the following:

- (a) Applications may be rejected if: (i) the Purchase Price is unpaid; (ii) payments are insufficient or where checks, as applicable, are dishonored upon first presentment; (iii) the Application to Purchase is not received by the Joint Lead Underwriters and Joint Bookrunners or the selling agent (if any) on or before the end of the Offer Period; (iv) the number of the Bonds subscribed is less than the minimum amount of subscription; (v) the Applications to Purchase do not comply with the terms of the Offer; or (vi) the Applications to Purchase do not have sufficient information or are not supported by the required documents.

- (b) Applications may be reduced if the Offer is oversubscribed, in which case the number of the Bonds covered by such Applications to Purchase shall be reduced pro rata or in accordance with such methodology adopted by the Joint Lead Underwriters and Joint Bookrunners.

In the event an Application to Purchase is rejected or the amount of the Bonds applied for is scaled down for a particular Applicant, the relevant Joint Lead Underwriter and Joint Bookrunner or the selling agent (if any) shall notify the Applicant concerned that his/her application has been rejected or that the amount of the Bonds applied for has been scaled down.

Refunds

If any application is rejected or accepted in part only, payments made by the Applicant or the appropriate portion thereof shall be returned without interest to such Applicant through the relevant Joint Lead Underwriter and Joint Bookrunner or the selling agent (if any) with whom such Application to Purchase was coursed through.

The manner of refunds shall be made, at the option of each Joint Lead Underwriter and Joint Bookrunner and or the selling agent (if any), either (i) through the issuance of check(s) payable to the order of the relevant Applicant and crossed "Payees' Account Only" and mailed or delivered, at the risk of the Applicant, to the address specified in the Application to Purchase, or (ii) through the issuance of instructions for automatic credit payments to the accounts of the relevant Applicants, as indicated in their respective Applications to Purchase.

Payments

The Paying Agent shall open and maintain a bank account for the Bonds, which shall be operated solely and exclusively by the said Paying Agent in accordance with the Registry and Paying Agency Agreement (the "**Payment Account**"), provided that beneficial ownership of the Payment Account shall always remain with the Bondholders. The Payment Account shall be used exclusively for the payment of the principal, interest and other payments due on then Bonds on the relevant Payment Date.

The Paying Agent shall maintain the Payment Account while the Bonds are outstanding, and until six (6) months past the relevant Maturity Date or Redemption Date. Upon closure of the Payment Account, any balance remaining in the Payment Account shall be returned to the Issuer and shall be held by the Issuer in trust and for the irrevocable benefit of the Bondholders with unclaimed interest and principal payments and such other payments that are due on the Bonds.

Unclaimed Payments

Any payment of interest on, or the principal of the Bonds which remain unclaimed after the same shall have become due and payable, shall be held in trust by the Paying Agent for the Bondholders at the latter's risk and shall be dealt with in accordance with the relevant provisions of the Registry and Paying Agency Agreement.

Purchase and Cancellation

The Issuer may purchase the Bonds at any time in the open market or by tender or by contract, in accordance with PDEX Rules, as may be amended from time to time, without any obligation to make pro rata purchases from all Bondholders. Any Bonds so purchased shall be deemed fully redeemed and cancelled and may not be re-issued.

Upon listing of the Bonds on PDEX, the Issuer shall disclose any such transactions in accordance with the applicable PDEX disclosure rules.

Secondary Market

The Company intends to list the Bonds in the PDEX. The Company may purchase the Bonds at any time in the PDEX trading system without any obligation to make pro-rata purchases of Bonds from all Bondholders. The Bonds shall be traded in denominations of ₱[10,000.00] in the secondary market.

For a more detailed discussion, please refer to the section "*Description of the Bonds*".

Register of Bondholders

The Bonds shall be issued in scripless form, and subject to the payment of fees to the Registrar, shall be registered and lodged in the Register of Bondholders to be maintained by the Registrar. A Master Certificate of Indebtedness representing the Bonds sold in the Offer shall be issued in the name of the Trustee for the benefit of the Bondholders.

Legal title to the Bonds shall be shown in the Register of Bondholders, which shall be the official registry and best evidence of ownership and all other information regarding ownership of the Bonds, to be maintained by the Registrar. Initial placement of the Bonds and subsequent transfers of interests in the Bonds shall be subject to applicable prevailing Philippine selling restrictions. The names and addresses of the Bondholders and the particulars of the Bonds held by them and all transfers of the Bonds shall be entered into the Register of Bondholders. Transfers of ownership of the Bonds shall be effected through book-entry transfers in the Register of Bondholders.

For a more detailed discussion, please refer to the section “*Description of the Bonds*”.

RISK FACTORS

The Group believes that the following factors may affect its ability to fulfil its obligations under the Bonds. Most of these factors are contingencies which may or may not occur and the Issuer is not in a position to express a view on the likelihood of any such contingency occurring.

An investment in the Bonds issued involves a number of investment considerations. In addition, factors which are material for the purpose of assessing the market risks associated with the Notes are described below. The following discussion is not intended to be a comprehensive description of the risks and other factors and is not in any way meant to be exhaustive as the risks which the Group faces relate to events and depend on circumstances that may or may not occur in the future. In addition, some risks may be unknown to the Issuer and other risks, currently believed to be immaterial, could turn out to be material. Prospective investors are encouraged to make their own independent legal, tax, financial, and business examination of the Group, the Bonds, and the market. The Issuer does not make any warranty or representation on the marketability or price on any investment in the Bonds.

The Group believes that the factors described below represent the principal risks inherent in investing in the Bonds, but the inability of the Issuer to pay interest, principal or other amounts on or in connection with the Bonds may occur for other reasons which may not be considered significant risks by the Issuer based on information currently available to it or which it may not currently be able to anticipate, and the Issuer does not represent that the statements below regarding the risks of holding any Bonds are exhaustive. Prospective investors should also read the detailed information set out elsewhere in this Prospectus and reach their own views prior to making any investment decision. In making an investment decision, each investor must rely on its own examination of the Issuer and the terms of the offering of the Bonds.

The risk factors discussed in this section are of equal importance, and are presented in no particular order.

RISKS RELATING TO THE GROUP'S BUSINESS

The Group is dependent on various toll road concessions and other key contracts to conduct its business.

The Group's business operations are dependent on various toll road concessions, their related toll road operation agreements and other related key contracts that grant it the right to finance, design, construct, rehabilitate, expand, operate and maintain its toll road assets. These toll road concessions include, but are not limited to:

- the North Luzon Expressway Toll Road Concession (“**NLEX Toll Road Concession**”);
- NLEX-SLEX Connector Toll Road Concession (“**NLEX Connector Toll Road Concession**”);
- the Subic-Clark-Tarlac Expressway Toll Road Concession (“**SCTEX Toll Road Concession**”);
- the Manila-Cavite Expressway Toll Road Concession (“**CAVITEX Toll Road Concession**”);
- the Cavite-Laguna Expressway Concession (“**CALAX Toll Road Concession**”);
- the Lapu-Lapu Expressway Concession (“**LLEX Toll Road Concession**”);
- the Cebu-Cordova Link Expressway Concession (“**CCLEX Toll Road Concession**”, and together with the LLEX Toll Road Concession, the NLEX Toll Road Concession, NLEX Connector Toll Road Concession, SCTEX Toll Road Concession, CAVITEX Toll Road Concession and CALAX Toll Road Concession, the “**Philippine Toll Road Concessions**”);
- the Jakarta-Cikampek Elevated Toll Road Concession (“**JAPEX-E Toll Road Concession**”);
- the Jakarta Lingkar Baratsatu Toll Road Concession (“**JLB Toll Road Concession**”);
- the Jasamarga Transjava Toll Road Concession (“**JTT Toll Road Concession**”);
- the Jakarta Outer Ring Road Elevated Toll Road Concession (“**JORR-E Toll Road Concession**”);

- the Bintaro Serpong Damai Toll Road Concession (“**BSD Toll Road Concession**”);
- the Makassar Metro Network Toll Road Concession (“**MMN Toll Road Concession**”); and
- the Makassar Airport Network Toll Road Concession (“**MAN Toll Road Concession**”), and together with the BSD Toll Road Concession and MMN Toll Road Concession, JAPEX-E Toll Road Concession, JLB Toll Road Concession, JTT Toll Road Concession, JORR-E Toll Road Concession, are referred to as the “**Indonesian Toll Road Concessions**”. The Indonesian Toll Road Concessions and Philippine Toll Road Concessions are collectively referred to as the “**Toll Road Concessions**”).

The Toll Road Concessions and their respective operational agreements (collectively, the “**Concession Agreements**”) are essential to the Group’s ability to generate revenue, as they provide rights to collect toll fees and operate the respective toll road facilities for fixed terms ranging from approximately 25 to 45 years, subject to renewal or extension. The Group’s continued access to these rights is subject to compliance with the terms and conditions of each concession, including operational, maintenance, financial, and regulatory obligations.

Any adverse developments affecting these Concession Agreements, such as suspension, termination, non-renewal or material modification by the granting authorities or governments, could have a material and adverse effect on the Group’s business, financial condition and results of operations. Such adverse actions may arise from, among other factors, non-compliance with contractual obligations, changes in government policies, regulatory interventions or public interest determinations by the relevant authorities.

Furthermore, certain Concession Agreements impose obligations on the Group to meet specified performance standards, investment commitments, and throughput levels, with penalty provisions and revenue-sharing arrangements that could reduce profitability if not met. Also, the Group’s inability to secure timely toll rate adjustments as provided under certain concession agreements may also constrain revenue growth and adversely impact financial performance.

Finally, the Group does not typically own the underlying infrastructure assets outright but holds the rights to operate and manage these assets under the Concession Agreements. As such, the expiration, termination, or non-renewal of these agreements without commercially reasonable terms, or at all, could significantly impair the Group’s ability to continue its operations and could materially and adversely affect its reputation, ability to secure future concessions and overall business prospects.

The Group’s toll revenues are affected by applicable toll rates and ability by the Group to implement toll rate increases.

Under the terms of the Concession Agreements, the Group’s toll rates are derived from formulas which takes into account several factors, including the consumer price index (“**CPI**”) and any toll rate adjustments. Generally, every two years (depending on the specific provision in the relevant concession agreement), the Group may apply to the relevant regulatory authority for toll rate tariff adjustments. In the Philippines, the Group may apply to the Toll Regulatory Board (“**TRB**”), while in Indonesia, the Group may apply to the Ministry of Public Works and Housing (the “**MPWH**”). Nevertheless, there can be no assurance that these regulatory agencies in the Philippines or Indonesia will allow the Group to implement rate adjustments at the time or in the manner which the Group believes is in its best interest, or that the CPI will be accurate or correlated with the factors which relate to higher operation and maintenance costs or lower revenue due to a decrease in traffic volume. Even if applications for toll rate increases are approved as planned, there have been instances when government agencies have temporarily halted the implementation of toll rate increases based on petitions from the public. Should the Group be unable to adjust its toll rates in a timely manner to address changes in the economic environment, consumer preferences or during periods of rising operating costs, there could be a materially adverse effect on the Group’s collection of toll fees.

Further, the prolonged inability to adjust toll rates pursuant to concession agreements prohibits the Issuer from achieving its modelled returns. In April 2016, the NLEX Corporation and CIC each issued a notice of arbitration and statement of claim to the Philippine Government, through the TRB, to obtain compensation for its inaction on lawful toll rate adjustments which were overdue.

On 18 October 2017, the TRB provisionally approved a ₱0.25/km petition for add-on toll rate adjustment for NLEX closed system in relation with The NLEX Corporation’s investment on the NLEX lane widening project.

On 6 March 2019, the NLEX Corporation received the TRB's order to publish the adjusted toll rates for the NLEX system (the "**Order**"). The Order contains the adjusted authorized final period adjustments for the whole NLEX system due in 2013 and 2015 constituting 50% of the approved adjustment (with the remaining adjustments to be implemented in subsequent years), and the provisional add-on toll rate for the NLEX open system due to the opening of the NLEX Harbor Link Project. The NLEX Corporation has implemented the toll rate adjustments effective from 21 March 2019.

On 14 June 2019, the NLEX Corporation also implemented the petition for periodic toll rate adjustment filed in 2012 (covering the 2011 periodic toll rate adjustment) in the SCTEX. Since then, NLEX Corporation has been able to implement the periodic toll rate adjustments for SCTEX for the years 2016, 2020, and 2022 on a staggered basis.

In October 2019, the TRB approved the add-on toll rate for phase 1 of the R-1 Enhancement Project on the R-1 Expressway of the CAVITEX and the new toll rate, an increase, was implemented on 24 October 2019. The TRB has also approved the initial toll for the first 2.2 km of Segment 3A-1 of the C-5 Link Expressway effective from 24 October 2019, which was due from 1 January 2012.

On 7 September 2021, the NLEX Corporation and CIC received notice of the rulings of the Permanent Court of Arbitration (the "**Tribunal**") in their respective arbitration cases filed with the Tribunal against the Republic of the Philippines (the "**RoP**"), acting by and through the TRB.

In the NLEX case, while the Tribunal ruled that it has jurisdiction over the claims presented by the NLEX Corporation, the Tribunal held that under the factual circumstances of the case, the TRB is not liable for unreasonable delay on the petitions for toll rate adjustment filed in 2012 and 2014 (the "**2012 and 2014 Petitions**"). The rejection of the claim is without prejudice to further review by the TRB of the said petitions. The Tribunal also noted that the TRB already decided on the 2012 and 2014 Petitions when the TRB issued its resolution in 2018 approving an upward adjustment in the toll rates in the NLEX, which have been implemented since March 2019. Based on the foregoing, the Tribunal also denied the NLEX Corporation's claim for damages. The Tribunal also ruled that each party will bear the costs of arbitration in equal shares and will bear its own costs of legal representation and assistance.

In the case of CAVITEX, the Tribunal issued its final Termination Order, considering that the claimants CIC and Philippine Reclamation Authority have earlier withdrawn both their claims for compensation arising from non-approval of their Petitions for rate adjustment filed in 2011 and 2014. The Order thus terminated the CAVITEX arbitration case. In the meantime, the said petitions are now being processed by the TRB.

Prolonged delays or uncertainties in the approval and implementation of toll rate adjustments may continue to restrict the Group's ability to achieve its modelled returns. The ongoing review and processing of pending petitions by the TRB, coupled with the outcomes of arbitration proceedings, create an environment of regulatory risk and financial unpredictability. Such circumstances could materially and adversely affect the Issuer's revenue generation, cash flow, and overall financial performance, thereby impacting its operations, financial condition, results of operations, and prospects.

A decline in toll revenues would materially and adversely affect the Group's business prospects, financial condition and results of operations.

The Group's business is dependent on toll fees revenue, which in turn depend on traffic volumes on the Group's toll roads. Traffic volumes are directly or indirectly affected by many external factors, including:

- toll fees;
- fuel prices;
- the frequency of traveler use;
- the number and affordability of automobiles;
- the quality, convenience and travel efficiency of alternative routes outside of the Group's network of toll roads;

- the convenience and extent of a toll road's connections with other parts of the Philippine and Indonesian local, state and national highway networks;
- road and traffic conditions on the local, state or national highway networks to which the Group's projects are connected;
- the availability and cost of alternative means of transportation, including public transportation and air travel;
- the level of commercial, industrial and residential development in areas served by the Group's network of toll roads;
- the overall level of security of the toll roads as managed by relevant security contractors;
- any changes to axle load norms that increase the permissible axle load limits on the Group's roads and highways, which may accelerate the deterioration of the condition of the toll roads;
- adverse weather conditions; and
- seasonal holidays.

Changes in any one or more of these factors could adversely affect traffic volumes and toll fees revenue, which could result in an adverse and material impact on the Group's business, financial condition and results of operation.

The Group's information technology systems and toll collection systems, including the operation of its RFID-based electronic tags and magnetic cards, are vulnerable to leakages, technical problems and other toll collection deficiency issues.

The Group's toll fee revenues are primarily dependent on the integrity and effectiveness of its toll collection systems. The Group currently operates a combination of open and closed toll collection systems across its expressways, with different toll rates applicable to various vehicle classes. For example, on closed systems such as the NLEX, SCTEX, and CALAX, toll fees are calculated based on the actual distance traveled by the vehicle, whereas on open systems like the CAVITEX and portions of NLEX and CCLEX, motorists are charged a flat rate upon entry regardless of distance.

Additionally, to facilitate efficient and automated toll collection, the Group employs electronic toll collection systems in its tollways, which uses Radio Frequency Identification ("RFID") electronic tags and cards to enable cashless transactions and reduce congestion at toll plazas. This system enhances accuracy in toll fee collection and vehicle classification. However, cash lanes are still required to be maintained in the tollways.

The level of toll fees collected may be adversely impacted by leakage arising from toll evasion, fraud or technical faults within the Group's toll collection infrastructure. If toll collection is not properly monitored or if there are deficiencies in the system, such leakage could reduce the amount of toll fees collected. Additionally, any unforeseen event that renders all or part of the toll roads or toll collection computer systems non-operational, such as system failures, cyberattacks or physical damage, could materially and adversely affect the Group's business, financial condition, and results of operations.

Although the Group implements measures to protect its systems from security breaches and unauthorized access by third parties, such efforts may be unsuccessful due to software glitches, employee error or malfeasance, government surveillance, or other factors. Moreover, if the Group's systems or software malfunction, the accuracy of traffic data and the ability to correctly identify and classify vehicles could be compromised, potentially leading to under reporting of toll revenue and other operational issues.

If all or part of the Group's IT or toll collection systems are non-operational, or if such systems malfunction and cannot be restored promptly, the Group's business may be harmed and its ability to meet payment obligations may be impaired. There can be no assurance that the Group's business continuity plans will be fully effective during an IT failure or interruption. Such failures could have a material adverse effect on the Group's business, financial condition, and results of operations.

Competing roads and alternative routes may negatively affect the traffic volume on the Group's network of toll roads.

Parts of the Group's toll road network face competition from other existing roadways and highways that serve similar routes, which may affect traffic volumes and toll revenues. Generally, these are the public toll-free roads. For example, the NLEX primarily competes with the MacArthur Highway, a toll-free alternative running parallel to the NLEX that serves many of the same northern Luzon destinations. Similarly, the CAVITEX competes with the Aguinaldo Highway and other local roads connecting Metro Manila to the Cavite province, which may offer toll-free or lower-cost alternatives to motorists. In Indonesia, the Group operates toll roads that compete with non-tolled arterial roads and highways in the greater Jakarta metropolitan area. The presence of these competing routes may influence motorists' choice, especially during periods of congestion, roadworks, or toll rate adjustments, thereby impacting the Group's traffic volumes and revenue.

In addition, the Philippine government and the Government of the Republic of Indonesia (the **"Government of Indonesia"**) have the right to construct and open additional roads which may serve as alternate routes. The construction of such alternative roads and highways may result in a diversion of vehicular traffic from the road assets and a reduction of revenue from toll fees. Further, local roads and state highways may be improved to serve as alternate routes to the road assets, and tolls may or may not be charged on such alternate roads. The existence or improvement of such alternative roads and highways may also result in a diversion of vehicular traffic from our road assets and a reduction of our revenue from toll fees. Any competition from these alternative routes could have an adverse effect on the Group's business, financial condition and results of operations.

Inadequate financing sources may prohibit the Group from completing its projects and delivering returns.

The Group's toll roadway portfolio includes major expressways and highways in the Philippines and Indonesia and is covered by several Concession Agreements which require the Group to undertake expansion and maintenance of the toll roads it operates.

For example, the CAVITEX Toll Road Concession Agreement contemplates the development in phases of a coastal highway along the bay of Manila connecting Metro Manila with the province of Cavite. The 19.2km long toll road has been operating, while the remaining portions of CAVITEX, consisting of the C5 South Link Segment 3B is under construction. In Indonesia, the JORR-E Concession Agreement covers the construction, operation and maintenance of the Jakarta Outer Ring Road Elevated Section. JORR-E is currently in its pre-construction activities phase.

Any future construction obligations arising under the Concession Agreements may require significant capital expenditures for the funding of roadway construction costs, the development or enhancement of toll facilities and amenities, and related costs. The Group is obligated under certain Concession Agreements to maintain the toll roads it operates, including both routine and heavy maintenance and repairs.

There can be no assurance that the Group will have sufficient cash flow or be able to obtain third party financing necessary to finance its construction and maintenance obligations, respectively. If the Group is unable to obtain financing for its future capital expenditures, it may have difficulty meeting its construction and maintenance obligations under the Concession Agreements. In certain cases, the inability of the any member of the Group to meet these obligations is a default under their respective Concession Agreement, which could cause the Group's business, financial condition, results of operations and prospects to be materially and adversely affected.

Delays in land acquisition and rights of way may adversely affect project timelines and financial performance of the Group.

The Group's toll road construction and expansion projects depend heavily on the timely acquisition of unencumbered land and the clearance of encroachments by government authorities. Under the terms of the Group's Concession Agreements, relevant government agencies are generally responsible for delivering or securing rights over contiguous, unencumbered land parcels necessary for construction through the exercise of the government's expropriation rights. Delays or failures by these authorities to fulfill their land acquisition or eviction obligations may significantly impede project implementation, resulting in construction delays, increased costs, or even termination of concession agreements due to material default by the concessioning authority.

In the Philippines, land acquisition and rights of way challenges have historically caused substantial delays in major infrastructure projects, including toll roads. For example, the completion of projects such as the NLEX

Connector and the CALAX has been affected by protracted rights of way procurement processes. These delays not only postpone the commencement or completion of construction but also increase project costs due to inflation in land prices and extended financing periods. Furthermore, disputes with landowners or affected communities may lead to legal proceedings, compensation claims, or changes in project scope, all of which could adversely impact the Group's financial condition and operational results.

Any such delays or failures in land acquisition or rights of way clearances by government authorities or other stakeholders may also cause increases in the prices of construction materials and labor beyond original estimates, which the Group may not be able to recover through toll rate adjustments. These factors could materially and adversely affect the Group's business, financial condition, results of operations, and prospects.

Delays in the Group's projects which are under construction or development defers the Group's ability to recover capital investments.

As of 30 June 2025, the Group has four projects under construction and three projects in its development pipeline. These projects which are under development require substantial capital outlay before any benefits or returns on investment may be realized. The Group may encounter problems that substantially impair its ability to generate revenue from these projects or substantially increase the costs and time required to develop or complete them.

Further, the development and completion of these projects are subject to a number of risks, including, among others, regulatory risk, delays in the Philippine or Indonesian Government's procurement of rights of way, construction risk, time delays in completion of projects, escalations in estimated project cost, financing risk, raw material risk and commodities price risk. There can be no assurance that these projects under development will be completed in the time expected or at all. Further, there can also be no assurance that developments by third parties sought to be connected by such toll roads will be completed in the time expected or at all. For example, a portion of the NLEX Connector should be connected seamlessly with a toll road that is operated and maintained by a third party. However, completion of the interconnection structure remains pending.

If the completion or commencement of operations of the Group's projects which are under construction or development is delayed or not completed at all, there may be a material and adverse effect on the Group's business, financial condition, results of operations and prospects may be materially and adversely affected.

The Group is dependent on a timely completion of projects by its contractors.

The Group's construction and operational activities depend heavily on the timely and consistent supply of various construction materials and equipment on commercially acceptable terms. Our projects require bulk materials such as steel, cement, bitumen, stone, and aggregates, as well as specialized equipment for engineering, procurement, and construction ("EPC") contracts.

The prices and availability of these materials and equipment are influenced by factors beyond the Group's control, including global and local economic conditions, production capacities, transportation logistics, import duties, and competition for resources. The Group has not entered into long-term supply contracts for most construction materials and relies primarily on third-party suppliers and transportation providers. Disruptions such as transportation strikes, regulatory restrictions, or increases in transportation costs, as have occurred in various markets, may adversely affect the timely delivery and cost of construction inputs. Further, unanticipated cost escalations not accounted for in project bids or budgets could materially and adversely affect the Group's results of operations and financial condition.

The cost of implementing new technologies and refurbishing existing equipment could materially and adversely affect the Group's business, financial condition and results of operations.

The Group's success depends, in part, on its ability to respond to technological advances and emerging industry standards and practices in a cost-effective and timely manner. Rapid and frequent changes in technology and market demands may render existing technologies and equipment obsolete, necessitating substantial capital expenditures or write-downs of assets. Failure to adopt new technologies effectively and efficiently could increase the Group's operating costs. Additionally, governmental authorities may mandate compliance with specific technologies in the execution of projects, and the Group may be unable to implement such requirements promptly or at all. Any of these circumstances could have a material adverse effect on the Group's business, financial condition, and results of operations.

Furthermore, certain equipment used at the Group's toll roads have predetermined useful lives and must be replaced or refurbished periodically. Such replacement or refurbishment may not be conducted in a cost-effective manner, and any increased costs incurred as a result could adversely impact the Group's profit margins and cash flows.

Severe weather conditions and natural calamities may weaken and damage the Group's toll road systems, leading the Group to incur additional costs for repairs, and may impact the toll road operations of the Group.

Due to the nature of the Group's operations, severe weather conditions and natural calamities such as earthquakes and typhoons may cause significant damage to the Group's toll roads, necessitating costly repair work and other corrective measures. For instance, this 2025, the Group spent ₱61 million on repairs expenses, primarily due to repair of damaged fences, patching of multiple potholes along the main carriageway of the expressways as well as restoration of damaged sheet piles and gabions to address the continuous riverbed degradation exposing the foundation piles of the SCTEX Pasig Potrero bridge during heavy river flow brought about by typhoons. Apart from repairs, collaboration with the Local Government Unit and Department of Transportation (DOTr) in cleaning of creeks and waterways that are affecting the expressway has also been undertaken as part of flood mitigation effort to avoid operation disruption of the toll roads during heavy downpour. These repairs and other corrective measures may require significant resources, time and costs to implement. Depending on the scale of the damage, they may also disrupt the toll roads' normal operations, materially and adversely affecting the Group's business, financial condition and results of operations.

Severe weather conditions may also impair toll road operations even without causing permanent damage. On 21 July 2025, for example, unprecedented rainfall brought by Tropical Depression Crising and the intensified Southwest Monsoon (Habagat), coupled with the overflow of La Mesa Dam, caused flooding in the NLEX Balintawak Cloverleaf, Valenzuela, and Meycauayan areas, resulting in traffic disruptions.

To mitigate these risks, the Group implements a comprehensive program of preventive and responsive measures, including:

- Regular cleaning of drainage systems and culverts, and roadside clearing works;
- Constant monitoring of river water levels, bridge conditions, and other critical structures;
- Availability and readiness of dewatering equipment such as water trucks and pumps;
- Deployment of patrol and emergency teams to redirect vehicles and open alternate routes during flooding;
- Coordination with local authorities through inter-agency flood mitigation forums to strengthen community preparedness; and
- Real-time communication with motorists through social media and traffic bulletins.

During the July 2025 flooding incident, for example, the Group, through NLEX Corporation, promptly deployed monitoring and emergency teams to assess conditions, redirect motorists, and provide on-site assistance. By 8:00 p.m. that day, both directions of the Balintawak Cloverleaf were fully passable to all vehicle types. Stranded motorists were provided with water and snacks, while regular traffic updates were broadcast to ensure public safety.

Despite these efforts, there can be no assurance that severe weather events and natural calamities will not materially disrupt operations or require significant unplanned expenditures in the future.

Structural challenges of toll roads may impact the toll road operations of the Group

The Group's toll road infrastructure is subject to natural wear and tear, environmental factors, and site-specific conditions that may give rise to structural challenges. Bridges, viaducts, roads, and other key assets may be vulnerable to issues such as soil erosion, riverbed degradation, flooding, or ground settlement, which could weaken their structural integrity over time.

While the Group conducts regular maintenance, inspection, and monitoring to ensure the safety and reliability of its toll roads, certain conditions may require significant mitigation efforts or the implementation of permanent engineering solutions. For example, the foundations of the Pasig–Potrero Bridge along the Subic–Clark–Tarlac Expressway have been affected by riverbed degradation, requiring interim mitigation measures while a permanent solution is being explored in coordination with the BCDA and relevant government agencies. To mitigate this risk, NLEX Corporation and the Bases Conversion and Development Authority (BCDA), as owner of the Pasig Potrero Bridge, are exploring possibilities to complete the implementation of a permanent solution. NLEX Corporation is

currently undertaking mitigation measures to address the riverbed degradation. In parallel, NLEX Corporation is also in coordination with concerned government agencies and stakeholders for operational safety preparedness and continued precaution in case of any untoward extreme events.

Structural challenges of this nature may disrupt the normal operations of affected toll roads, require substantial expenditures for repair or mitigation, and pose safety risks if not addressed promptly. Any prolonged disruption or failure to implement adequate solutions may materially and adversely affect the Group's business, financial condition, and results of operations.

There is no assurance that the Group will continue to win awards for construction or expansion of new or existing toll roads.

There is no assurance or guarantee that the Group can continue to grow its business through new concessions given these projects are subject to government bidding if solicited; or Swiss challenges if unsolicited. There is also no assurance that the Philippine or Indonesian Governments will accept and process unsolicited proposals, or that there will be no delay in the award or negotiation of the terms of the award for such concessions. The failure to, or delay in, obtaining such concessions may materially and adversely affect the Group's business, financial condition, results of operations and prospects.

The Group may not be able to obtain financing on favorable terms or at all.

The Group may require additional cash resources to support the future growth and development of its business, including potential investments or acquisitions. If the Group's existing cash resources are insufficient to meet its cash requirements, it may seek to issue additional equity or debt securities or obtain new or expanded credit facilities. In the past, the Group has raised capital through various financing arrangements to fund the expansion of its operations.

The Group's ability to obtain external financing in the future is subject to a variety of uncertainties. Incurring additional indebtedness would increase the Group's debt service obligations and may impose operating and financial covenants that could restrict its business operations. Further, access to international capital and lending markets may be limited or restricted at times when the Group requires funding, particularly during periods of increased volatility and reduced liquidity in global financial and stock markets, as well as due to policy changes and regulatory restrictions. There can be no assurance that financing will be available on a timely basis, in sufficient amounts, or on terms acceptable to the Group, or at all. Any failure to raise necessary funds on favorable terms, or at all, may adversely impact the Group's liquidity, its ability to pursue business opportunities, and could have a material adverse effect on its business, cash flows, financial condition, and results of operations.

The Issuer has also invested in foreign subsidiaries and associates which are subject to different political, economic and social conditions.

Through Metro Pacific Tollways Asia Corporation Pte. Ltd. ("MPT Asia"), the Issuer has substantial investments in businesses with principal operations located in Indonesia and Vietnam. The operations of these businesses may be governed by an entirely different set of laws and regulations and the strategies executed in one jurisdiction may not be effective or applicable in other jurisdictions. Any adverse government or social actions in these countries may prohibit the Issuer from successfully implementing its expansion plans, and materially and adversely impact the Group's business, financial condition, and results of operations.

The Issuer's strategic acquisitions may be unable to realize the anticipated benefits of such acquisitions, and its growth strategy may not be achieved.

Historically, the Issuer has expanded its business through selective, complementary acquisitions, and the Issuer intends to continue to evaluate acquisition opportunities with complementary toll road infrastructure prospects as they arise. However, acquisitions involve a number of risks, including misevaluation of acquired assets, particularly with respect to the condition of existing toll road infrastructure, traffic volume projections, diversion of management's attention, unanticipated events or circumstances, legal liabilities, some or all of which could harm the Group's results of operations and financial condition.

The Group enters into transactions with related parties.

The Group transacts with related parties in the ordinary course of business. Related parties include individuals such as members of key management personnel and their close family members, as well as corporations and entities under significant influence or control of the Group or its parent company, MPIC. These related parties include, but are not limited to, PLDT Inc. (“**PLDT**”) and Maynilad Water Services, Inc. (“**Maynilad**”). While the Group believes that all past related party transactions have been conducted at arm’s length and on commercially reasonable terms, such transactions may involve conflicts of interest which, although not contrary to law, could be detrimental to the Group. Failure of related parties to act on fair and equitable terms may adversely affect the Group’s business, financial condition, and results of operations. For further information, see “*Certain Relationships and Related Party Transactions* on page 179 of this Prospectus.”

In addition, the Group complies with the BIR’s Transfer Pricing Guidelines, which apply to cross-border and domestic transactions between related parties and associated enterprises. These guidelines require that transactions between related parties be conducted under comparable terms and conditions as those between independent parties, consistent with the arm’s length principle. If the BIR determines that related party transactions are not conducted at arm’s length, it may adjust taxable income accordingly, which could have adverse tax and financial consequences for the Group. There can be no assurance that the BIR will view the Group’s related party transactions as arm’s length under these guidelines. Consequently, any challenge to these transactions may adversely affect the Group’s business or results of operations.

The Group operates in regulated environments and the performance of its obligations under the Concession Agreements may be affected by the development and application of regulations in the Philippines and Indonesia.

The Group operates in a regulated environment, and its toll road operations are regulated pursuant to applicable transportation and traffic management, environmental, labor and health and safety regulations, among others. Future regulatory changes, particularly with respect to the decentralization of regulatory authority for toll roads to local governments, may generate incremental costs and requirements, and may adversely affect the Group’s operation of its toll roads, the performance of its obligations under the Concession Agreements and ultimately the Group’s toll fees collection. There can be no assurance that the Group will be able to obtain or maintain all necessary governmental approvals or business licenses for the operation of its toll roads.

In addition, licenses obtained by the Group under applicable Philippine or Indonesian laws and regulations may be subject to conditions, and continued compliance therewith may be expensive, difficult or impossible. It is possible that governmental authorities could take enforcement action against the Group for its failure to comply with such regulations, including the aforementioned conditions. These enforcement actions could result, among other things, in the imposition of fines or the revocation of any one of the Group’s Toll Road Concessions.

In particular, the Group is required to comply with numerous laws and regulations relating to the protection of the environment and land use. For instance, in the Philippines, among the Group’s significant environmental obligations is continued compliance with the Environmental Compliance Certificates (“**ECCs**”) which were granted to it by the Department of the Environment and Natural Resources (“**DENR**”). In Indonesia, the Group is required to comply with the relevant environmental impact assessment processes, or the *Analisis Mengenai Dampak Lingkungan* (the “**AMDAL**”), for certain business activities, including infrastructure projects such as the operation of toll roads. While the Group believes it has obtained all material environmental approvals currently required to operate its business and is compliant with all its obligations under such approvals, there can be no assurance that the requirements to obtain such approvals may not become more stringent in the future and that such approval would be renewed when they expire. Failure to comply with regulatory laws and regulations could have a material adverse effect on the Group’s business, financial condition or results of operations.

The Issuer is a holding company and primarily depends on dividends and distributions from its subsidiaries and joint venture.

The Issuer is a holding company and conducts no significant business operations. The Issuer’s operating projects are held by the various operating companies and joint venture, which it holds or is invested in.

As a holding company, the Issuer depends on the dividends and distributions from its operating companies and joint ventures for its cash flow. The majority of the Issuer’s assets are held by, and its earnings and cash flows are ultimately attributable to, its operating companies and joint venture. The Issuer’s liquidity, ability to pay expenses, and meet obligations are primarily dependent upon the flow of funds from these operating companies and joint venture.

The ability of the Issuer's operating companies and joint venture to pay dividends is subject to applicable laws (including remittance laws), restrictions contained in their loans, debt instruments, and/or joint venture agreements, and may also be subject to taxes.

Under Philippine law, dividends may be declared by a corporation's board of directors. However, any stock dividend declaration requires the approval of shareholders representing at least two-thirds of such corporation's total outstanding capital stock at a regular or special meeting duly called for the purpose. Additionally, Philippine SEC approval is required if the declaration of stock dividends requires an increase in such corporation's authorized capital stock. There can be no assurance that the operating companies and joint venture will generate sufficient cash flows to pay dividends or otherwise distribute sufficient funds to us to enable us to meet our financial obligations and declare dividends to our shareholders.

In addition, some of the Issuer's operating companies and joint venture may be subject to certain debt covenants in their loan agreements, which may affect their ability to declare or pay dividends under certain circumstances, such as in the event of default or if any such payments would result in an event of default, or if certain financial ratios are not maintained. Failure to comply with these covenants could result in the debt becoming immediately due and payable. This could adversely affect the Issuer's liquidity and ability to generally fund our day-to-day operations. In the event this occurs, it may be difficult to repay or refinance such debt on acceptable terms or at all.

Any restriction or prohibition on the ability of the operating companies and joint venture to distribute dividends or make other distributions to the Issuer, either due to regulatory restrictions, debt covenants, contractual undertakings, operating or financial difficulties or other limitations, could have a negative effect on the Issuer's cash flow, prospects and financial condition.

The Group's insurance coverage may not be sufficient to fully cover the risks related to its operations and losses.

The Group is not fully insured against all potential hazards incident to the Group's business. If any or all of the Group's properties within its toll road networks are damaged and the Group's operations are interrupted for a sustained period, there can be no assurance that the Group's insurance policies would be adequate to cover any or all of the losses that may be incurred as a result of such interruptions or the costs of repairing the damaged toll roads and toll road facilities.

The Group's success depends on the Group's ability to attract and retain qualified personnel and to maintain satisfactory labor relations.

The Group's business demands an experienced management team with industry expertise and a skilled workforce that is familiar with the transportation infrastructure and the operation of toll roads.

Our performance depends, in part, upon the continued service and performance of certain directors, executive officers and key employees. The continued operations and growth of our business will be dependent upon being able to attract and retain personnel who have the necessary and required experience and expertise. Competition for qualified personnel with relevant industry expertise in the Philippines and Indonesia is intense due to the scarcity of qualified individuals in the toll roads business, and we may not be able to retain our executive officers and key employees or attract and retain fresh talent. Any inability to retain our respective directors, executive officers and key employees, or the inability to replace such individuals with similarly qualified personnel, could materially and adversely affect our business, financial condition and results of operations.

As of 30 June 2025, the Group had approximately 4,317 employees. The Group currently has no unions. While the Group believes that it has, in general, good relations with its employees, the Group is subject to applicable law, employment contracts, and Group policies, as may be updated from time to time. There can be no assurance that work stoppages or other labor-related disputes, demands for increased wages or other terms or other developments will not occur in the future. Any significant labor dispute or labor action that the Group experiences could have a material adverse effect on the Group's business, results of operations and financial condition.

RISKS RELATING TO THE PHILIPPINES

Historically, the Group has derived most of its revenues and operating profits from the Philippines and its business is dependent on the state of the Philippine economy. Demand for the Group's goods and services are directly

related to the strength of the Philippine economy (including overall growth and income levels) and the overall levels of business activity in the Philippines. In the past, the Philippines has experienced periods of slow or negative growth, high inflation, significant devaluation of its currency and the imposition of exchange controls. Other factors that may adversely affect the Philippine economy include:

- reduced business, industrial, manufacturing or financial activity in the Philippines or elsewhere in Southeast Asia;
- scarcity of credit or other financing available to the Government, corporations or individuals in the Philippines;
- fluctuations in currency exchange rates and interest rates or prolonged periods of inflation or deflation;
- foreign exchange controls;
- levels of employment, consumer confidence and income;
- Government budget deficits;
- public health epidemics or outbreaks of diseases, such as a worsening or resurgence of the COVID-19 pandemic, a re-emergence of polio, SARS, bird flu, monkeypox or H1N1, or the emergence of other similar diseases in the Philippines or in other countries in Southeast Asia;
- significant changes to the Government's economic, social or tax policies;
- natural disasters, including tsunamis, typhoons, earthquakes, fires, floods and similar events;
- political instability, terrorism or military conflict in the Philippines, other countries in the region or globally;
- geopolitical tensions between the Philippines and other claimant countries concerning disputed territories in the West Philippine Sea;
- a downgrade in the long-term foreign and local currency sovereign credit ratings of the Philippines or the related outlook for such ratings;
- political instability, territorial disputes, terrorism or military conflict in the Philippines, other countries in the region or globally; and
- other regulatory, political, social, or economic developments in or affecting the Philippines.

Any future deterioration in economic conditions in the Philippines as a result of these or other factors could materially and adversely affect the Group or its consumers, customers and contractual counterparties. This, in turn, could materially and adversely affect the Group's business, financial condition and results of operations and its ability to implement its business strategy.

Any economic slowdown or deterioration in economic conditions in the Philippines may adversely affect the Group's business and operations in the Philippines.

In the past, the Philippines has experienced periods of slow or negative growth, high inflation, significant devaluation of the Philippine currency, imposition of exchange controls, debt restructuring and electricity shortages and blackouts. The Philippine Statistics Authority ("PSA") has reported that the headline inflation rate increased to 1.5% in August 2025, up from 0.9% in July 2025.

The Group's results of operations are significantly influenced by the performance of the Philippine economy. Any severe deterioration in economic conditions may adversely affect the purchasing power of consumers and businesses, potentially impacting collection efficiency. There is no assurance that current or future governments will implement economic policies conducive to sustaining economic growth. Consequently, the Group's results

of operations may fluctuate from period to period in line with changes in the Philippine economy, which is affected by various factors, including political, economic, and international developments.

Volatility in the value of the Philippine Peso against the U.S. dollar and other currencies as well as in the global financial and capital markets could adversely affect the Group's business.

During the last decade, the Philippine economy has experienced volatility in the value of the Philippine Peso and also limitations to the availability of foreign exchange. In July 1997, the BSP announced that the Philippine Peso can be traded and valued freely on the market. As a result, the value of the Peso underwent significant fluctuations between July 1997 and December 2004 and the Philippine Peso depreciated from approximately ₱29.00 to U.S.\$1.00 in July 1997 to ₱56.18 to U.S.\$1.00 by December 2004. However, the Philippine Peso also experienced volatility. From its end-December 2004 level, the Peso appreciated to ₱50.6 = U.S.\$1.0 (average) by 31 December 2019 and to ₱49.9 = U.S.\$1.0 by 30 June 2020. This was in contrast to the ₱52.4 = U.S.\$1.0 (average) exchange rate as of 31 December 2018. In 2024, the Peso fluctuated between ₱55 to ₱57 per USD, affecting import costs and business profitability. As of 31 December 2024, according to the BSP reference exchange rate bulletin, the Philippine Peso was at ₱58.01 per U.S.\$1.00 from ₱55.57 per U.S.\$1.00 as of 31 December 2023.

The Philippine Peso's valuation may be adversely affected by certain events and circumstances such as the strengthening of the U.S. economy, the rise of the interest rates in the U.S. and other events affecting the global markets or the Philippines, causing investors to move their investment portfolios from the riskier emerging markets such as the Philippines. Consequently, an outflow of funds and capital from the Philippines may occur and may result in increasing volatility in the value of the Philippine Peso against the U.S. dollar and other currencies. This may negatively affect the general economic conditions and business environment in the Philippines, which, in turn, could have a material and adverse impact on the Group's business, financial position and financial performance. On 4 September 2025, the exchange rate between the Philippine Peso and the U.S. dollar quoted on the BSP Reference Exchange Rate Bulletin was U.S.\$1.00 = ₱57.4480.

Political instability may have a negative effect on the general economic conditions in the Philippines which could have a material adverse impact on the business, financial position or results of operations of the Issuer and its Subsidiaries.

The Philippines has from time to time experienced political and military instability. In recent history, political instability in the Philippines included impeachment proceedings against two former presidents and a chief justice of the Supreme Court of the Philippines, the nullification of the appointment of another chief justice, hearings on alleged graft and corruption by various government officials, and public and military protests arising from alleged misconduct by previous and current administrations. Since the 2022 Philippine general elections, there have been public disagreements between the incumbent president, Ferdinand Marcos, Jr. and the vice president, Sara Duterte. Duterte resigned as Secretary of Education in June of 2024, a post she held following her appointment by President Marcos after the 2022 elections. The Vice President has since alleged that threats have been made against her life, attributing them to the present government. In addition, in March 2025, the former President of Philippines, Rodrigo R. Duterte was surrendered to the custody of the International Criminal Court for trial concerning alleged crimes against humanity of murder, torture and rape. There can be no assurance that election-related acts or political violence will not occur in the future, and any such event could negatively impact the Philippine economy.

In addition, we may be affected by political and social developments in the Philippines and changes in the political leadership and/or government policies in the Philippines. Any major deviation from the policies of the previous administration or fundamental change of direction, including a change in the form of government, may lead to an increase in political or social uncertainty and instability. Such political or regulatory changes may include (but are not limited to) the introduction of new laws and regulations that could impact our business. For example, in July 2020, a majority of a committee of the Philippine Congress rejected the request for a 25-year extension of the franchise of one of the Philippines' largest broadcasters. This highlights the uncertainty surrounding the extension or renewal of congressional franchises, including those for public utilities. Although Vice President Sara Duterte is the daughter of the former President Rodrigo Duterte, there is no assurance that the current administration will maintain the policies or platforms of the previous administration or adopt economic policies conducive to sustaining economic growth, especially given the deteriorating relationship between President Marcos and Vice President Duterte.

Additionally, there is no assurance that the political environment in the Philippines will be stable or that the current or any future government will adopt economic policies that are conducive to sustained economic growth or which do not materially and adversely impact the current regulatory environment for the tollways industry.

For instance, in response to several complaints filed against Vice President Sara Duterte, the Philippine House of Representatives acted on the fourth complaint and voted to impeach her on that basis. This fourth complaint was transmitted to the Philippine Senate, which will sit as an impeachment court. The affirmative vote of senators representing two-thirds of the Philippine Senate is required to formally impeach the Vice President. Among the issues raised against her were her alleged abuse, misuse, and wastage of confidential funds, systematic cover-up of such actions through fabricated accomplishment reports, receipts, and documents submitted to the Philippine Commission on Audit, deliberate obstruction of congressional investigation and oversight, her inaction during the onslaught of a super typhoon in the Philippines, her silence during instances of Chinese aggression in the West Philippine Sea, and her supposed public threats against top officials. Petitions for Certiorari and Prohibition assailing the constitutionality of the fourth impeachment complaint citing the violation of the one-year bar rule under the Philippine Constitution was filed by Vice President Sara Duterte before the Supreme Court. On 25 July 2025, the Supreme Court partially granted the Petition and ruled that the three impeachment complaints filed with the House of Representatives which remained unacted upon and archived by the 19th Congress prior to its adjournment were effectively dismissed. Thus, the subsequent (fourth) filing of the Articles of Impeachment and its transmittal to the Senate of the 19th Congress was considered a separate and distinct mode of initiating the impeachment process, which violates the one-year bar rule under the Philippine Constitution. Motions seeking reconsideration of this decision are currently pending with the Supreme Court. In light of this, Vice President Sara Duterte's impeachment case has been archived by the Senate.

On 11 March 2025, the Vice President's father and former President Rodrigo Duterte was arrested by local law enforcers and flown to the Netherlands to face charges for crimes against humanity at the International Criminal Court. The Former President was arrested by the PNP in response to the request made by the International Criminal Police Organization upon his arrival at the Manila international airport, which resulted in polarized reactions from the general public. On 13 March 2025, former President Duterte arrived at The Hague where he will face charges over the deadly anti-drug crackdowns he oversaw while in office. These complaints may increase political tensions in the Philippines. These or other developments could increase the friction between the Dutertes and the current administration.

In July 2025, Philippine news and social media outlets erupted with news on the alleged misappropriation by public officials, favored government contractors, and their families, of hundreds of billions worth of government funds allocated for nationwide flood control projects, spanning decades of misuse over multiple administrations. Since then, the government has named fifteen (15) contractors who bagged ₱100 Billion worth of flood control projects since 2022. The Department of Public Works and Highways (DPWH) Secretary Manuel Bonoan, which has since been replaced by Transportation Secretary Vince Dizon, admitted that there are "ghost" projects.

A reorganization of public offices has since been undertaken, as well as investigations on the government officials involved and the infrastructure subject of said alleged anomalous flood control projects. In September 2025, President Ferdinand Marcos Jr. issued an executive order creating a three-member independent commission set to probe anomalies in infrastructure projects.

Several protest rallies have been held in various parts of the Philippines to denounce the mismanagement of flood control funds. The investigations and protest rallies may create a political instability, a slowdown in private and government investment, and diminished consumer sentiment that may affect GDP growth.

An unstable political or social environment in the Philippines could negatively affect the general economic conditions and business environment in the Philippines which, in turn, could have a material and adverse impact on the Group's business, prospects, financial position and financial performance.

No assurance can be given that any changes in such regulations or policies imposed by the Government from time to time or the future political environment in the Philippines will be stable or that current or future administrations will adopt economic policies conducive to sustaining economic growth. Political instability in the future could reduce consumer demand for retail and consumer goods to the Group's disadvantage or result in inconsistent or sudden changes in regulations and policies that affect the Group's business operations, which could have a material adverse impact on the Group's results of operations and financial condition.

Acts of terrorism and violent crimes could destabilize the country and could have a material adverse effect on the Group's business, financial position and results of operations.

The Philippines has also been subject to numerous threats from terrorist groups that operate in the south of the Philippines. The Philippine Army has been clashing with these groups who have been identified as being responsible for kidnapping, terrorist activities, and bombings in the country.

On 3 July 2020, Republic Act No. 11479, otherwise known as the Ant-Terrorism Act of 2020, was signed into law to replace Republic Act No. 9372, otherwise known as the Human Security Act of 2007. The constitutionality of the law was challenged in the Supreme Court by multiple groups. On 9 December 2021, the Supreme Court upheld the validity of the law except for the following provisions: (a) the qualifier portion of Section 4 which states “which are not intended to cause death or serious physical harm to a person, to endanger a person’s life, or to create a serious risk to public safety” and (b) a portion of paragraph 2 of Section 25 which allows “request for designations by other jurisdictions or supranational jurisdictions may be adopted by the ATC after determination that the proposed designee meets the criteria for designation of UNSCR No. 1373”.

An increase in the frequency, severity or geographic reach of these terrorist acts, violent crimes, bombings and similar events could have a material adverse effect on investment and confidence in, and the performance of, the Philippine economy. Any such destabilization could cause interruption to the Group’s business and materially and adversely affect the Group’s financial conditions, results of operations and prospects.

Continued conflicts between the Government and separatist groups could lead to further injuries or deaths by civilians and members of the Armed Forces of the Philippines, which could destabilize parts of the Philippines and adversely affect the Philippine economy. There can be no assurance that the Philippines will not be subject to further acts of terrorism or violent crimes in the future, which could have a material adverse effect on the Group’s business, financial condition, and results of operations.

Natural or other catastrophes, including severe weather conditions, may adversely affect the Group’s business and result in losses not covered by the Group’s insurance.

The Philippines, which is located along the Pacific Ring of Fire and a typhoon belt, has experienced major natural catastrophes over the past years, including typhoons, volcanic eruptions, earthquakes, tsunamis, mudslides, fires, droughts and floods related to El Niño and La Niña weather events.

In January 2020, the Taal Volcano entered into a period of intense unrest beginning with phreatic or steam-driven activity in several points inside the Main Crater that progressed into magmatic eruption. The Philippine Institute of Volcanology and Seismology (“PHIVOLCS”) raised the alert level to Alert Level 4 on 12 January 2020. Pursuant to such events, PHIVOLCS ordered the total evacuation of the Volcano Island and high-risk areas within a 14-kilometer radius from the Taal Main Crater. PHIVOLCS has thereafter lowered the Alert Level covering Taal to Level 1, but subsequently raised it to Alert Level 3 in March 2022 when Taal Volcano erupted again. While Taal Volcano currently has a classification of Alert Level 1, in September 2023, it spewed above average sulfur dioxide and volcanic smog, prompting authorities to close schools in dozens of cities and towns and to urge people to stay indoors. On 9 December 2024, and several days after, the Kanlaon Volcano in Negros Occidental and Negros Oriental has seen seismic activity and release of volcanic clouds of ash and gas, prompting the evacuation of approximately 87,000 people from the affected areas. There can be no assurance that the Taal, Kanlaon, or any other active volcano, will not increase seismic activity or erupt in the future.

In October 2022, Typhoon Nalgae, locally known as Typhoon Paeng, led to severe flooding and storm damage and displaced thousands in the areas affected. Natural catastrophes will continue to affect the Philippines. These may affect property and tourism related businesses in ways similar as Typhoon Rai, locally known as Typhoon Odette, caused severe damage to in the Visayas region in December 2021. The Group may incur losses for such catastrophic events, which could materially and adversely affect its business, financial condition and results of operations. In July 2025, Severe Tropical Storm Wipha/Crising, Tropical Storm Co-May/Emong, and Tropical Storm Francisco/Dante, which entered the Philippine Area of Responsibility in succession, caused widespread destruction, severe flooding and landslides and displaced thousands of people, prompting several provinces in Luzon to declare a state of calamity.

Natural catastrophes, such as any renewed eruption of the Taal Volcano, may cause damage to the terminals and materially disrupt and adversely affect the business, operations, and financial condition of the Group. There is no assurance that the insurance coverage the Group maintains for these risks will adequately compensate it for all damages and economic losses resulting from natural catastrophes. Any material uninsured loss could materially and adversely affect the Group’s business, financial condition and results of operations.

Public health epidemics, outbreaks of diseases could have a material adverse effect on the Group's business, prospects, results of operations, cash flows and financial condition.

In late 2019, COVID-19, an infectious disease that was first reported to have been transmitted to humans in 2019 has spread globally over the course of 2020, and in March 2020, it was declared as a pandemic by the WHO. While the WHO has declared the COVID-19 pandemic to be over in May 2023, there are still active and recurring cases globally, including in the Philippines. In July 2023, the President of the Philippines issued Presidential Proclamation No. 297 effectively lifting the State of Public Health Emergency throughout the Philippines brought about by the COVID-19 pandemic.

The extent of the impact of COVID-19 on the Philippine economy and the speed and certainty of any economic recovery cannot be predicted for certain, and any new surge in infections may result in stricter quarantine or lockdown measures across provinces, cities and municipalities and may lead to further contraction of the Philippine economy, closure of businesses, and rise in unemployment rates.

Since early May 2022, cases of monkeypox have been reported from countries where the disease is not endemic, and continue to be reported in several endemic countries. In July 2022, WHO Director-General Tedros Adhanom Ghebreyesus declared the ongoing monkeypox outbreak a Public Health Emergency of International Concern.

In 2023, an outbreak of the Nipah virus was reported in India. According to the WHO, patients who contracted the Nipah virus have a 40% to 75% mortality rate depending on the public health response to the virus. In September 2023, the DOH confirmed that there are no cases of Nipah virus in the Philippines.

Since 2024, the Philippines has been managing the outbreak of the African Swine Fever (“ASF”) in the country. As of 27 December 2024, the National ASF Prevention and Control Program under the country’s Department of Agriculture reported that there were 11 regions, 21 provinces, 67 municipalities, and 225 barangays that had active ASF cases.

If the outbreak of the Ebola virus, MERS-CoV, Zika virus, bird flu, polio, COVID-19, monkeypox, Nipah virus, ASF or any public health epidemic becomes widespread in the Philippines or increases in severity, it could have an adverse effect on economic activity in the Philippines, and could materially and adversely affect the Group’s business, financial condition and results of operations.

Territorial disputes with China and a number of Southeast Asian countries may disrupt the Philippine economy and business environment.

The Philippines, China and several Southeast Asian nations have been engaged in a series of long-standing territorial disputes arising from competing and overlapping claims over certain islands and features in the West Philippine Sea. China claims historic rights to nearly all of the West Philippine Sea based on its so-called “nine-dash line” and in recent years dramatically expanded its military presence in the sea which has raised tension in the region among the claimant countries. In 2013, the Philippines became the first claimant country to file a case before the Permanent Court of Arbitration, the internal arbitration tribunal based at the Hague, Netherlands to legally challenge claims of China in the West Philippine Sea and to resolve the dispute under the principles of international law as provided for under the United Nations Convention on the Law of the Sea. Despite efforts to reach a compromise, a dispute arose between the Philippines and China over a group of small islands and reefs known as the Scarborough Shoal. Actions taken by both sides have threatened to disrupt trade and other ties between the two countries, including a temporary ban by China on Philippine banana imports, a temporary suspension of tours to the Philippines by Chinese travel agencies and the rejection by China of the Philippines’ request for arbitral proceedings administered in accordance with the UNCLOS to resolve the disputes.

In July 2016, the Permanent Court of Arbitration rendered a decision in favor of the Philippines stating that the Philippines has exclusive sovereign rights over the West Philippine Sea (in the South China Sea) and that (a) China has “no historical rights” to the resources within the sea areas falling within the “nine-dash line;” (b) Chinese reclamation activity in the West Philippine Sea has caused irreparable damage to the environment, obligating the Chinese government to stop further activities in the West Philippine Sea; and (c) China has violated the Philippines’ sovereign rights in its exclusive economic zone by interfering with Philippine fishing and petroleum exploration, constructing artificial islands, and failing to prevent Chinese fishermen from fishing in the zone. However, China has said it will not recognize the ruling. With no formal enforcement mechanism in place, the territorial dispute in the West Philippine Sea remains contentious and unresolved.

The Philippine Government, under the Duterte administration, has taken action to de-escalate tensions concerning the territorial dispute with China. On 9 June 2019, a fishing boat manned by Filipino fishermen was rammed by a Chinese vessel at Recto Bank, an underwater feature being claimed by both the Philippines and China in the portion of the South China Sea portion that Manila calls the West Philippine Sea. The Filipino fishermen were abandoned in open sea and were eventually rescued by a Vietnamese vessel. This incident increased tensions between China and the Philippines. The owners of the Chinese vessel have since apologised to the Filipino fishermen and remuneration is being arranged for the fishermen.

Recent years have seen increased frequency of incidents as well as heightened intensity of confrontations between Chinese Coast Guard and Philippine personnel in the West Philippine Sea. These have resulted in public accusations and diplomatic protests from both countries. In early August 2023, a Chinese Coast Guard ship used a water cannon against Philippine supply boats to prevent them from approaching the contested Second Thomas Shoal (Ayungin Shoal to the Philippines and Ren'ai Reef to China) in the Spratly Islands, where Filipino military personnel are stationed. The move, which was caught on video, outraged President Marcos, Jr. and prompted the Department of Foreign Affairs in Manila to summon the Chinese ambassador to convey a strongly worded protest. In September 2023, the Philippine Coast Guard removed a floating barrier that was deployed by China at a disputed reef that was deployed by China to block Filipinos from the traditional fishing ground within the exclusive economic zone of the Philippines. In November 2023, a Chinese ship fired water cannons at M/L Kalayaan while the latter was on a resupply mission to troops stationed at BRP Sierra Madre in the Second Thomas Shoal, a former US Navy ship that has been grounded in the Second Thomas Shoal since 1999. The Philippines also claimed that ships belonging to a Chinese maritime militia were involved in the harassment and that inflatable boats belonging to the Chinese Coast Guard were similarly involved. The Philippine Embassy in Beijing has protested the latest incidents to the Chinese Foreign Ministry. In several instances, Chinese Coast Guard ships used water cannons against Philippine-registered vessels, including a smaller military-contracted vessel during a resupply mission to the Ayungin Shoal, and Philippine-government vessels distributing fuel and food to the fisherfolk in the Scarborough Shoal. Subsequently, the Chinese coast guard boarded a Philippine vessel. In 2024 and early 2025, tensions escalated further as China increased its maritime patrols and aggressive maneuvers against Philippine vessels near Second Thomas Shoal, Scarborough Shoal, and other disputed areas. The Philippine government lodged another diplomatic protest against China, and is engaging in discussions with the US regarding escalating tensions in the West Philippine Sea. The Philippines has filed a total of 199 diplomatic protests against China during President Marcos' tenure.

Tensions in the West Philippine Sea continue to escalate as repeated acts of aggression by China underscore a pattern of coercive behavior that undermines regional stability, violates international law, and challenges the Philippines' sovereign rights within its exclusive economic zone.

There is no guarantee that the territorial dispute between the Philippine and other countries, including China, will end or that any existing tension will not escalate further, as China has taken steps to exercise control over the disputed territory. Should these territorial disputes continue or escalate further, the Philippines and its economy may be disrupted and the Group's operations could be adversely affected as a result. In particular, further disputes between the Philippines and China may lead both countries to impose trade restrictions on the other's imports. Any such impact from these disputes could adversely affect the Philippine economy, and materially and adversely

Developments outside of the Philippines, including U.S. policies related to global trade and tariffs could adversely affect the Group's business, financial condition and results of operations.

The current international political environment, including the war between Russia and Ukraine, the Israel- Hamas conflict in Gaza, and existing and potential changes to U.S. policies related to global trade and tariffs, has resulted in uncertainty surrounding the future state of the global economy. Since 2018, the U.S. began to increase or impose tariffs on many products, particularly from China, including, but not limited to, steel and aluminum products, consumer electronics, and industrial chemicals. In response, the European Union, China and other affected jurisdictions have introduced tariffs on U.S. goods. In April 2025, U.S. President Donald J. Trump implemented the "Liberation Day" trade policy aimed at addressing trade imbalances between the U.S. and several other countries. At present, this policy includes imposing a 19% reciprocal tariff on Philippine exports to the United States, as well as tariffs at different rates on exports from over 180 other countries. An escalating trade war may have material adverse effects on the Group's industries and the Group's business may be impacted by these tariffs. Any further expansion in the types or levels of tariffs implemented has the potential to negatively impact the Group's business, financial condition and results of operations. Additionally, there is a risk that the U.S. tariffs on imports are met with tariffs on U.S. produced exports and that a broader trade conflict could ensue, which has the potential to significantly impact global trade and economic conditions. Potential costs and any attendant impact

on pricing arising from these tariffs and any further expansion in the types or levels of tariffs implemented could adversely affect the Group's business, financial condition and results of operations. Economic disruption in other countries, even in countries in which we do not currently conduct business or have operations, could also adversely affect the Group's businesses and results. Adverse market and economic conditions continue to create a challenging operating environment for financial services companies. In particular, the impact of interest and currency exchange rates, the risk of geopolitical events, fluctuations in commodity prices and concerns about European stagnation as well as diverging monetary policies among the major economies have affected financial markets and the economy.

In addition to the macroeconomic factors discussed above, other events beyond the Group's control, including terrorist attacks, cyberattacks, military conflicts, economic or political sanctions, disease pandemics, political unrest or natural disasters could have a material adverse effect on economic and market conditions, market volatility and financial activity, with a potential related effect on the Group's businesses and results.

There can be no assurance that the uncertainties affecting global markets will not negatively impact credit markets in Asia, including in the Philippines. These developments may adversely affect trade volumes with potentially negative effects on the Philippines.

Management of risks related to the Philippines

The Group has been able to survive major economic and political crises brought about by domestic and international developments through the implementation of its core strategies, including least cost formulations, efficiencies improvement, market leadership, innovation, and regional diversification. Constant monitoring of market allows the Group to detect risk exposures and react to the external environment appropriately. Although there is no assurance that the Group will be able to fully overcome the adverse effects of any or all crises, it has in place a system of financial prudence and corporate governance that provides the foundation for its risk management initiatives.

RISKS RELATING TO THE BONDS

Suitability Risk

Each potential investor in the Bonds must determine the suitability of that investment in light of its own circumstances. In particular, each potential investor should: (i) have sufficient knowledge and experience to make a meaningful evaluation of the Bonds, the merits and risks of investing in the Bonds and the information contained in this Prospectus; (ii) have access to, and knowledge of, appropriate analytical tools to evaluate, in the context of its particular financial situation, an investment in the Bonds and the impact the Bonds will have on its overall investment portfolio; (iii) have sufficient financial resources and liquidity to bear all of the risks of an investment in the Bonds, including where the currency for principal or interest payments is different from the potential investor's currency which can affect the investor's equivalent yield in the Bonds, amount of principal to be received, and the market value of the Bond in general; (iv) understand thoroughly the terms of the Bonds and be familiar with the behavior of any relevant financial markets; and (v) be able to evaluate (either alone or with the help of a financial adviser) possible scenarios for economic, interest rate, foreign exchange rate and other factors that may affect its investment and its ability to bear the applicable risks.

Liquidity Risk

The Philippine debt securities markets, particularly the market for corporate debt securities, are substantially smaller and less liquid than major global securities markets. The Company cannot guarantee that the market for the Bonds will always remain active or liquid. Even if the Bonds are listed on the PDEX, trading in securities such as the Bonds may be subject to extreme volatility at times, in response to fluctuating interest rates, developments in local and international capital markets, adverse business developments in the Company, and the overall market for debt securities among other factors. There is no assurance that the Bonds may be disposed at prices, volumes or at times deemed favorable by the Bondholders.

Pricing Risk

The market price of the Bonds will be subject to constant market and interest rate fluctuations, which may result in either appreciation or depreciation of the investment in value. When sold in the secondary market, the Bonds are worth more if the interest rates decrease as the Bonds will have a higher interest rate relative to similar

instruments being offered in the market, further increasing demand for Bonds. If interest rates increase, however, the Bond might be worth less when sold in the secondary market. As such, a Bondholder could stand to suffer possible losses if they decide to sell in the secondary market.

Reinvestment Risk

At Redemption Date, the Company may redeem the Bonds at the Redemption Price as prescribed in the “*Overview of the Bond*” of this Prospectus. At the time of redemption, there can be no assurance that investors in the redeemed Bonds will be able to reinvest such amounts in securities that would offer a comparative or better yield or terms, at such time.

Credit Rating and Label Retention Risk

There is no assurance that the rating of the Bonds will be retained throughout the life of the Bonds. The rating is not a recommendation to buy, sell, or hold securities and may be subject to revision, suspension, or withdrawal at any time by the assigning rating organization.

Bonds have no Preference under Article 2244(14) of the Civil Code

Article 2244(14) of the Civil Code of the Philippines provides that unsecured debt evidenced by a public instrument will rank ahead of unsecured debt not evidenced by a public instrument in the event a borrower is subject to insolvency or liquidation proceedings. Debt becomes evidenced by a public instrument when it has been acknowledged by the creditor and the debtor before a notary or any person authorized to administer oaths in the Philippines. Although the position is not clear under Philippine law, it is possible that a jurat may also be sufficient to make a document a public instrument. Accordingly, it may be possible for debt to become evidenced by a public instrument through the unilateral action of a creditor without the knowledge of the borrower.

Any such debt may, by mandatory provision of law, rank ahead of the Bonds in the event of the insolvency or liquidation of the Issuer. No other loan or other debt facility currently or to be entered into by MPTC is notarized, such that no other loan or debt facility to which MPTC is a party shall have preference of priority over the Bonds as accorded to public instruments under Article 2244(14) of the Civil Code of the Philippines, and all banks and lenders under any such loans or facilities have waived the right to the benefit of any such preference or priority. However, should any bank or bondholder hereinafter have a preference or priority over the Bonds as a result of notarization, then MPTC shall at its option, either procure a waiver of the preference created by such notarization or equally and ratably extend such preference to the Bonds.

The Issuer may be unable to redeem the Bonds

Upon relevant maturity, the Issuer will be required to redeem all of the Bonds. However, there may be a possibility that the Issuer is unable to do so on favorable terms, or within the required timeframe, or at all, due to difficulties in secure financing or not having adequate cash reserves. The inability to redeem the bonds may also be constrained by the provisions of other outstanding debt instruments. Failure to repay, repurchase, or redeem the Bonds as required would constitute an event of default under the terms of the Bonds, and may trigger cross-default provisions in other financial obligations of the Issuer.

Notwithstanding these risks, the Issuer maintains a strong business franchise within the Philippines and internationally, supported by stable cash flows, a conservative debt-to-equity ratio, and a high level of liquidity. The Issuer is confident in its capacity to meet both principal and interest payments on the Bonds.

Lack of guarantee that the Bonds will be listed on the PDEx

Investors will be required to remit the payment for the Bonds prior to the scheduled listing date. However, there is no assurance that the listing will occur on the expected date. The admission and commencement of trading of the Bonds on the Philippine Dealing & Exchange Corp. (PDEx) may be subject to delays. If the Bonds are not admitted for listing on the PDEx, market liquidity may be significantly impaired, potentially preventing bondholders from executing trades, which could have a material adverse effect on the value of the Bonds.

Taxation of the Bonds are subject to change

The tax treatment of the Bonds is based on Philippine laws, regulations, and rulings effective as of date. Nevertheless, the BIR may amend or reinterpret applicable rules and Congress may enact new tax measures. Such changes could affect the rate of final withholding tax, documentary stamp tax, among others, imposed on the Bonds, making the instrument less attractive from the date it was offered and sold.

RISKS RELATING TO STATEMENTS IN THIS PROSPECTUS

This Prospectus contains certain statistical and industry information.

Certain statistical or industry information in this Prospectus relating to the Philippines and other jurisdictions, the industries and markets in which the Company operates, and other data used in this Prospectus were obtained or derived from internal surveys, market research, governmental data, publicly available information and/or industry publications. Industry publications generally state that the information they contain has been obtained from sources believed to be reliable. However, there is no assurance that such information is accurate nor complete. Similarly, internal surveys, industry forecasts and market research have not been independently verified by the Company and may not be accurate, complete, up-to-date, balanced, or consistent with other information compiled within or outside the Philippines.

There may be possible deviations in the Use of Proceeds.

The intended use of proceeds from the Offer is set out under “*Use of Proceeds*” of this Prospectus. It is the Company’s current intention to apply the net proceeds from the Offer in the manner as described in that section. However, as new business opportunities arise, or as unforeseen events occur, the Company may opt to reallocate a portion or all of the net proceeds to other business plans or new projects or to other uses or hold such funds in bank accounts or short-term securities, if such action is considered to be in the best interests of the Company. As a consequence, the actual application of the proceeds from the Offer may deviate from the intended use as described in this document. Any such material deviation, however, will be disclosed in accordance with the relevant rules of the SEC and/or PDEx. In addition, the business plans of the Company as described herein are based on assumptions of future events, which by their nature, are subject to uncertainty. As such, while the Company exerts reasonable efforts in planning, there is no assurance that the plans of the Company will materialize as intended.

Certain information contained herein is derived from unofficial publications.

Certain information in this Prospectus relating to the Philippines and jurisdictions, the industries in which the Company’s businesses compete and the markets in which the Company develops its projects, including statistics relating to market size, are derived from various government and private publications.

USE OF PROCEEDS

The proceeds from the Offer shall be used to partially fund financing of equity/advances for the CAVITEX, CALAX, and LLEX, refinancing of existing bridge facility used to fund new investments, and fund other general corporate purposes.

Particulars	Total (₱)
Estimated Gross Proceeds from Base Offer	15,000,000,000.00
Less: Total Estimated Expenses	
Issue Management, Underwriting and Selling Fees ^(A)	[52,500,000.00]
Documentary Stamp Taxes	[112,500,000.00]
PDEX Listing and Processing Fees	[336,000.00]
SEC Registration Fee and Legal Research Fee	[3,932,687.50]
Credit Rating Fee	[5,852,000.00]
Other Expenses ^(B)	[40,115,600.00]
Estimated Net Proceeds	[14,784,763,712.50]

Particulars	Total (₱)
Estimated Gross Proceeds assuming the full exercise of the Oversubscription Option	20,000,000,000.00
Less: Total Estimated Expenses	
Issue Management, Underwriting and Selling Fees ^(A)	[70,000,000.00]
Documentary Stamp Taxes	[150,000,000.00]
PDEX Listing and Processing Fees	[336,000.00]
SEC Registration Fee and Legal Research Fee	[3,932,687.50]
Credit Rating Fee	[5,852,000.00]
Other Expenses ^(B)	[40,115,600.00]
Estimated Net Proceeds	[19,729,763,712.50]

^(A) 0.30% of the Gross Proceeds for underwriting and selling fees plus gross receipts taxes will be paid to the Joint Lead Underwriters and Joint Bookrunners and up to [0.05% of the Gross Proceeds] will be paid to the Joint Issue Managers, at the discretion of the Issuer.

^(B) "Other Expenses" shall refer to the expenses with the creation of this Prospectus, legal fees of the Issuer's legal counsel, fees of the Auditor, Trustee, Registrar and Paying Agent, and miscellaneous related expenses such as printing, out-of-pocket expenses for the Offer.

Particulars	Total (₱)
Other Expenses	
Legal Counsel of the Issuer	[4,771,200.00]
Auditor Fees	[33,824,000.00]
Trustee Fees	[190,400.00]
Registry and Paying Agency Fees	[210,000.00]
Miscellaneous Expenses	[1,120,000.00]
Total Other Expenses	[40,115,600.00]

The Issue Price shall be at par, which is equal to the face value of the Series A, Series B, and Series C Bonds. MPTC expects that the net proceeds from the issuance shall amount to approximately ₱[14,784,763,712.50] for the Base Offer and approximately ₱[19,729,763,712.50] from a full exercise of the Oversubscription Option. In each case, Net Proceeds come after deducting fees, commissions, and expenses.

In addition to these one-time costs, the Company expects to also incur annual expenses related to the Bonds as follows:

1. The Issuer shall pay an annual maintenance fee of ₱[450,000.00] charged by PDEX for the continued listing in the Exchange.
2. The Issuer shall pay an annual retainer fee to the Trustee amounting to ₱[168,000.00] per annum.
3. The issuer shall incur Paying Agency fees amounting to ₱[150,000.00] payable each Interest Payment Date. The Registrar will charge based on the face value of the Bonds and the number of Bondholders.

4. The Issuer shall incur annual monitoring fees of ₱[560,000.00] for its credit rating with PhilRatings. It should be noted, however, that this fee is paid in relation to all of the bonds that the Company has or will issue.

The net proceeds from the Offer will be allocated to below projects and is stated in order of priority:

Project	Estimated Amount (in ₱)		Projected Disbursement Schedule	Status (As of 30 June 2025)	Expected Completion Date
	Base Offer	Oversubscription Option			
CAVITEX C5 South Link Segment 3B	2,000,000,000.00	2,000,000,000.00	Dec 2025 - 1st Quarter 2026	With partially operating sections	December 2025
CAVITEX-CALAX CC Link	1,000,000,000.00	1,000,000,000.00	Dec 2025 - 1st Quarter 2026	Ongoing construction	December 2025
CALAX Sub-sections 1 to 3	6,000,000,000.00	6,000,000,000.00	Dec 2025 - 2nd Quarter 2026	With partially operating sections	June 2026
Lapu-Lapu Expressway	2,000,000,000.00	2,000,000,000.00	2nd Quarter 2026	Pre-construction activities	December 2027
Partial refinancing of bridge facility used to fund new investments	3,500,000,000.00	8,500,000,000.00	Dec 2025 - 1st Quarter 2026	Short-term loans obtained from various local banks to fund new investments	January 2026
Other general corporate purposes	284,763,712.50	229,763,712.50	Dec 2025 - 1st Quarter 2026	Finalization of proposal for bond issuance	January 2026
Total	[14,784,763,712.50]	[19,729,763,712.50]			

No amount of the proceeds is to be used to reimburse any officer, director, employee, or shareholder, for services rendered, assets previously transferred, money loaned or advanced, or otherwise.

If the expected gross proceeds are not realized, the Company shall use internally generated funds and/or available bank lines to the extent the proceeds of the Offer are insufficient to fund its requirements.

Except for the underwriting fees and expenses related to the Bonds, no amount of the proceeds will be utilized to pay any outstanding financial obligations to the Joint Lead Underwriters and Joint Bookrunners. Please see section on “*Distribution Plan*” on page 55 of this Prospectus.

The foregoing discussion represents a best estimate of the use of proceeds of the Offer based on the Company’s current plans and anticipated expenditures. In the event that there is any change in the Company’s development plan, including force majeure, market conditions and other circumstances, the Company will carefully evaluate the situation and may reallocate the proceeds for future investments or other uses, and/or hold such funds in investments, whichever is better for the Company’s and its shareholders’ interest taken as a whole. The Company’s cost estimates may also change as these plans are developed further, and actual costs may be different from budgeted costs. For these reasons, timing and actual use of the net proceeds may vary from the foregoing discussion and the Company’s management may find it necessary or advisable to alter its plans. In the event of substantial deviation, adjustment or reallocation in the planned use of proceeds, the Company shall inform the SEC, the stockholders, and PDEx in writing at least thirty (30) days before such deviation, adjustment or reallocation is implemented.

CAPITALIZATION

As of 30 June 2025, the Issuer's authorized capital stock is ₱7,657,500,000 divided into 25,525,000 Common Shares, each with a par value of ₱300.

The following presents a summary of the MPTC's short-term debt, long-term debt, and capitalization (calculated as total liabilities and equity) as of 30 June 2025, and as adjusted to reflect the issue of the Bonds. The table should be read in conjunction with the Company's audited interim consolidated financial statements and supporting notes. Other than the movement described below, there has been no material changes in MPTC's capitalization since 30 June 2025.

(in ₱ millions)	As of 30 June 2025	Adjusted for Base Offer of ₱15.0 billion upon issuance of the Bonds	Adjusted for Maximum Offer of ₱20.0 billion upon issuance of the Bonds
Liabilities			
Total current liabilities	83,254	68,904	66,104
Total noncurrent liabilities	170,675	185,460	190,405
Total Liabilities	253,929	254,364	256,509
Equity			
Capital stock	6,779	6,779	6,779
Additional paid-in capital	32,730	32,730	32,730
Deposits for future stock subscription	1	1	1
Equity adjustment on reverse acquisition	(581)	(581)	(581)
Retained earnings	25,612	25,612	25,612
Treasury shares	(137)	(137)	(137)
Other comprehensive income reserve	(1,560)	(1,560)	(1,560)
Other reserves	(5,072)	(5,072)	(5,072)
Total Equity Attributable to Equity Holders of the Parent	57,772	57,772	57,772
Non-controlling interests	12,252	12,252	12,252
Total Equity	70,024	70,024	70,024
Total Capitalization	323,953	324,388	326,533

(a) The Adjusted Base Offer of ₱15.0 billion and the Adjusted Maximum Offer of ₱20.0 billion were reflected net of transaction costs, classified as debt issue costs, to be amortized over the term of bonds.

Debt-to-Equity Ratio

(in ₱ millions)	As of 30 June 2025	Adjusted for Base Offer of ₱15.0 billion upon issuance of the Bonds	Adjusted for maximum Offer of ₱20.0 billion upon issuance of the Bonds
Interest-Bearing Loans			
Short-term and current portion of interest-bearing loans	60,026	45,676	42,876
Interest-bearing loans - net of current portion	147,841	162,626	167,571
Total Interest-Bearing Loans	207,867	208,302	210,447
Total Equity	70,024	70,024	70,024
Total Debt to Equity Ratio	3.0	3.0	3.0

DETERMINATION OF OFFER PRICE

The Bonds shall be issued at 100% of principal amount or face value.

The interest rate per annum of the Series A Bonds will be computed based on sum of (a) the simple average of the three (3)-year PHP BVAL Reference Rate (or if the applicable BVAL is not available or cannot be determined, any such successor rate as determined by the Bankers Association of the Philippines (“**BAP**”) or the Bangko Sentral ng Pilipinas (“**BSP**”), as published on the website of the Philippine Dealing System (“**PDS**”) Group page or, if unavailable, the PDEx (or such successor page) of Bloomberg (or such successor website or page of the publication agent or electronic service provider) at approximately 5:00 p.m. (Philippine Standard Time), for the three (3) consecutive Business Days immediately preceding inclusive of the Interest Rate Setting Date, and (b) the applicable final spread to be determined via a bookbuilding process.

The interest rate per annum of the Series B Bonds will be computed based on the sum of (a) the simple average of the five (5)-year PHP BVAL Reference Rate (or if the applicable BVAL is not available or cannot be determined, any such successor rate as determined by the BAP or BSP, as published on the website of the PDS Group page (or such successor page) of Bloomberg (or such successor electronic service provider) at approximately 5:00 p.m. (Philippine Standard Time), for the three (3) consecutive Business Days immediately preceding and ending on the Interest Rate Setting Date, plus the applicable final spread to be determined via a bookbuilding process.

The interest rate per annum of the Series C Bonds will be computed based on the sum of (a) the simple average of the ten (10)-year PHP BVAL Reference Rate (or if the applicable BVAL is not available or cannot be determined, any such successor rate as determined by the BAP or BSP, as published on the website of the PDS Group page (or such successor page) of Bloomberg (or such successor electronic service provider) at approximately 5:00 p.m. (Philippine Standard Time), for the three (3) consecutive Business Days immediately preceding and inclusive of the Interest Rate Setting Date, and (b) the applicable final spread to be determined via a bookbuilding process.

THE GROUP'S BUSINESS

COMPANY OVERVIEW

Based in the Philippines, the Group is a leading toll road developer and operator in Southeast Asia. Domestically, it dominates the Philippine toll road market in vehicle volume, revenue, and network length. In Indonesia, the MPT Group is the largest private-sector owner and operator of toll roads, with a diverse portfolio of high-quality expressways across rapidly growing regions of Java and Sulawesi. The MPT Group also holds operating interests in Vietnam. This regional presence strengthens its builder-operator capabilities and supports strategic portfolio diversification.

As of 30 June 2025, the Group operates a total of 1,095 km of operational toll roads, across its portfolio located in the Philippines, Indonesia and Vietnam. Its portfolio of toll roads in the Philippines comprises the North Luzon Expressway (“NLEX”), the Subic-Clark-Tarlac Expressway (“SCTEX”), the Manila-Cavite Toll Expressway (“CAVITEX”), Cavite-Laguna Expressway (“CALAX”), Cebu-Cordova Link Expressway (“CCLEX”) and the NLEX Connector Road (“NLEX Connector”). In Indonesia, the Group holds an effective 61.57% interest in PT Margautama Nusantara (“MUN”), which owns a portfolio of 679 km of operational toll roads in the greater Jakarta area and Makassar (the capital of South Sulawesi Province). As of 30 June 2025, the Group had over 2.4 million ADVE comprising 722,000 ADVE in the Philippines and 1.7 million ADVE in Indonesia.

The Group is also actively pursuing a growth strategy. As of 30 June 2025, the Group is constructing an additional 31.8 km of toll roads in the Philippines, and it has another 35.1 km of toll roads in the pipeline for construction, comprising 13.5 km in the Philippines and 21.6 km in Indonesia. In addition, the Group and San Miguel Corp. (“SMC”) entered into a partnership to jointly develop the 88 km Cavite-Batangas Expressway (“CBEX”) and Nasugbu-Bauan Expressway (“NBEX”). CBEX and NBEX have a combined cost of ₱72 billion and are scheduled for development from 2024 to 2027. Their completion is expected to enhance connectivity between the provinces of Cavite and Batangas, contributing to the Group’s strategy of pursuing a portfolio of essential arteries that link regional capitals, tourist destinations and key economic zones to boost regional growth.

The Group recently fast-tracked its digital transformation and expanded its business through two new units: MPT Digital, Inc. (“MPTDI”) and MPT Mobility. MPTDI spearheads the group’s internal and external digital transformation, leveraging data for business insights and implementing enterprise support systems. MPT Mobility focuses on meeting customers’ mobility needs and enhancing their experience through delivering account management, centralized customer response, expressway rest stops, outsourced staffing, out-of-home advertising and innovation and diversification services. MPT Mobility also operates the Group’s mobile app, MPT DriveHub.

The Group incorporates EESG principles into its operations. It enhances renewable energy integration and digital toll systems across its tollway facilities.

For the year ended 31 December 2024, the Group reported total revenues of ₱33,375 million and net income of ₱9,813 million. For the six months ended 30 June 2025, the Group reported total revenues of ₱19,062 million and net income of ₱4,929 million.

KEY COMPETITIVE STRENGTHS

The Group believes its key competitive strengths include the following:

Among the leading private toll road platforms in Southeast Asia with presence in the most attractive markets in the region

The Group is a leading toll road platform in the Southeast Asian region backed by long-term concessions. As of 30 June 2025, the Group operates a total of 1,095 km of operational toll roads with an average remaining concession life of 23 years.

The Group has significant presence in the Philippines and Indonesia, which are amongst the fastest growing countries with the largest population in the region.

High quality portfolio of toll road infrastructure assets strategically located in key economic areas

The Group operates 254.9 km of toll roads in the Philippines.

The Group operates around 717.7 km of toll roads in the greater Jakarta region and connecting provinces in Java island of Indonesia. The Group operates the following toll roads in the region:

- Jakarta-Cikampek Elevated (“**JAPEX-E**”): part of the Trans-Java expressway connecting Jakarta to West/Central/East Java;
- Jasamarga Transjava Toll Road (“**JTT**”): a 639.3-km stretch (out of the total 1,065-km Transjava toll roads) that connects the capital city of Jakarta to Semarang (Central Java) and Surabaya (East Java)
- Jakarta Lingkar Baratsatu (“**JLB**”): key access road to Soekarno-Hatta Airport; and
- Bintaro Serpong Damai (“**BSD**”): connects Pondok Aren and Serpong with direct access to segments 1 and 2 of Jakarta Outer Ring Road (“**JORR**”), a system of roads that form a ring road surrounding Jakarta

In addition, the Group operates 25.9 km of toll roads in the Makassar region, which is the capital of Indonesia’s South Sulawesi Province. The Group operates the following toll roads in the region:

- Makassar Metro Network (“**MMN**”): connects Soekarno-Hatta port to West and Centre of Makassar City; and
- Makassar Airport Network (“**MAN**”): connects MMN toll road with the Sultan Hasanuddin International Airport

Transparent and supportive regulatory frameworks, contractual tariff adjustments and long remaining concession terms underpin high visibility of cash flows

Certainty of toll road regulations across the Philippines and Indonesia provide long-term support for the Group’s long average remaining concession period across its portfolio.

In the Philippines, tariff adjustments are stipulated in the respective concession agreements, and all of the Group’s concessions have inflation-linked adjustments, with a minimum base escalator (except for CALAX) that has an average adjustment schedule of once every two years. The Group’s concessions in the Philippines have an average remaining life of 23 years.

In Indonesia, the evaluation and adjustment of toll road tariffs are carried out every two years and guided by inflation considerations. The tariff adjustments are governed by state laws and are automatically granted if minimum service standards are met. The Group’s concessions in Indonesia have an average remaining life of 26 years.

The details of the Group’s concessions in the Philippines are as follows:

Asset name	Length (km)	Supplemental Toll Operation Agreement / Concession Agreement signing date	Beginning of Concession	End of Concession	Remaining Number of Years ³
NLEX	106	1998	2007	2037	12
SCTEX	93.5	2007	2008 ⁴	2043	18

³ As of 30 June 2025.

⁴ NLEX Corporation acquired concession rights on SCTEX only upon the execution of the business agreement dated 27 October 2015.

NLEX Connector Road	8.0	2015	2021 ¹	2058	33
CAVITEX	19.2	1996	1998	2033-2048	8-23
CALAX	19.3	2015	2015	2050	26
CCLEX	8.9	2016	2016	2063	38

¹ Commencement of the concession period (based on the issuance of the Notice to Proceed (“NTP”) by the DPWH to begin the construction of the NLEX-SLEX Connector Road)

The details of the Group’s concessions in Indonesia are as follows:

Asset name	Length (km)	Beginning of Concession	End of Concession	Remaining Number of Years
BSD	7.3	1997	2040	15
MAN	14.8 ¹	2006	2041	16
JLB	9.7	2007	2042	17
MMN	10.3	1998	2043	18
JAPEX-E	36.4	2017	2062	37
JORR-E	21.6	2023	2068	43
JTT (consists of 13 toll road segments)	639.3 ²	2017 ³	2066 ⁴	29 ⁵

¹ Includes MNP access of 3.2km. Excludes JAPEX-E.

²Length includes Kertosono-Kediri section in construction;

³ Year of JTT establishment;

⁴ Concession ending varied, 2066 being the longest;

⁵ Average remaining number of years

Strong financial performance supported by robust traffic growth and post-COVID economic recovery

The Group’s toll roads in the Philippines recorded ADVE of 537,000 in 2019 and 660,000 in 2023, of which 50,000 were attributable to assets that became operational or were acquired after 2019. This represents a CAGR of 5.3%.

Meanwhile, the Group’s toll roads in Indonesia recorded ADVE of 279,813 in 2019 and 752,867 in 2023, of which 448,887 were attributable to assets that became operational or were acquired after 2019. This represents a CAGR of 27.7%.

As a result of the foregoing, the Group recorded consolidated revenue and consolidated EBITDA of ₱33,375 million and ₱23,122 million in 2024, representing an EBITDA margin of 69.0%.

Large operational portfolio providing steady cashflows, and a strong under construction pipeline supported by both organic and inorganic growth

The Group has multiple avenues for future growth, including improvements and expansion of existing roads, greenfield projects and a proven historical track record of executing acquisitions. Given the expected GDP growth in the Philippines and Indonesia of 4-5% each year from 2023 to 2028 and the fast-growing affluence amongst

the Filipino and Indonesian middle class driving the demand for private transportation, the Group is well-positioned to capitalize on rapid development in its geographies, driving organic growth.

Meanwhile, the Group is also engaging in value-adding business developments in its existing portfolio. The Group has a track record of organic growth through ramp-up in existing roads and completion of current under construction and extension projects, and has a strong pipeline of assets under construction that are expected to be operational by 2025. As of 30 June 2025, the Group is currently extending its existing operational segments with the construction of NLEX Connector – Section 2, NLEX – C5 North Link Segment 8.2 Section 1A, CAVITEX – C5 South Link Segment 3B, CAVITEX-CALAX Link and CALAX Sub-sections 1 to 3. It also expanded the existing NLEX-Candaba with the addition of inner and outer shoulders.

In addition, the Group is well positioned to realize synergies and value enhancements from its pipeline assets. It has made an investment bid for the JORR-Elevated project, which is slated to undergo construction. Its further projects in the pipeline pending government approval and start of construction include the CCLEX expansion: extension of CCLEX-Guadalupe ramps and construction of Lapu-Lapu Expressway for direct connectivity to the Mactan-Cebu International Airport

Finally, the Group has a track record of originating attractive acquisitions with solid growth potential. The Group has the ability to negotiate for favorable terms as a partner-of-choice, and its recent / ongoing acquisitions include:

- Acquisition of 40.0% stake in PT Jasamarga Jalanlayang Cikampek (“JJC”), which owns the JAPEX-E concession in June 2022
- Acquisition of 2.6% stake in NLEX from the Republic of Philippines in August 2024
- Acquisition of 24.5% direct and indirect stake in PT Jasamarga Transjawa Tol (“JTT”) in September 2024
- Acquisition of 5.8% stake in NLEX from EGIS in March 2025

The Group may also consider the following consolidation of its economic interests in existing concessions:

- SCTEX: stake from Bases Conversion and Development Authority in concession rights, terminating revenue sharing
- CAVITEX: stake from Philippine Reclamation Authority

The Group has a strong pipeline of value-adding projects under construction is expected to become operational by 2025 to 2026, which will complement robust organic growth. As of July 2024, the Group is constructing 30 km of toll roads in the Philippines, and it has another 40 km of toll roads under development, comprising 18 km in the Philippines and 22 km in Indonesia.

Experienced and reputable leadership team backed by Metro Pacific Investments Corporation, a leading regional infrastructure group

The Group’s leadership team comprises recognized experts with diverse backgrounds and experience in infrastructure, finance and other relevant sectors, with an average experience of over 35 years. Members of the Group’s board of directors and key management include Manuel V. Pangilinan who serves as Non-Executive Chairman of the Board, Gilbert Gabriel F. Santa Maria who serves as President and CEO and Marisa V. Conde who serves as Chief Finance Officer. See “*Management*” portion of this Prospectus for more details.

The Issuer is 99.90% held by MPIC, a Philippine investment management and holding company that is the country’s leading infrastructure group with exposure in key infrastructure verticals. MPIC is present in a number of infrastructure and related industries, including the development and operation of toll roads (through the Group), power generation and distribution (through Meralco and Metpower), water treatment and distribution (through Maynilad and Metro Pacific Water) and others, including healthcare, waste management, and real estate.

MPIC is led by Manuel V. Pangilinan who serves as Chairman, President and CEO, June Cheryl A. Cabal-Revilla who serves as Executive Director, Executive Vice President and Chief Finance, Risk and Sustainability Officer and Stanley H. Yang who serves as Executive Director and Senior Advisor.

MPIC's shareholders include First Pacific, Mitsui / JOIN, GT Capital and GSIS, and its reputation and track record have allowed it to attract well-known international strategic partners such as Marubeni Corporation, KKR & Co. Inc., GIC Private Limited, and Stonepeak Infrastructure Partners.

STRATEGIES

MPTC aims to strengthen its leadership in providing an exceptional mobility experience by developing and managing vital, integrated infrastructure-enabled by innovative technology, supported by sustainable operations, and carried out by highly engaged teams. At the center is customer experience: we deliver safe, efficient, and convenient travel so motorists can enjoy the freedom of their journey and arrive predictably.

In managing its extensive portfolio of expressways, MPTC provides safe, efficient and convenient travel experience to its customers, making them enjoy the freedom of journey and reach their destination predictably.

In pursuing this customer-centric strategy, the key strategic goals are as follows:

- **Elevate toll road business excellence.** The Group is committed to continuously improving the quality, safety, and efficiency of its expressways. This entails investing in digital solutions enhancing toll collection efficiency, ensuring high standards of road safety, and maintaining the reliability and durability of its assets. By sustaining operational excellence, the Group strengthens customer trust.
- **Future proof the business.** The Group embraces innovation and sustainability to ensure long-term resilience. This means investing in emerging technologies that may potentially enhance operational efficiencies, while embedding environmental, social, and governance (ESG) principles across its operations. By anticipating industry shifts, regulatory changes, and customer expectations, the Group positions itself to thrive in a rapidly evolving mobility landscape.
- **Customer centricity.** Customer-centricity is the Group's operating standard and the foundation of its strategy, by focusing on four key pillars: (1) Elevating customer experience across all channels through 24/7 customer care, roadside assistance, and community engagement; (2) Driving digital accessibility and innovation via RFID and cashless tolling and exploration of interoperable systems with Automatic License Plate Recognition (ALPR) technology; (3) Embedding service excellence in operations with rigorous safety standards, real-time traffic management, and continuous staff training; and (4) Monitoring, measuring, and improving continuously through Voice of Customer programs, standardized service metrics, and data-driven insights.

These are backed by enabling goals outlined below:

- **Achieve digital and technology excellence.** The Group is harnessing digital transformation to enhance customer experience and operational performance. This includes adopting state-of-the-art toll collection systems, leveraging data analytics for smarter traffic management, and developing customer-facing digital platforms that provide convenience, transparency, and real-time information. By embedding technology in its core operations, MPTC aims to deliver more efficient, seamless, and personalized mobility services.
- **Achieve financial capability for growth.** To support both expansion and innovation, the Group maintains a prudent yet flexible capital structure that enables it to pursue growth opportunities in the Philippines and across Southeast Asia. The Group ensures disciplined financial management, to ensure both steady cash flow and long-term value creation for shareholders.
- **High-Engagement Culture.** The Group fosters a values-driven culture that emphasizes accountability, safety, service, and performance, ensuring consistent execution across all assets and stakeholders.

As an investment holding company, MPTC manages a mix of mature and greenfield assets in high-growth Southeast Asian markets. The portfolio strategy balances cash-generating roads with selective growth

investments, calibrated to market conditions and stakeholder commitments. The Group will continue to evaluate portfolio actions that enhance resilience, maximize returns, and align with its risk appetite.

With a right-sized capital structure, MPTC also aims to take advantage of opportunities to rebalance its investment portfolio to generate steady returns through an optimal mix of new investments and seasoned investments.

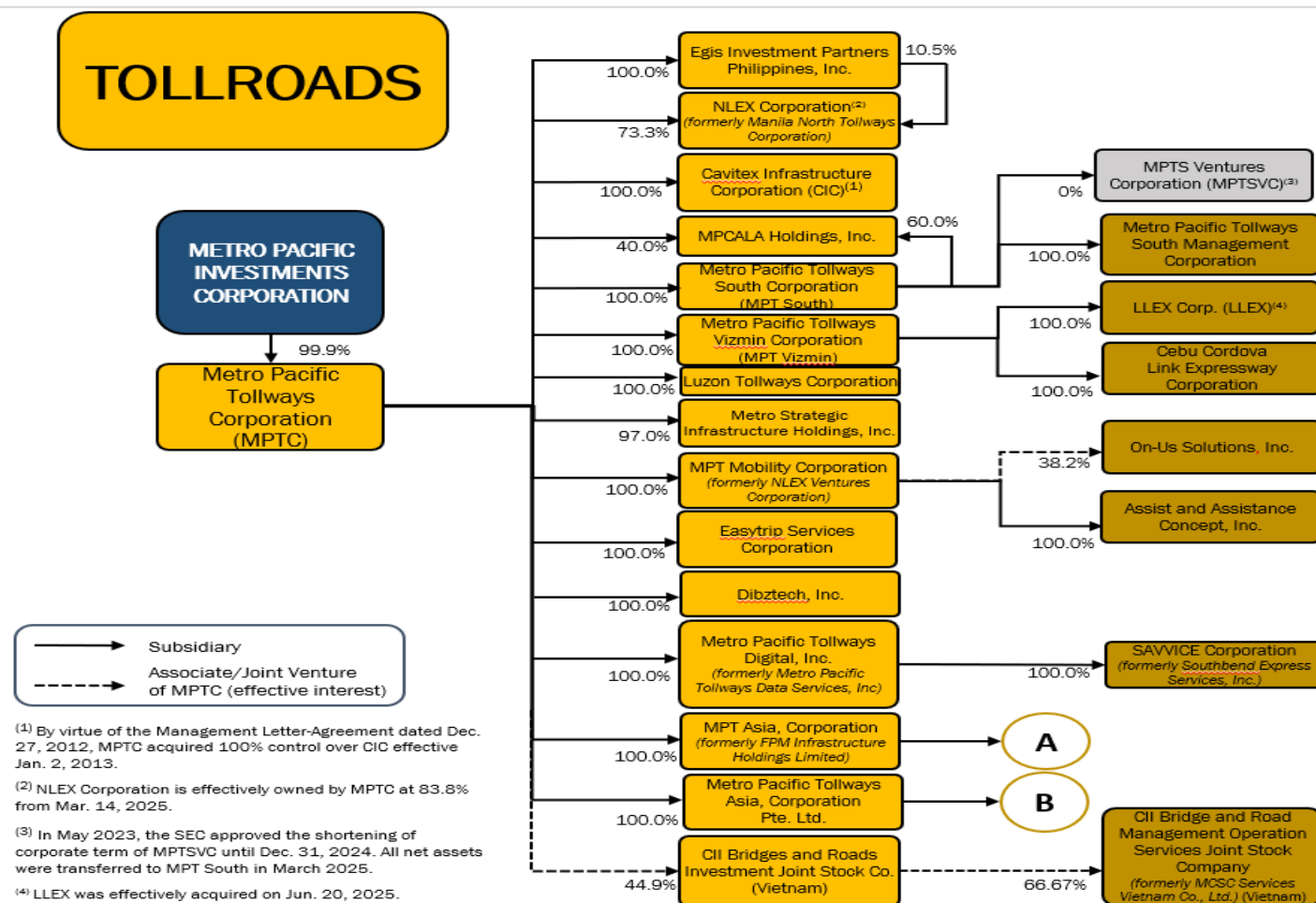
CORPORATE HISTORY

The major milestones of the Group's corporate history are as follows:

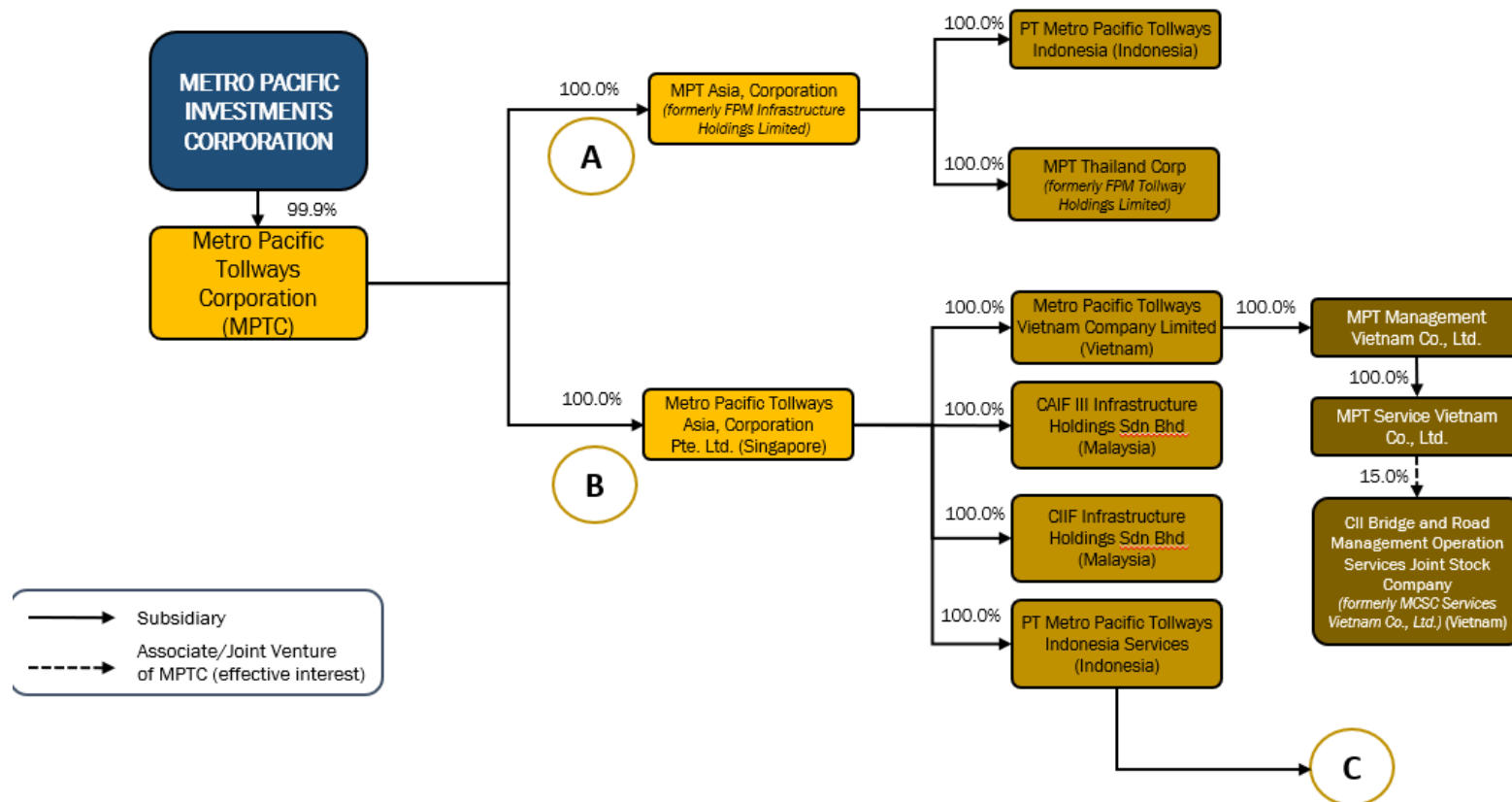
- 2006: Establishment of the Issuer as the holding company for MPIC's investments in the toll road space
- 2008: Acquired 67% of NLEX Corporation and 46% of Tollways Management Corp.
- 2010: Commenced operations of NLEX Segment 8.1
- 2013: Secured management control of CAVITEX
- 2015: Awarded concession for SCTEX and CALAX
- 2015: Acquired 44.9% of CII Bridges & Roads ("**CII B&R**")
- 2015: Commenced operations of NLEX Segment 9
- 2016: Awarded concession for CCLEX and NLEX Connector
- 2017: Acquired 54.6% of Nusantara, with additional 26.4% acquired in 2018
- 2018: Commenced operations of NLEX Drive and Dine
- 2019: Commenced operations of NLEX Segment 10, C5 Southlink Segment 3A-1 (CAVITEX) and CALAX Subsections 6-8
- 2020: Commenced construction of C5 Southlink Segments 2 and 3A-2 (CAVITEX); Commenced operations of NLEX Harbor Link Segment 10 C3-R10 Section
- 2021: Opening of SFEX Widening Phase 2 (NLEX)
- 2022: Commenced operations of CCLEX
- 2022: Acquisition of 40.0% of JJC
- 2022: Commenced operations of C5 South Link 3A-2
- 2023: Commenced operations of NLEX-SLEX Connector Road Section 1 and 2 and CALAX Subsection 4
- 2024: Acquired additional 2.6% interest in NLEX Corporation from the Republic of the Philippines
- 2024: Acquisition of 22.9% effective interest in JTT
- 2024: Commenced operations of C5 Southlink Segment 2
- 2025: Acquisition of 34% interest in Easytrip and 5.8% interest in NLEX Corporation
- 2025: Acquisition of 100% equity interest in LLEX Corp. and its concession rights to LLEX Toll Road Concession

Corporate Structure

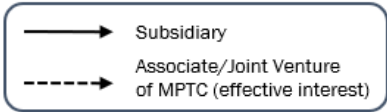
The following chart shows the corporate structure of the Group as of 30 June 2025:



TOLLROADS



TOLLROADS



BUSINESS OVERVIEW

As of 30 June 2025, the Group operates a total of 1,095 km of operational toll roads. Its key financial metrics for the years ended 31 December 2022, 2023 and 2024 and the six months ended 30 June 2024 and 2025 are as follows:

(in ₱ millions)	For the years ended 31 December			For the six months ended 30 June	
	2022	2023	2024	2024	2025
Net toll revenues.....	22,852	27,212	31,582	15,368	18,120
Net income.....	7,126	7,316	9,813	4,689	4,929
Capital expenditures	22,443	24,043	18,295	9,769	9,165

The Group's key operational metrics for the years ended 31 December 2022, 2023 and 2024 and the six months ended 30 June 2024 and 2025 are as follows:

	For the years ended 31 December			For the six-month periods ended 30 June	
	2022	2023	2024	2024	2025
Average Daily Vehicle Entries:					
Philippines:					
NLEX.....	299,833	336,930	350,559	351,328	356,392
SCTEX.....	72,403	78,600	79,202	81,618	84,081
NLEX Connector	-	12,688	19,258	18,096	20,467
CAVITEX.....	166,999	181,841	195,907	185,255	197,912
CALAX.....	29,005	36,029	43,114	42,150	46,505
CCLEX	9,082	13,599	15,435	14,814	16,661
Indonesia:					
JAPEX-E.....	448,429	454,673	448,887	446,186	443,203
JLB.....	81,127	87,014	85,648	86,555	85,525
BSD.....	97,163	111,680	123,598	124,265	123,053
MMN.....	52,505	53,535	54,501	59,224	59,042
MAN	37,889	39,678	39,203	39,124	39,431
JTT	-	-	417,428	-	422,964
Vietnam (CII B&R)	73,827	77,622	76,113	78,390	74,374

The Group holds the following concession rights:

- through its 83.8% effective interest in NLEX Corporation:
 - construction, operation and maintenance of the NLEX;
 - management, operation and maintenance of the SCTEX; and
 - construction, operation and maintenance of the NLEX-Connector;
- through Cavite Infrastructure Corp. ("CIC"), the concession rights for the CAVITEX;
- through its wholly owned subsidiary, MPCALA Holdings, Inc. ("MPCALA"), the concession to design, finance, construct, operate and maintain the 44.6-km CALAX; and
- through its wholly owned subsidiary, Cebu Cordova Link Expressway Corporation ("CCLEC"), the concession rights for the construction, the operation and maintenance of the CCLEX.

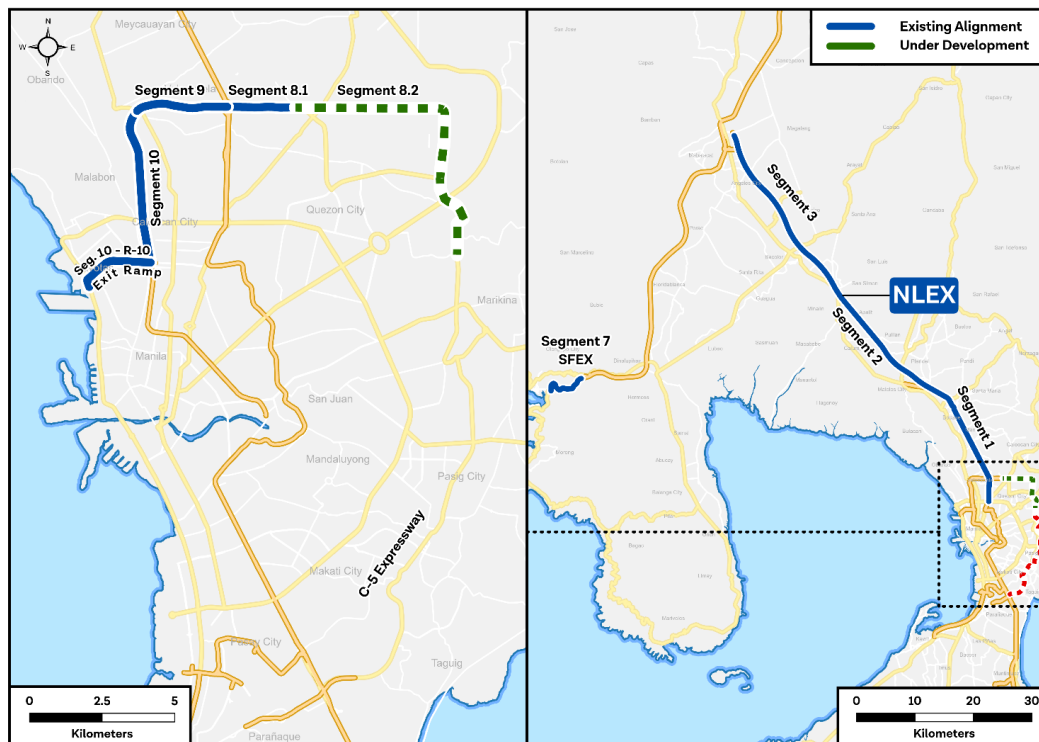
The Group also holds the following foreign investments:

- through its 61.6% effective interest in MUN:
 - a 40.0% ownership interest in, and rights to the operation and maintenance of, JAPEx-E;
 - a 35.0% ownership interest in, and rights to the operation and maintenance of, JLB;
 - a 22.9% ownership interest in, and rights to the operation and maintenance of JTT;
 - a 88.9% ownership interest in, and rights to the operation and maintenance of, BSD;
 - a 99.6% ownership interest in, and rights to the operation and maintenance of, MMN;
 - a 99.4% ownership interest in, and rights to the operation and maintenance of, MAN; and
- through its 99.1% effective interest in Nusantara:
 - a 59.5% ownership interest in JMEX, and rights to the construction, operation and maintenance of, JORR-E;
- a 44.9% effective interest in CII B&R. CII B&R has various road and bridge projects in and around Ho Chi Minh City. The Group acquired CII B&R in 2015 through an equity investment and financing transaction with Ho Chi Minh City Infrastructure Investment Joint Stock Co. of Vietnam that resulted in the Group effectively holding a 44.9% minority equity interest in CII B&R; and
- a 99.1% ownership interest in Nusantara Infrastructure, a leading infrastructure company in Indonesia. The water concession rights pertain to right to treat and distribute clean water supply system in Medan, Province of North Sumatera in Indonesia and engaged in the drinking water management system in Serang District, Banten. The power supply services pertain to the biomass powerplant located in Jalan Raya Wajok Hulu, West Kalimantan and the hydro powerplant located in Tanah Pinem, Dairi Regency, North Sumatera Province.

DESCRIPTION OF OPERATIONAL TOLL ROADS – PHILIPPINES

The details of the Group's operational toll roads in the Philippines are as follows:

Asset name	Length (km)	MPTC Stake	2025 ADVE (in thousands)	Description
NLEX	106.0	83.8%	356	Connects Metro Manila to Central and Northern Luzon
SCTEX	93.5	83.8%	84	Connects the Subic Bay Freeport Zone in Zambales, the Clark Freeport Zone in Pampanga, and the Central Technopark in Tarlac
NLEX Connector	8.0	83.8%	20	Connects NLEX and SLEX (via MM Skyway Stage
CAVITEX	19.2	100.0%	198	Connects Metro Manila to Cavite Province that leads to Southern Luzon
CALAX	19.3	100.0%	47	Connects CAVITEX and SLEX (via Mamlasan Rotunda)

NLEX

The NLEX currently spans approximately 106 km or 598 lane-kms, and services an average of 356,392 vehicles per day as of June 2025. The NLEX is the main infrastructure backbone that connects Metro Manila to central and northern Luzon. NLEX Corp has operated the NLEX since February 2005 after completing the rehabilitation of the toll road under Phase I of the NLEX Concession.

In October 2008, the TRB approved the extension of the concession period to 31 December 2037 in view of NLEX Corp's implementation of the 2.7-km NLEX-Mindanao Avenue Link, or Segment 8.1 of the NLEX Project, which is the first segment under Phase II of the NLEX Concession.

On 5 June 2010, Segment 8.1 was opened to the public, allowing motorists to have alternative access to NLEX from Mindanao Avenue in Quezon City, bypassing the Balintawak Toll Plaza.

On 19 March 2015, the 2.4-km Karuhatan Interchange, or Segment 9 of the NLEX Project, was opened to the public. Segment 9 connects NLEX, from Mindanao Avenue to the MacArthur Highway in Valenzuela City. It provides motorists with a third alternative access point to and from NLEX.

On February 28, 2019, the Company formally opened Segment 10, an all-elevated 5.6-km expressway from MacArthur Highway in Valenzuela to C-3 Road in Caloocan City.

On 15 June 2020, the Company formally opened the R-10 Section of Segment 10, providing a direct link to the Manila Port area by way of an elevated ramp spanning 2.6 km along C-3 Road to R-10.

On April 2017, the TRB granted NLEX Corp a notice to proceed with respect to the R-10 Section of Segment 10 that will provide a direct link to the Manila Port area by way of an elevated ramp spanning 2.6 km along C-3 Road to R-10. On 15 June 2020, the Company formally opened the R-10 Section of Segment 10.

On 19 February 2021, the Company formally opened the new and expanded section of NLEX Segment 7 or SFEX following completion of the SFEX Capacity Expansion Project, which involved increasing the carriageway capacity of the existing SFEX between Brgy. Tipu and the Subic Bay Metropolitan Area.

On 10 December 2024, NLEX Corporation. officially open the Candaba 3rd Viaduct. The project is a five-kilometer-long viaduct built between two existing bridges connecting the towns of Pulilan, Bulacan, and Apalit, Pampanga. The Zone 1, or the Pulilan section, opened to the public in August 2024, while the Zone 2 portion in Apalit became operational in October 2024.

As the source of substantially all of the operating revenues from NLEX, toll collections are the most important aspect of its operation. The NLEX has two sections: an “open toll” section and a “closed toll” section. The 27.8-km open toll section (located within Metro Manila) charges a flat toll per entry based on the class of vehicle. Toll rates for the 64.6-km closed toll section are variable and are calculated according to the distance travelled on the closed toll section and the class of vehicle.

The NLEX has 31 exits and interchanges, 23 toll gates, four toll barriers, and consists of eight lanes through Metro Manila, which narrows to six and then four lanes as it enters the more rural areas to the north.

The NLEX concession expires in 2037. Its ADVE was 299,833, 336,930 and 350,559 in 2022, 2023 and 2024, respectively. For the six-month periods ended on 30 June 2025, the majority of NLEX users were Class 1 vehicles (e.g. cars) comprising 57% of traffic volume; the rest were made up of Class 2 vehicles (e.g. buses) and Class 3 vehicles (e.g. trucks).

SCTEX



The SCTEX is a 93.5-km, 2x2 expressway stretching from Subic-Tipo until La Paz, Tarlac, connecting the special economic zones in Subic and Clark, Olongapo City, to Tarlac City. It was completed by the BCDA in 2008 using Official Development Assistance financing from the Japan Bank of International Cooperation.

In October 2009, BCDA conducted a competitive bidding for the selection of a private sector partner for the management, operation, and maintenance of SCTEX. NLEX Corp participated in the selection process and was eventually awarded the SCTEX Concession in June 2010. After an extended period of commercial negotiations and regulatory approvals, NLEX Corp took over the SCTEX toll facilities and officially commenced the management, operation and maintenance of SCTEX on 27 October 2015.

In 2016, the SCTEX toll operations were fully integrated with NLEX's toll operations. NLEX Corp re-configured the major toll barriers between NLEX and SCTEX, and installed the new NLEX toll collection system in all SCTEX toll plazas to enable seamless travel experience between both expressways.

The SCTEX has 10 toll gates and its concession expires in 2043. Its ADVE was 72,403, 78,600 and 79,202 in 2022, 2023 and 2024, respectively.

NLEX Connector



The NLEX Connector Road Project involves the design, financing, construction, operation, and maintenance of an 8-km elevated toll expressway over the right-of-way of the Philippine National Railways. The alignment starts at the junction of Segment 10 at C-3 Road/5th Avenue in Caloocan City and ends at the Polytechnic University of the Philippines in Sta. Mesa, Manila.

The project was approved by the NEDA Board under the BOT Law and its Implementing Rules and Regulations (“IRR”). On 19 September 2016, Metro Pacific Tollways North Corporation (formerly Metro Pacific Tollways Development Corporation) and its subsidiary, NLEX Corporation formally received the Notice of Award from the DPWH as the winning proponent for the Connector Road Project.

On 23 November 2016, NLEX Corporation and the DPWH signed the Connector Road Concession Agreement.

On 29 March 2023, the first 5.15-kilometer Section 1 of the NLEX Connector Road Project has been completed and opened to the public.

On 28 October 2023, NLEX Corp opened the Commercially Operable Portion of the NLEX-SLEX Connector Road Section 2. The Commercially Operable Portion is a 1.84-km portion of Section 2, starting from the end of Connector Road Section 1 at España Blvd., up to the Magsaysay Interchange via Magsaysay On- and Off-Ramps.

Presently, the construction of the interconnection structure between NLEX Connector Road and Metro Manila Skyway Segment 3 (“MMSS3”) is ongoing.

The NLEX Connector has one toll plaza and its concession expires in 2058. Its ADVE was 12,688 and 19,258 in 2023.

CAVITEX

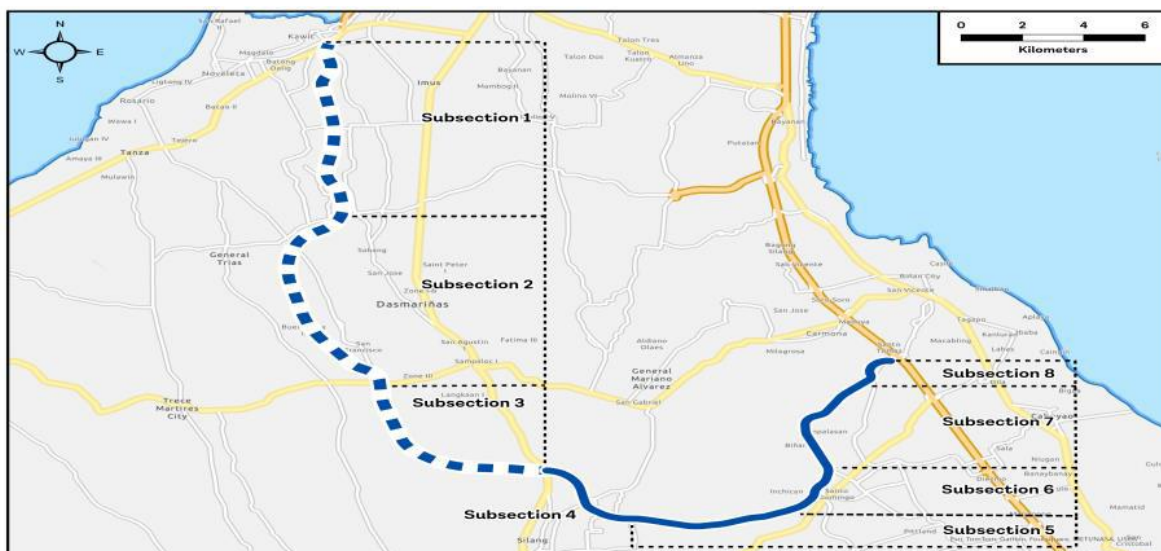


CIC holds the concession for the CAVITEX under the CAVITEX Toll Road Concession Agreement. CAVITEX is a closed-system tolled expressway that runs along the coast of Bacoor Bay after south of Roxas Boulevard, which exits to Bacoor City and Kawit, Cavite. It is located 11 km from Manila, the capital city of the Philippines and 7 km from the Ninoy Aquino International Airport (“NAIA”). CAVITEX was designed to further strengthen the commercial link between Metro Manila and the booming provinces of Cavite, Laguna and Batangas.

The CAVITEX is a 19.2 km long toll road, split into segment 1 (6.5 km), segment 2 (1.9 km), segment 3A1 (2.2 km), segment 3A2 (1.6 km) and segment 4 (7.0 km).

The CAVITEX currently has four toll plazas, and various segments of its concession expire between 2033 to 2048. Its ADVE was 169,999, 181,841 and 195,907 in 2022, 2023 and 2024, respectively.

CALAX



MPCALA was granted the concession to design, finance, construct, operate and maintain the CALAX. On 10 July 2015, MPCALA signed the concession agreement for the CALAX with the DPWH. Under the concession agreement, MPCALA is granted the concession to design, finance, construct, operate and maintain the 44.6 km CALAX, including the right to

collect toll fees, over a 35-year concession period. The CALAX is a closed-system tolled expressway connecting the CAVITEX in Kawit, Cavite and the SLEX at the SLEX-Mamplasan Interchange in Biñan, Laguna.

Construction is ongoing with expected full completion by 1Q2026. Sub-sections 6 to 8, a segment of CALAX, commenced operations in October 2019 and CALAX Laguna segment interchanges, which are part of the sub-section 6 to 8, commenced operations on 18 August 2020. These interchanges are the Laguna Boulevard Interchange and the Laguna Technopark Interchange. Additional interchanges in Silang East and Silang (Aguinaldo) were opened in 2022 and 2023 respectively.

The CALAX, once completed, will feature state of the art and environmentally friendly tollway facilities that aim to reduce travel time, traffic congestion and carbon emissions.

In terms of traffic, CALAX has seen over 29,005, 36,029 and 43,114 daily vehicles between 2022 and 2024.

CCLEX



CCLEC entered into a concession agreement with the Cebu City and Municipality of Cordova (as the grantors) on 3 October 2016 under which it was granted concession rights to design, finance, construct, operate and maintain the 8.9 km CCLEX, including the right to collect toll fees over a 35-year concession period (including the construction period), which was extended by another 10 years starting 2053. The CCLEX is a toll bridge that links mainland Cebu from Cebu City's South Road Properties to Barangay Pilipog, Cordova Municipality in Mactan Island. The CCLEX commenced operations in April 2022 and aims to bring progress in the Province of Cebu and the entire Visayas Region.

The CCLEX has one toll gate and its concession expires in 2063. Its ADVE was 9,082, 13,599, and 15,435 in 2022 (from April onwards), 2023 and 2024, respectively.

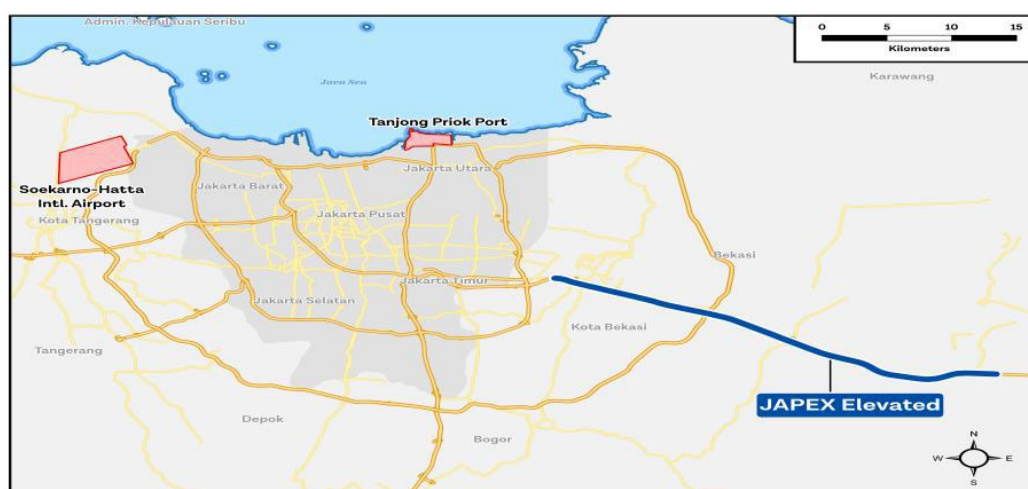
DESCRIPTION OF OPERATIONAL TOLL ROADS – INDONESIA

The details of the Group's operational toll roads in Indonesia are as follows:

Asset name	Length (km)	MPTC Stake	2024 ADVE (in thousands)	Description
JAPEX-E	36.4	24.6%	448.4 (integrated volume with Jakarta-Cikampek at-grade)	Part of Trans-Java Expressway linking Jakarta to West/Central Java
JLB	9.7	21.5%	559.1 (integrated volume with JORR-1 network)	Main route from West/South Jakarta to North Jakarta via JORR-1

BSD	7.3	54.8%	123.6	Connects Pondok Aren and Serpong with direct access to JORR-1/2
MMN	10.3	61.3%	54.5	Connects Soekarno-Hatta Port to Central/West Makassar
MAN	14.8	61.0%	39.2	Strategic pathway between major transport hubs of Makassar
JTT (consists of 13 toll road segments)	639.3	22.9%	866.3	Main sections of Trans-Java Expressway connecting the capital cities of main provinces in Java

JAPEX-E



On 30 June 2022, MUN entered into an agreement to purchase 40% of equity interest in PT Jasamarga Jalanlayang Cikampek (“**JJC**”), the concession holder of JAPEX-E, at a consideration of approximately ₱15,150 million. The sale was completed on 19 December 2022, resulting in JCC being 40% owned by JTT, 40% owned by MUN and 20% owned by PT RSP (Ranggi Sugiron Perkasa).

The JAPEX-E is a 36.4 km fully-elevated road above the Jakarta-Cikampek road. It is part of the Trans-Java expressway, which serves as a gate from Jakarta to West/Central/East Java. The JAPEX-E is a bypass toll road that distributes capacity ratios and generates more long-distance motorists. On 9 March 2024, a special tariff adjustment of 35% was implemented on all traffic traversing the JAPEX-E.

The JAPEX-E has no toll gates as its toll system is integrated with Jakarta-Cikampek at-grade.

The concession for the JAPEX-E expires in 2062 and its ADVE was 448,429, 454,673 and 448,479 in 2022, 2023 and 2024, respectively.

JLB



The JLB is a major airport thoroughfare connecting central Jakarta to Tangerang as part of the Jakarta-Tangerang toll road leading to the Soekarno-Hatta Airport. The JLB is the main route for commuters between densely populated West / South Jakarta to North Jakarta, and provides diversified exposure to Jakarta traffic under the JORR-1 revenue sharing agreement, which provides JLB with 15.3% of all JORR-1 revenue.

The JLB has nine toll gates and its concession expires in 2042. JORR-1 ADVE was 529,550, 567,974 and 559,076 in 2022, 2023 and 2024, respectively, of which JLB's share is 15.3%.

On 4 December 2023, a 6% periodical tariff adjustment was implemented.

BSD



PT Bintaro Serpong Damai entered into a Toll Road Operational Authority Agreement with PT Jasa Marga (Persero) Tbk ("**Jasa Marga**") for the development and operations of Pondok Aren – Serpong toll road lane for a period of 28 years, including the construction period. The toll road has been in operation since 1999. Pondok Aren - Serpong toll road lane is a 7.25 km toll road which connects Serpong and Pondok Aren, Jakarta. A key Toll Road which significantly reduces traveling time and relieves traffic congestion for residents and businesses in both districts.

The BSD is a 7-km toll road that providing direct access between the densely populated areas of Pondok Aren and Serpong.

The BSD is directly linked to the JORR-1 and JORR-2 networks, which ringfence the city of Jakarta. In addition, the BSD is expected to have access to the planned JORR-3 network through Serpong-Balaraja road and Serpong Parung Bogor road, thereby providing direct and indirect access to all three of Jakarta's outer ring roads.

The concession for the BSD expires in 2040 and its ADVE was 97,163, 111,680 and 123,598 in 2022, 2023 and 2024, respectively.

A 35% special tariff adjustment was implemented in September 2024.

MMN



The MMN provides the West and Centre end of Makassar City, the largest city in East Indonesia, with direct harbor access at Soekarno-Hatta port. The MMN connects to the JTSE, forming a main interconnection pathway between the cities of Makassar and Maros. The MMN consists of Seksi I, II and III and Pettarani.

The MMN has six toll gates and its concession expires in 2043. Its ADVE was 52,505, 53,535 and 54,501 in 2022, 2023 and 2024, respectively.

On 29 September 2023, a 5% periodic tariff adjustment was implemented.

MAN



The MAN, which has been in operation since 2008, connects the MMN toll road from the Tallo bridge to the Mandai Makassar intersection with the Sultan Hasanuddin International Airport, the only international airport in Makassar, as well as the national road to Maros.

The MAN has five toll gates and its concession expires in 2041. Its ADVE was 37,889, 39,678, and 39,203 in 2022, 2023 and 2024, respectively.

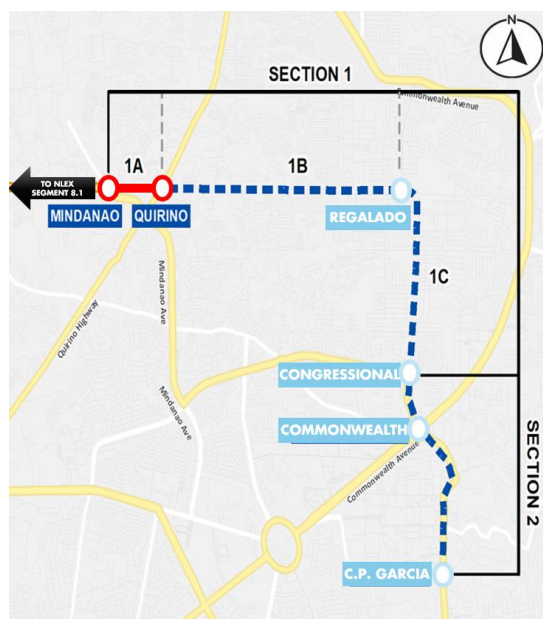
On 9 March 2024, a 10% periodic tariff adjustment was implemented.

DESCRIPTION OF UNDER CONSTRUCTION TOLL ROADS

The details of the Group's toll roads under construction in the Philippines are as follows:

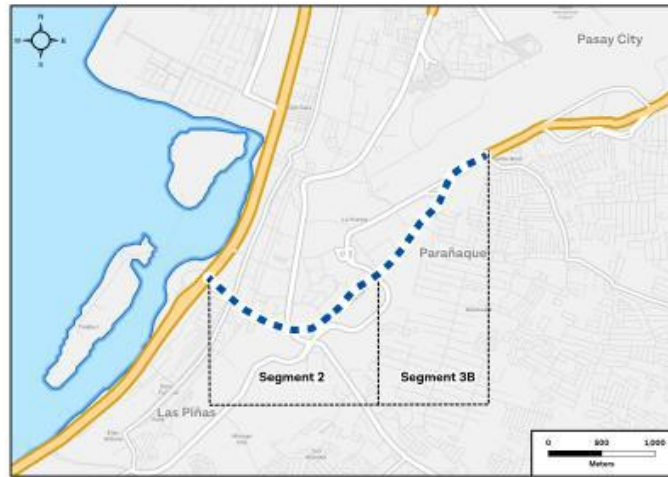
Asset name	Length (km)	MPTC Stake	Estimated Project Cost (in ₱ million)	Expiry	Description
CAVITEX – C5 South Link Segment 3B	2.0	100.0%	4,061	2048	Extension of existing operational segments of CAVITEX
CAVITEX-CALAX Link (“CC Link”)	1.3	100.0%	2,227	2048	Links CAVITEX and CALAX
CALAX Sub-sections 1 to 3	26.5	100.0%	16,517	2050	Extension of existing operational segments of CALAX
NLEX – Segment 8.2 Section 1A	2.0	83.8%	2,200	2037	Connects Mindanao Avenue to Quirino Highway

Segment 8.2 Section 1A



Construction of Segment 8.2 Section 1A, the initial 2-kilometer stretch from the Valenzuela portion of Mindanao Ave to Quirino Highway in Quezon City, commenced in 2025 and will be completed by 2026. The implementation of the succeeding sections will commence once the government has completed the relocation of more than 10,000 Informal Settler Families (ISFs) situated along the alignment, within the right-of-way allocated for Republic and Luzon Avenues.

CAVITEX – C5 South Link Segments 2 and 3B



The Cavite – C5 Link Segment 3B is a 2.0-km, 2-by-3 lane expressway from RSG Airport View Subdivision to Sucat Interchange. The alignment will run at-grade from RSG Airport View Subdivision up to Kaingin Road and elevated thereon up to Sucat Interchange.

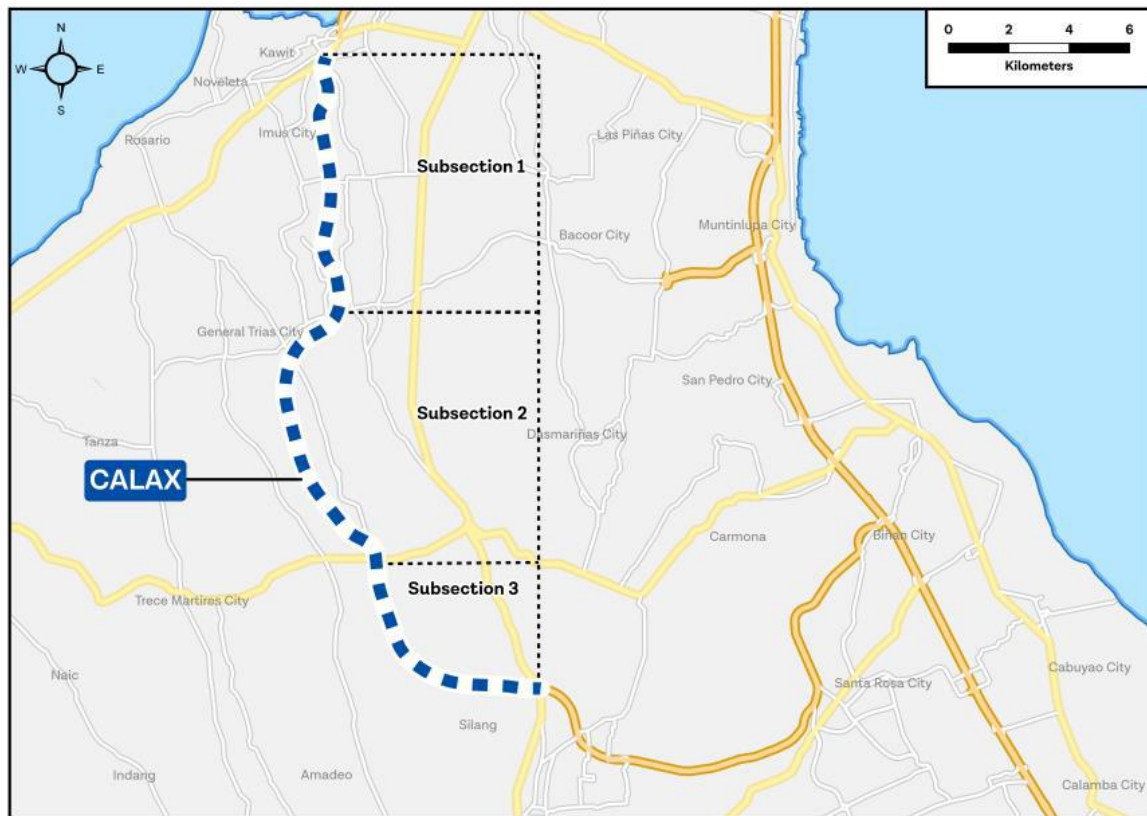
Construction commenced in February 2023 with a target completion of October 2025. As of 31 August 2025, construction was 68% complete for Segment 3B.

CC Link



The CC Link is a 2-by-2 lane elevated carriageway extending the Kawit Interchange from Segment 4 Expressway, over and across in Tirona, and all the way to connect to the northern terminus of the CALAX, approximately 1.2 km in length. Construction commenced in 2024 and is expected to be completed by December 2025. As of 31 August 2025, construction was 72% complete.

CALAX – Sub-sections 1 to 3



The CALAX – Subsection 1 is an 8.8-kilometer, 2-by-2 lane expressway from Kawit Interchange to Open Canal Interchange. The CALAX – Subsection 2 is a 9.8-kilometer, 2-by-2 lane expressway from Open Canal Interchange to Governor’s Drive Interchange. The CALAX – Subsection 3 is a 7.9-kilometer, 2-by-2 lane expressway from Governor’s Drive Interchange to Silang Interchange.

Construction commenced in March 2021, with expected completion of the Subsection 3 by October 2025, and Subsections 1 and 2 by March 2026. As of 31 August 2025, construction was 35%, 30% and 68% complete for Subsection 1, Subsection 2 and Subsection 3, respectively.

DESCRIPTION OF PIPELINE PROJECTS

The details of the Group’s pipeline projects are as follows:

Asset name	Length (km)	MPTC Stake	Status	Expiry	Description
CCLEX expansion – Guadalupe Ramps	1.5	100.0%	Pre-construction activities	2063	Completes the entire CCLEX with on- and off- ramps from CCLEX Cebu viaduct to the junction of C. Padilla Street in Cebu City
CCLEX expansion – Lapu-Lapu Expressway	12.0	100.0%	Pre-construction activities	2076	Connects CCLEX to Mactan-Cebu International Airport in Lapu-Lapu City
JORR-E	21.6	58.9%	Signed Concession Agreement	45 years	Connected to Jakarta-Cikampek non-elevated and elevated toll roads

CCLEX expansion – CCLEX-Guadalupe Ramps Extension



The project involves the construction of both on- and off-ramps at C. Padilla Street as well as a lay-by to serve as a stub-out to allow for the proposed extension of Guadalupe ramps to central portions of Cebu City. The extension is expected to connect to CCLEX via the Cebu Viaduct section.

Construction is expected to commence in 2026 and is expected to be complete in 2028.

CCLEX expansion – Lapu-Lapu Expressway



The project is expected to connect Lapu-Lapu City directly to Mactan-Cebu International Airport. Construction is expected to commence in 2026 and is expected to be completed in 2027.

JORR-E



In October 2023, Nusantara, along with other consortium members consist of PT Marga Metro Nusantara (“MMN”), PT Adhi Karya (Persero) Tbk., and PT Acset Indonusa Tbk., was established a toll road company namely PT Jakarta Metro Ekspresway (“JMEX”) and signed the 45-year concession agreement for the JORR-E project, which is connected to the Jakarta-Cikampek non-elevated and elevated toll roads. The JORR-E is expected to alleviate capacity constraints in the congested JORR-1 network, thereby increasing traffic capacity through all of JORR-1 network.

The proposed JORR-E project, as well as JLB, operate under the JORR-1 network, which functions under a fixed revenue sharing agreement. Based on the terms of the concession agreement, the JORR-E project will receive 33.67% of the revenue share under the JORR-1 integrated tariff system.

Construction is expected to commence in the second quarter of 2026 and is expected to complete in the fourth quarter of 2029.

OTHER BUSINESSES

Indonesia

Nusantara, through its subsidiaries, holds investments in water and waste management service providers, PT Sarana Catur Tirta Kelola (“SCTK”) and PT Dain Celicani Cemerlang (“DCC”), and in a power supply provider, PT Rezeki Perkasa Sejahtera Lestari (“RPSL”) and PT Inpol Meka Energi (“IME”), and in trading, advertising and parking management, PT Metro Tekno Media Infranasantara (“MTMI”).

SCTK is a water treatment plant and water distribution company which operates in Desa Cijeruk, East Serang Regency, Banten, Indonesia and accommodates industrial, commercial and household needs of clean water at total capacity of 375 liters per second. Its water treatment plant sources its raw water from Ciujung River, East Serang, Banten, which is serving over 140 factories in various industrial estates.

DCC is a holder of a 20-year water treatment concession in Medan Industrial Estate or Kawasan Industri Medan (KIM), North Sumatera. The plant is servicing potential demand up to 250 liter per second of clean water supply and sources its raw water from the Deli River to supply clean water to 153 factories in KIM Industrial Estate.

RPSL is an independent power producer for Siantan Biomass Powerplant in Mempawah, West Kalimantan with a capacity of 15 MW. It is contracted to supply 8 MW to the State Electricity Company and is the first biomass power plant in West Kalimantan.

IME provides electricity supply by operating Mini-Hydro Power Plants (PLTMH) Lau Gunung located in Desa Lau Gunung, Kecamatan Tanah Pinem, Kabupaten Dairi, North Sumatera with a capacity of 15 MW.

MTMI is engaged in providing advertising solutions along the BSD and Makassar toll roads, offering strategic opportunities to effectively capture the attention of commuters and travelers. In addition, MTMI manages a parking service brand known as Otto Parking, which is currently operational in five locations across Jakarta, BSD, and Makassar.

As of 31 December 2024, the revenues generated by the investments of the Group in water, renewable energy, and advertisement, including parking service providers amounted to ₱1.04 Million, representing 29.5% of the total revenues of the Group.

Vietnam

CII B&R has various road and bridge projects in and around Ho Chi Minh City and its current portfolio includes 122 km of roads operating at approximately 74,000 vehicles per day and roads under pre-construction or on-going construction covering a total of 4.0 km for Hanoi Highway Expansion Phase 2. The Group acquired CII B&R in 2015 through an equity investment and financing transaction with Ho Chi Minh City Infrastructure Investment Joint Stock Co. of Vietnam that resulted in the Group effectively holding a 44.9% minority equity interest in CII B&R.

PROJECT DELIVERY

The Group is involved in all key aspects of the project delivery cycle, with key steps as follows:

Project stage	Key activities	External parties involved
Project prospecting and government evaluation	Kick off of project conceptualization Submission of project proposal package Securing Notice of Award (“NOA”)	Local Government Unit, project partners, design consultant, Grantor
Pre-construction	Start of Detailed Engineering Design (“DED”) activities Execution of all relevant contracts and completion of post-award requirements Right of way acquisition to commence upon Independent Consultant (“IC”) certification of DED and approval of parcellary plan Issuance of Notice to Proceed (“NTP”) Financing to commence upon IC certification of DED	Design consultant, IC, bidders, contractors, Grantor Rights of way legal consultant, finance consultant Banks / financial institutions, legal consultant, Grantor
Construction	Commencement of construction contractor activities Completion of punchlist requirements	Local Government Unit, project partners, design consultant
Pre-operational	Toll negotiation and approval – upon provision of latest cost estimates (contract price) Issuance of notice for toll rate implementation with toll fee matrix by the TRB Securing business permits and licenses – application of business permits and licenses Approval of business permits and licenses Sign-off for turnover	Grantor, TRB, Department of Public Works and Highways, National Economic and Development Authority, contractor
Commercial operations and maintenance	Upon start of commercial operations – all activities throughout the O&M period	Grantor, Bureau of Internal Revenue, TRB, contractor, Local Government Unit

OPERATION AND MANAGEMENT OF TOLL ROADS

Each operational company within the Group is well staffed and equipped with an experienced operation and management (“O&M”) team. Each in-house team is divided into the following structure, with slight variances across business units:

- **Operations.** The operations team is responsible for toll operations and traffic operations. Toll operations comprise cash / RFID toll collection and customer service. Traffic operations comprise traffic monitoring and management, response to material traffic accidents, traffic control room 24/7 operation, traffic rules enforcement, motorist assistance, manpower management and patrol vehicles deployment and management.
- **Asset management.** The asset management team is responsible for asset management, planning, optimization, and the management of electro-mechanical, auxiliary, and fleet assets. This work comprise regular inspections, preventive and corrective maintenance, and enhancement projects. The repair and maintenance of the NLEX are categorized into three main areas: routine maintenance for roads and equipment, repairs and replacement for significant infrastructure such as drainage network, structural foundations, fixed operating equipment, and improvements and expansions for upgrading toll plazas and interchanges.
- **Technology.** The technology team is responsible for information technology, maintenance and support, and project delivery. Information technology comprises data center administration, back-office IT support, and network and tele-communication systems. Maintenance and support comprise 24/7 core system support, contact management and helpdesk, and core system preventative management. Project delivery comprise core systems installation and testing, and commissioning of new sites / plazas.

The Group is supported by external O&M service providers on the following functions/systems: second-line maintenance management and helpdesk support, pavement repair program and emergency/safety repairs, sign standardization and emergency sign repairs, toll collection systems, traffic and tele-communications system, security service and emergency service.

The following is the Group's O&M strategy to ensure operationality and upkeep of its assets:

Category	Definition	Key activities
Routine maintenance	Small scale activities associated with regular and general upkeep of the infrastructure	Maintenance for roadway pavements, drainages, signages, bridges and walls Bridge maintenance and expansion joints repairs Drainage maintenance and enhancement Pavement crack sealing works
Periodic / heavy maintenance	Activities undertaken to prolong the structural integrity and avoid degradation of the infrastructure, which are reactive in nature and dependent on use; comprises primarily overlay or reconstruction of the pavement	Heavy pavement repairs and overlaying projects Bridge structural survey and retrofitting works
Special / major / emergency	Activities undertaken as a result of natural calamities (such as landslides, washouts and flooding and earthquakes) and any interventions done to ensure the uninterrupted operation of the infrastructure	Road widening projects Slope protection works Roadway lighting projects

COMPETITION

While the toll road companies were granted sole right to operate and maintain toll roads under their respective concession agreements, alternative routes and roads are the toll roads' competitors:

- **NLEX.** A viable alternative road to North Luzon is the MacArthur Highway, a road extending from Manila to Pangasinan that passes through small towns. However, the NLEX has historically served as the main artery between Metro Manila and Central and Northern Luzon and as such, it has a long and stable track record of traffic volume.

Further, the NLEX has a stable service area, which is characterized by the lack of comparable competing traffic routes and the resilience of the user profile.

- **SCTEX.** MacArthur Highway and Jose Abad Santos Avenue are national roads that run parallel to SCTEX. They serve as the traditional commercial and social backbones of the communities they pass through. While vital for local travel and commerce, frequent intersections, traffic lights, and pedestrian crossings lead to slower travel times and significant congestion. Meanwhile, SCTEX directly connects key economic hubs which significantly reduces travel time and operational costs for businesses.
- **NLEX Connector.** The primary competing alternative route for NLEX Connector Road is the MMSS3. While the MMSS3 serves private vehicles by extending the Skyway and SLEX network, it restricts trucks and heavy vehicles. In contrast, the NLEX Connector is designed for commercial transport. Its direct route to the heart of Manila, including access to the Port of Manila and areas like España, Blumentritt, and Santa Mesa, makes it an essential project for improving logistics and commercial efficiency by accommodating heavy trucks.
- **CAVITEX.** The free alternative routes to the R1 Expressway and R1 Extension are Quirino Avenue, Aguinaldo Highway, Tirona Highway, and Evangelista Road. While these roads are complementary to the R1 Expressway and R1 Extension, they do not offer the same direct and contiguous route from northern Cavite to Metro Manila and vice-versa. The alternative roads have limited capacity and narrow lanes and are controlled by traffic lights and stop signs which are heavily congested at peak times.
- **MUN.** MUN's competitors are mostly within Indonesia's toll road networks or free alternative roads. BSD belongs to a wide toll road network in the Jakarta metropolitan area, hence, there are various alternative toll roads but serving different routes. However, competition with these other toll roads within the network is present for customers coming from West of the metropolitan area to Central Jakarta and vice versa. With respect to Nusantara's toll roads located in Makassar, there are free alternative roads to MMN and MAN but have limited capacity and are heavily congested during peak times. There are no other toll roads in Makassar.

Traffic volumes on the toll roads are likewise affected by competition from alternative modes of transportation and there can be no assurance that existing modes of transport will not significantly improve their services.

The Group continues to promote traffic growth on these toll roads by providing more entry and exit points along the expressway. Likewise, the Group continues to boost the value proposition of its toll roads by implementing measures to enhance customer satisfaction, safety, and convenience. While the Group believes there is no significant threat posed by competing toll roads in the Philippines covered by NLEX Corporation and CIC's concessions, there is competition elsewhere from Ayala Corporation, which was awarded the contract to build the Daang Hari-SLEX Link, and San Miguel Corporation, which invested in the controlling shareholders of the company(ies) operating the Metro Manila Skyway, South Luzon Expressway, Tarlac-Pangasinan-La Union Expressway and NAIA Expressway.

MOBILITY AND DIGITAL OFFERINGS

The Group, through MPT Mobility and MPTDI, also provides various products and services that complement its main toll road business. Its mobility and digital offerings include the following:

Category	Service
RFID Account Management	Real-time Account Management, Customer Accounts Management System
General Services	Fleet Management, Maintenance Services, Traffic Auxiliary, Towing Services
Modernized Jeepney Operations	Fleet Management, Public Transport Operations, Connected Stops

Roadside Assistance	Towing Services, Ambulance, Repair Shops, Hospitals, Hotels, Car Rentals
Centralized Customer Response Organization	Customer Journey Management
Advertising	Static Billboard Advertising, LED Billboards, Mobile Ads
Expressway / Tollway Service Facility	Expressway / Tollway Service Facility, Commercial Space and Retail Management, Dynamic Merchant Mix, Unique TSF Experience
Others	Toll Fee Calculator, RFID Balance Inquiry &, Reloading, Travel Advisories, Facilities Rest Areas, Customer Service/Hotline

The Group also recently implemented its toll collection interoperability project, which allows motorists to seamlessly use RFID tags issued by one tollway concessionaire or operator across the multiple tollway plazas of other concessionaires or operators. The project not only achieves government objectives but also aligns with the Group's digitalization efforts to promote contactless and cashless toll transactions at its facilities for the convenience of the motoring public.

The Group is actively pursuing the development of a barrierless toll system to enhance and improve the operations of its toll collection system.

For the year ended 31 December 2024, the revenues generated by the investments of the Group in mobility and digital offerings amounted to ₱1,577 Million, representing 4.7% of the total revenues of the Group.

DESCRIPTION OF PROPERTIES

The general asset description and locations of the various properties owned by the Group are as follows:

Type of Property	Location	Ownership	Details
Land	Lot No. 1323-New of the Calamba Estate, G.L.R.O. Record No. 8418), Laguna, Municipality of Calamba	NLEX Corporation	TCT No. 060-2020003255
Land	Mabalacat, Pampanga	NLEX Corporation	TCT No. 045-2020006782
Land	Lot No. 1711-B, Alapan, Imus City, Province of Cavite	MPTSC	TCT No. 057-2019014512
Land	Psd-04-251716, Lot 1711-B, Alapan II, City of Imus	MPTSMC	Tax Declaration No. 239-0006-18420
Building	Alapan II, City of Imus	MPTSMC	Tax Declaration No. A- 239-0006-11783
Building	Alapan II, City of Imus	MPTSMC	Tax Declaration No. A-239-0006-11784
Machinery - Traffic Management System	Alapan II, City of Imus	MPTSMC	Tax Declaration No. A-239-0006-11785
Machinery – Solar Panels	Alapan II, City of Imus	MPTSMC	Tax Declaration No. A-239-0006-11811
Land	Cordova, Cebu	MPTVC	Tax Declaration No. 19-0012-CCLEX1-21059
Land	Cordova, Cebu	MPTVC	Tax Declaration No. 19-0013-MPC1-21064
Land	Cordova, Cebu	MPTVC	Tax Declaration No. 19-0013-MPC2-21063
Building	Cordova, Cebu	MPTVC	Tax Declaration No. 19-0013-VIZ1-22649
Building	Cordova, Cebu	MPTVC	Tax Declaration No. 19-0013-VIZ2-22650
Building	Cordova, Cebu	MPTVC	Tax Declaration No. 19-0013-VIZ3-22651

Building	Cordova, Cebu	MPTVC	Tax Declaration No. 19-0013-VIZ4-22652
Building	Cordova, Cebu	MPTVC	Tax Declaration No. 19-0013-VIZ5-22653
Building	Cordova, Cebu	MPTVC	Tax Declaration No. 19-0013-VIZ6-22654
Land	San Miguel, Cordova, Cebu	CCLEC	Tax Declaration No. 19-0013-22121
Land	San Miguel, Cordova, Cebu	CCLEC	Tax Declaration No. 19-0013-22122
Land	San Miguel, Cordova, Cebu	CCLEC	Tax Declaration No. 19-0013-22123
Land	Pilipog, Cordova, Cebu	CCLEC	Tax Declaration No. 19-0012-CCLEX2-21058
Building	San Miguel, Cordova, Cebu	CCLEC	Tax Declaration No. 19-0013-MET3-22166
Building	San Miguel, Cordova, Cebu	CCLEC	Tax Declaration No. 19-0013-MET6-22170
Building	San Miguel, Cordova, Cebu	CCLEC	Tax Declaration No. 19-0013-MET9-22172
Building	San Miguel, Cordova, Cebu	CCLEC	Tax Declaration No. 19-0013-MET10-22173
Land	Canumay, Mun. of Valenzuela	MPTMC	TCT No. 013-2016004065
Land	Canumay, Mun. of Valenzuela	MPTMC	TCT No. 013-2016004066
Land	Canumay, Mun. of Valenzuela	MPTMC	TCT No. 013-2016004067
Land	Canumay, Mun. of Valenzuela	MPTMC	TCT No. 013-2016001011
Land	Canumay, Mun. of Valenzuela	MPTMC	TCT No. 013-2016003919
Land	Canumay, Mun. of Valenzuela	MPTMC	TCT No. 013-2017005932

NLEX Corporation and CIC own their head office buildings in Balintawak, Caloocan City and Paranaque City, respectively. Other equipment, which is relatively insignificant, consists of transportation equipment and office equipment primarily located in their respective head offices. NLEX Corporation and CIC do not own the parcels of land over which the toll roads have been built, which parcels of land are owned by the Republic of the Philippines. In 2017 and 2016, NLEX Ventures Corporation, a wholly owned subsidiary of NLEX Corporation, acquired parcels of land located in Valenzuela City. A parcel of land acquired in 2016 is presently the site of a service facility under a lease agreement, while the other parcels of land are being developed as a property for lease with business proponents.

MPTSC, a wholly owned subsidiary of the Issuer, acquired a parcel of land in Cavite which was developed into headquarters for concessions held in the southern part of Luzon. Metro Pacific Tollways Vizmin Corporation, a wholly owned subsidiary of the Issuer, also acquired a parcel of land in Cordova, Cebu, a portion of which was developed into headquarters for CCLEC and the remaining portion available for future commercial developments.

Nusantara's properties consist of land, building and building improvements. Nusantara and its subsidiaries, PT Margautama Nusantara and BSD, own building units which serve as their office space in South Jakarta and Banten, Indonesia. PT Inpol Meka Energi, another indirectly owned subsidiary, owns a parcel of land which serves as the site of construction of its hydro-power plant located in the Province of North Sumatera, Indonesia. Other equipment consists of transportation equipment, machinery and office equipment primarily located in their office and operation sites.

As of the date of this Prospectus, there are no definite plans of acquiring real properties in the next twelve (12) months.

INTELLECTUAL PROPERTY RIGHTS

The Group's brand is the company's representation of its organization to the public. It is the embodiment of the Company, its business operations, its history, its objectives and its plans for growth. To protect its brand identity, the Company registered the respective trademarks for its logo, tagline and characters, with the Intellectual Property Office. The details of the trademarks registered under the Company's name are set forth below:

No.	Mark	Registration Period	Validity Period	
			From	To
1.	MPT VIETNAM 	8 August 2019	8 August 2019	8 August 2029
2.	PT MPT INDONESIA 	8 August 2019	8 August 2019	8 August 2029
3.	MPT ASIA CORPORATION 	22 August 2019	22 August 2019	22 August 2029
4.	MPT SOUTH CORPORATION A METRO PACIFIC TOLLWAY COMPANY 	18 April 2019	18 April 2019	18 April 2029
5.	MPT NORTH CORPORATION A METRO PACIFIC TOLLWAY CORPORATION 	18 April 2019	18 April 2019	18 April 2029
6.	CCLEX 	25 July 2019	25 July 2019	25 July 2029
7.	CAVITEX A METRO PACIFIC TOLLWAY 	17 February 2020	17 February 2020	17 February 2030
8.	SCTEX A METRO PACIFIC TOLLWAY 	7 July 2019	7 July 2019	7 July 2029
9.	CCLEC A METRO PACIFIC COMPANY	7 July 2019	7 July 2019	7 July 2029

No.	Mark	Registration Period	Validity Period	
			From	To
				
10.	NLEX CONNECTOR A METRO PACIFIC TOLLWAY			
		16 June 2019	16 June 2019	16 June 2029
11.	CAVITEX INFRASTRUCTURE CORPORATION A METRO PACIFIC TOLLWAY COMPANY			
		7 July 2019	7 July 2019	7 July 2029
12.	MPCALA HOLDINGS INCORPORATED A METRO PACIFIC TOLLWAY COMPANY			
		7 July 2019	7 July 2019	7 July 2029
13.	METRO PACIFIC TOLLWAYS			
		7 July 2019	7 July 2019	7 July 2029
14.	MPT SOUTH MANAGEMENT CORPORATION			
		7 November 2019	7 November 2019	7 November 2029
15.	MPT VIZMIN CORPORATION			
		8 August 2019	8 August 2019	8 August 2029
16.	MPT THAILAND CORPORATION A METRO PACIFIC TOLLWAY COMPANY			
		9 June 2019	9 June 2019	9 June 2029

No.	Mark	Registration Period	Validity Period	
			From	To
				
17.	CALAX A METRO PACIFIC TOLLWAY			
		17 September 2021	17 September 2021	17 September 2031
18.	MPT DRIVEHUB			
		17 October 2022	17 October 2022	17 October 2032
19.	MPT DIGITAL INC A METRO PACIFIC TOLLWAY COMPANY			
		17 February 2023	17 February 2023	17 February 2033
20.	MPT MOBILITY A METRO PACIFIC TOLLWAY COMPANY			
		23 April 2023	23 April 2023	23 April 2033

SUSTAINABILITY

MPTC remains steadfast in its commitment to sustainable development, integrating environmental, social, and governance (ESG) principles into its operations and long-term strategy. The Group continues to evolve its sustainability journey, moving beyond compliance and awareness toward measurable impact in areas such as low-carbon mobility, climate resilience, and inclusive community development.

To support this commitment, MPTC continues to strengthen its sustainability reporting and performance management. ESG practices and outcomes are disclosed annually through MPIC's Integrated Report, aligned with GRI and SASB frameworks. Third-party assurance and ISO-certified systems validate disclosures, while regulatory audits ensure compliance with national standards.

The Company approaches its operations with a sustainability perspective that safeguards journeys, communities, and long-term resilience. Priorities include:

- **Drive Product Utilization.** Ensure safe and reliable mobility that supports trade, local commerce, and tourism, while providing efficient and predictable journeys.
- **Build with Least Disruption.** Pursue construction and operational efficiencies that minimize social and environmental impacts and improve traffic flow.
- **Improve Customer Experience.** Enhance reliability and service convenience through technology and system improvements.

- **Drive Decarbonization.** Support low-carbon mobility and emissions reduction through targeted infrastructure, innovation, and partnerships.
- **Design for Resilience.** Integrate adaptation measures to address systemic, unpredictable, and slow-onset risks such as climate and environmental stresses.

The Issuer has attained multiple ISO certifications across its subsidiaries and has pioneered efforts to address Scope 3 GHG emissions. NLEX Corporation has six ISO certifications: ISO 9001 (Quality Management System), ISO 14001 (Environmental Management System), ISO 45001 (Occupational Health and Safety Management Systems), ISO 39001 (Road Traffic Safety Management), ISO 50001 (Energy Management System) and ISO 22301 (Business Continuity Management Systems). MPT South has also earned recognition with certifications in: ISO 9001 (Quality Management System), ISO 14001 (Environmental Management System) and ISO 45001 (Occupational Health and Safety Management Systems). Meanwhile, SAVVICE, the innovation arm of the Group, has achieved: ISO 9001 (Quality Management System), ISO 14001 (Environmental Management System) and ISO 45001 (Occupational Health and Safety Management Systems).

MPTC embeds sustainability into daily operations through capability-building, policy development, and strategic communications. Business units implement initiatives that reflect a shared commitment to climate action, clean energy, and inclusive growth. The Group is steadily transitioning toward renewable energy and electric mobility, reducing its environmental footprint while improving operational efficiency. Road safety, community engagement, and environmental stewardship remain central to MPTC's approach.

MPTC's sustainability strategy is implemented through coordinated efforts across its business units, each contributing to the Group's overarching goals:

- **Renewable Energy Integration:** Expansion of solar energy use and exploration of green energy procurement through the DOE's Green Energy Option Program (GEOP).
- **Electric Vehicle Transition:** Growth of the EV fleet for patrol and maintenance, aligned with the Electric Vehicle Industry Development Act (EVIDA). Charging stations are located at Sta. Rita (Bulacan), Balintawak (NLEX), CALAX, and the MPT South Hub in Imus, Cavite.
- **Environmental Stewardship:** Annual tree planting and reforestation in partnership with communities and environmental organizations to restore ecosystems and enhance biodiversity.
- **Road Safety and Community Engagement:** Road safety programs, public awareness campaigns, and social services such as free towing, 24/7 incident response, scholarships, livelihood training, and disaster relief.

MPTC operates in one of the most regulated sectors in the Philippines and complies with environmental and occupational health and safety laws such as the Clean Water Act (RA 9275), the Clean Air Act (RA 8749), and the Ecological Solid Waste Management Act (RA 9003). All projects secure Environmental Compliance Certificates (ECCs), discharge permits, air emission permits, and hazardous waste registrations prior to mobilization. The Company submits Self-Monitoring Reports (SMRs) and Compliance Monitoring Reports (CMRs) to the Department of Environment and Natural Resources (DENR) and undergoes regular inspections and audits by the DENR, Department of Labor and Employment (DOLE), Bureau of Fire Protection (BFP), and third-party certifying bodies.

The Company consistently achieves millions of safe man-hours across its projects, supported by ISO 45001-certified safety management systems. Programs include job hazard analyses, deployment of safety officers, mandatory PPE, emergency drills, and structured incident reporting. As a result, MPTC has maintained a record of zero material Lost Time Incidents (LTIs) in recent years, contributing to lower insurance premiums and enhanced operational reliability.

Aligned with ISO 14001 and DENR requirements, MPTC regularly monitors water and air quality and ensures proper handling and disposal of hazardous wastes such as oils, paints, and chemicals. The Company has invested in sustainable infrastructure including LED roadway lighting, solar-powered toll plazas, and energy-efficient facilities. It also advances biodiversity programs through tree planting, mangrove rehabilitation, and ecological restoration projects, which strengthen ecosystems and mitigate climate risks.

MPTC infrastructure is exposed to natural hazards such as typhoons, flooding, storm surge, and earthquakes. The Company mitigates these risks by integrating disaster-resilient designs such as elevated roads, enhanced drainage systems, slope protection, and seismic engineering. Business Continuity Plans (BCPs), insurance coverage, and dedicated incident response teams ensure that operations can quickly recover from disruptions, minimizing revenue losses and maintaining public confidence.

MPTC is actively advancing its electric vehicle (EV) roadmap as a core component of its decarbonization strategy. In terms of infrastructure, MPTC is installing EV charging stations at key locations, including its Sta. Rita office in Bulacan and Balintawak under NLEX, at the CALAX expressway for both fleet and public use, and at the MPT South Hub in Imus, Cavite.

MPTC's sustainability framework includes a strong focus on social development. The Company invests in road safety education, free towing services during peak travel, 24/7 incident response, scholarships, livelihood training, and disaster relief programs. By maintaining close engagement with host communities and local government units, MPTC has avoided major conflicts or unrest and instead built long-term goodwill that facilitates smoother project rollouts.

Internally, MPTC promotes a workplace culture anchored on inclusivity, equal growth opportunities, mentorship, and continuous training. This supports employee retention and talent development, ensuring the workforce is future-ready and resilient.

MPTC's sustainability performance is disclosed annually through MPIC's Integrated Report, aligned with GRI and SASB frameworks. ISO-certified systems ensure third-party verification, while compliance is validated through regulatory audits by DENR, DOLE, and accredited independent auditors.

MPT South's headquarters, "MPT South Hub" in Imus, Cavite, was awarded LEED Gold Certification (Leadership in Energy & Environmental Design) for its sustainable design and operations. This includes biophilic design elements, use of natural daylight and ventilation, water efficiency (around 40% less indoor water usage and 50% less outdoor water via rainwater harvesting), and inclusion of EV charging infrastructure.

MPTC won two major titles at the ESG Business Awards for its work in creating "green highways" (integration of energy-efficient technologies, solar panels, LED lighting, etc.) and for the development of its web-based governance app My CG App.

In 2025, MPCALA Holdings (CALAX) was distinguished with multiple Green Awards from the Santa Rosa City Government, including the Plaque of Appreciation as Sustainable Development Partner and the Earth Hour Advocate Award, in recognition of its efforts to advance environmental conservation and foster community engagement along the expressway corridor.

Most recently, NLEX Corporation earned two Silver Stevie Awards for its flagship social and road safety programs, "PUNLA" (supporting women-led enterprises) and "Mission Road Safety." These recognitions reflect MPTC's dual commitment to inclusive social development and safe, sustainable mobility.

MPTC has also been distinguished on the global stage through the 10th Annual Global Good Governance (3G) Awards 2025, where the Company earned two major accolades: the 3G Best Corporate Social Responsibility Award for its Child Road Traffic Injury Prevention (CRTIP) Program in collaboration with UNICEF Philippines, which has reached over 20,000 students in nearly 200 schools; and the 3G Excellence Award for Advocacy and Commitment to Corporate Governance for its internally developed My CG App, which fosters transparency and ethical leadership by facilitating thousands of governance-related submissions.

Looking ahead, MPTC aims to further decarbonize and digitize its operations by deploying electric vehicle (EV) charging stations across expressways, converting facilities to renewable energy, and expanding smart mobility solutions. The Company also seeks to deepen partnerships with LGUs, academe, and NGOs to scale biodiversity conservation and

community development. Through these initiatives, MPTC will continue to lead the tollway sector in delivering safe, resilient, and sustainable mobility solutions for the Philippines and beyond.

EMPLOYEES AND LABOR RELATIONS

As of 30 June 2025, the Group had 4,317 employees. The Group's employees are divided across the following:

	As of 31 December			As of 30 June
	2022	2023	2024	2025
Executive	48	48	49	77
Manager	229	251	260	251
Supervisor	294	312	305	356
Rank-and-File	2,398	2,938	3,174	3,633
Total	2,969	3,549	3,788	4,317

OTHER PROCEEDINGS

The Company or its subsidiaries have not been involved in any bankruptcy, receivership or similar proceeding during the past four (4) years.

DESCRIPTION OF DEBT

As of 30 June 2025 and 31 December 2024, the Group's outstanding debt amounted to ₱207,867 million and ₱190,752 million, respectively, which are partly secured and unsecured.

The following table sets forth the outstanding long-term debt and short-term debt of the Group as of 30 June 2025 and 31 December 2024 (in ₱ Millions).

Long-Term Debt as of 30 June 2025

Borrower	Current (in ₱ millions)	Non-Current (in ₱ millions)	Total (in ₱ millions)
MPTC	1,782	33,122	34,904
NLEX	8,636	41,506	50,142
CIC	2,093	6,216	8,309
MPCALA	734	19,708	20,442
MPTSMC	70	366	436
CCLEC	180	20,288	20,468
MPTIS	1,472	26,496	27,968
SAVVICE	65	139	204
Total Consolidated	15,032	147,841	162,873

Long-Term Debt as of 31 December 2024

Borrower	Current (in ₱ millions)	Non-Current (in ₱ millions)	Total (in ₱ millions)
MPTC	1,590	30,497	32,087
NLEX	7,762	36,618	44,380
CIC	2,090	7,263	9,353
MPCALA	544	20,136	20,680
MPTSMC	69	401	470
CCLEC	212	20,348	20,560
MPTIS	1,096	28,273	29,369
SAVVICE	4	52	56
Total Consolidated	13,367	143,588	156,955

Short-Term Debt as of 30 June 2025

Borrower	Current (in ₱ millions)	Non-Current (in ₱ millions)	Total (in ₱ millions)
MPTC	43,164	-	43,164
NLEX	1,300	-	1,300
MPTM	530	-	530
Total Consolidated	44,994	-	44,994

Short-Term Debt as of 31 December 2024

Borrower	Current (in ₱ millions)	Non-Current (in ₱ millions)	Total (in ₱ millions)
MPTC	31,267	-	31,267
NLEX	2,000	-	2,000
MPTM	530	-	530
Total Consolidated	33,797	-	33,797

There were no commercial papers issued during the period ended 30 June 2025.

MATERIAL CONTRACTS

A. CONCESSION AGREEMENTS

The Group has several concession agreements. A summary of concession agreements of Concession Subsidiaries is as follows:

Supplemental Toll Operation Agreement dated 30 April 1998

On 30 April 1998, the Republic of the Philippines, through the TRB as Grantor; the Philippine National Construction Corporation ("PNCC"), as Franchisee, and NLEX Corporation (formerly, Manila North Tollways Corporation) as the Concessionaire executed the Supplemental Toll Operation Agreement ("STOA") for the construction, operation, and maintenance of the Manila-North Expressway (now NLEX). The concession period was for period of thirty (30) years after the issuance of the corresponding Toll Operating Permit for the last completed Phase, whichever is earlier, unless further extended.

NLEX-SLEX Connector Road Project Concession Agreement dated 23 November 2016

The Government of the Republic of the Philippines, acting through the DPWH as the Grantor and NLEX Corporation (Formerly, Manila North Tollways Corporation or MNTC) as the Concessionaire executed the NLEX-SLEX Connector Road Project Concession Agreement dated 23 November 2016 for the financing, design, construction, operation, and maintenance of the NLEX-SLEX Connector Road, including the right to collect toll fees. The concession period shall be from 2021 to 13 December 2058, unless otherwise extended or terminated in accordance with the Concession Agreement.

Supplemental Toll Operation Agreement dated 22 May 2015

The Republic of the Philippines, acting by and through the TRB as grantor, the Bases Conversion and Development Authority ("BCDA"), a government instrumentality vested with corporate powers under Republic Act 7227, and NLEX Corporation (Formerly, Manila North Tollways Corporation) executed the Supplemental Toll Operation Agreement dated 22 May 2015 for the management, operation and maintenance of the SCTEX. The SCTEX comprises more or less 93.77 km four (4)-lane divided highway, traversing the provinces of Bataan, Pampanga and Tarlac, including all related Toll Road Facilities, interchanges and toll plazas. The concession period is from 22 May 2015 until 30 October 2043.

Toll Operation Agreement dated 26 July 1996

Republic of the Philippines (acting through the TRB) as grantor, Public Estates Authority, and CIC (Formerly, UEM-MARA Philippines Corporation) executed the Toll Operation Agreement dated 26 July 1996, covering the completion of the R-1 Expressway, C-5 Link Expressway, and the R-1 Expressway Extension of the Manila-Cavite Toll Expressway. The Franchise Period for all the Expressways shall be thirty-five (35) consecutive years calculated from the last Final Operation Date⁵ or from 1 October 1998, whichever is earlier.

Cavite-Laguna Expressway (CALA Expressway) Project dated 10 July 2015

The Government of the Republic of the Philippines, acting through the DPWH as grantor and MPCALA as concessionaire, executed the Cavite-Laguna Expressway (CALAX) Project dated 10 July 2015 covering the financing, design and construction of the CALAX and the operation and maintenance of the CALAX. The concession period was from 10 July 2015 until 10 July 2050.

Concession Agreement Cebu-Cordova Link Expressway dated 3 October 2016, as amended on 16 January 2019

The Concession Agreement was executed between the City of Cebu and the Municipality of Cordova and CCLEC, as grantee. The agreement covers the construction of CCLEX which will connect Cebu City and Cordova, will be around 8.25 km. The project consists of the main alignment starting from the Cebu South Coastal Road ("CSCR") and ending at the Mactan Circumferential Road, inclusive of interchange ramps along the Guadalupe river (the "Guadalupe Ramps"); the main span bridge; approaches; viaducts; causeways; low-height bridges; at-grade road; toll plaza; and a toll operations centre. The Concession Period commences from the date of issuance of the Notice to Proceed for Construction by Cebu City and Cordova to the concessionaire authorizing the commencement of the construction of the Project and shall end on the date that is thirty five (35) years thereafter, unless otherwise extended.

⁵ The term "Final Operation Date", for each Expressway, is defined as the date on which all segments of the MCTEX shall have commenced operations.

Concession Agreement for LLEX dated 17 June 2022, as amended on 10 June 2025

The City Government of Lapu-Lapu as grantor and LLEX Corporation as concessionaire, executed the concession agreement for the Lapu-Lapu Expressway Project dated 17 June 2022 covering the financing, design, construction, operation and maintenance of LLEX. The concession period is thirty-five (35) years from start of construction, subject to extension.

Concession Agreement for Pondok Aren – Serpong Toll Road dated 31 August 2010, as amended on 18 June 2021 and 7 October 2022

On 31 August 2010, PT BSD entered into a Toll Road Concession Agreement with the Toll Road Regulatory Agency of the Ministry of Public Works of the Republic of Indonesia with Agreement Letter No. 01/PPJT/VIII/KE/2010 dated 31 August 2010 as stated in Deed No. 22 dated 31 August 2010 made before Rina Utami Djauhari, S.H., Notary in Jakarta as lastly amended by a Deed of Amendment II of Toll Road Concession Agreement No. 01 dated 7 October 2022 made before Rina Utami Djauhari, S.H., Notary in Jakarta. In this agreement the Toll Road Regulatory Agency appointed and granted PT BSD the right to operate the Pondok Aren – Serpong toll road section.

The Pondok Aren - Serpong toll road section is a 7.25 km long toll road located in South Tangerang, Banten. This toll road is connected to the Ulujami - Serpong toll road, which is a connecting toll road with the JORR. This toll road is one of the most important toll roads in South Tangerang, and serves the Serpong area and its surroundings, which includes several other residential projects. The rapid development of the Serpong area and its surroundings, which is mainly driven by the increase in the number of middle to upper class residents and the development of business centers in this area, directly contributes to the level of use of the Pondok Aren - Serpong toll road. BSD obtained a concession to operate the Pondok Aren - Serpong toll road until 2040.

Concession Agreement for Ujung Pandang Toll Road Section 1, 2 and 3 dated 31 August 2010, as amended on 31 May 2018, 23 November 2020, 22 April 2021, and 28 November 2022

On 31 August 2010, PT MMN entered into a Toll Road Concession Agreement with the Toll Road Regulatory Agency of the Ministry of Public Works of the Republic of Indonesia with Agreement Letter No. 02.PPJT/VIII/KE/2010 dated 31 August 2010 stated in Deed No. 23 made before Rina Utami Djauhari, S.H., Notary in Jakarta, dated 31 August 2010 as lastly amended by a Deed of Amendment IV of Toll Road Concession Agreement No. 11 dated 28 November 2022 made before Rina Utami Djauhari, S.H., Notary in Jakarta. In this agreement, the Toll Road Regulatory Agency appointed and granted PT MMN the right to operate the Ujung Pandang toll road Sections I, II and III.

The 10.08 km Soekarno-Hatta Port - Jl. A.P. Pettarani toll road section is located in Makassar, South Sulawesi. As a toll road section that connects Soekarno-Hatta Port and Makassar city center, this toll road section is one of the most important toll roads in Makassar city besides the toll road sections operated by PT MAN. The concession for the Soekarno-Hatta Port - Jl. AP. Pettarani toll road section was granted to PT MMN until 2043.

Concession Agreement for Makassar Toll Road Section IV dated 29 May 2006, as amended on 13 February 2007, 18 June 2021, and 28 November 2022

PT MMN entered into a Toll Road Concession Agreement with the Department of Public Works of the Republic of Indonesia (“DPU”), as the rights holder for the Makassar Toll Road Section IV, with Agreement Letter No. 190/PPJT/V/Mn/2006 dated 29 May 2006 as lastly amended by a Deed of Amendment III of Toll Road Concession Agreement No. 12 dated 28 November 2022 made before Rina Utami Djauhari, S.H., Notary in Jakarta. In this agreement, DPU appointed and granted PT MMN the right to build and operate the toll road on behalf of the Government.

The 11.57 km Tallo Bridge - Simpang Mandai Makassar toll road section in Makassar, South Sulawesi. The connection of this toll road section with Sultan Hasanuddin International Airport in Makassar makes this toll road section one of the most important toll roads in Makassar, besides the toll roads operated by BMN. In addition, this toll road section is also directly connected to the Soekarno-Hatta Port - Jl. A.P. Pettarani toll road section. The concession for the Tallo Bridge - Simpang Mandai Makassar toll road section was given to PT MAN until 2041.

Concession Agreement for JORR W1 Toll Road dated 2 February 2007

PT JLB signed the JORR W1 Toll Road Concession Agreement (Kebun Jeruk-Penjaringan) No. 02/PPJT/II/Mn/2007 dated 02 February 2007 with the Indonesian Ministry of Public Works on 02 February 2007.

The 9.7 km Kebon Jeruk - Penjaringan toll road (JORR section W1) is located in West Jakarta and North Jakarta. This toll road is part of the Jakarta Outer Ring Road (**JORR**), and is connected to the toll road to Soekarno-Hatta International Airport and the toll road to Pluit. This toll road is one of the most important toll roads in West Jakarta, serving the Kembangan and surrounding areas, Cengkareng and surrounding areas, and Pantai Indah Kapuk and surrounding areas, which are several residential and business centers in West Jakarta and North Jakarta. In addition, the connection of this toll road to Soekarno-Hatta International Airport makes this toll road one of the main choices for people in West Jakarta, Tangerang and South Tangerang to get to Soekarno-Hatta International Airport. The concession for the Kebon Jeruk - Penjaringan toll road section was granted to PT JLB until 2042.

Concession Agreement for Jakarta – Cikampek II Elevated Toll Road dated 5 December 2016 as amended 18 June 2021, 27 January 2023, and 1 March 2024

PT JJC entered into a Toll Road Concession Agreement with the Toll Road Regulatory Agency of the Ministry of Public Works of the Republic of Indonesia with Deed No. 04 dated 05 December 2016 made before Rina Utami Djauhari, S.H., Notary in Jakarta, as lastly amended by a Deed of Amendment III of Toll Road Concession Agreement No. 01 dated 01 March 2024 made before Rina Utami Djauhari, S.H., Notary in Jakarta. The concession for the Jakarta – Cikampek II Elevated toll road section was granted to PT JJC until 2062.

B. FINANCING AGREEMENTS

MPTC has entered into several loan and financing agreements, to fund mainly concession projects of the Group. A summary of the long-term loan and financing agreements is as follows.

Loan Agreement	Lender	Principal Amount	Use of Proceeds	Final Maturity Date
Term Loan Facility Agreement between Metro Pacific Tollways Corporation and Metropolitan Bank & Trust Company up to ₱6.6 Billion due 2032 dated 13 May 2022	Metropolitan Bank & Trust Company	Up to ₱6.6 billion	Refinancing the Borrower's existing long-term debt with the Lender and other banks	15 May 2032
Term Loan Facility Agreement between Metro Pacific Tollways Corporation and Bank of the Philippine Islands up to ₱2.8 Billion due 2033 dated 31 August 2023	Bank of the Philippine Islands	Up to ₱2.8 billion	Partially financing the equity requirements of MPCALA and CCLEC and for partially funding of transaction costs related to the acquisition of shares in PT Jasamagra Jalanlayang Ciakmpek	1 September 2033
Term Loan Facility Agreement between Metro Pacific Tollways Corporation and BDO Unibank, Inc. up to ₱2.8 Billion due 2029 dated 13 March 2019 as amended by the Amendment Agreement to the Term Loan Facility Agreement dated 12 March 2024	BDO Unibank, Inc.	Up to ₱2.8 billion	Refinancing a loan of its wholly-owned subsidiary, Metro Pacific Tollways North Corporation	14 March 2029

Term Loan Facility Agreement between Metro Pacific Tollways Corporation and Metropolitan Bank & Trust Company up to ₱2.0 Billion due 2029 dated 09 December 2019	Metropolitan Bank & Trust Company	Up to ₱2.0 billion	Refinancing the Borrower's maturing short-term debts	18 December 2029
Term Loan Facility Agreement between Metro Pacific Tollways Corporation and Rizal Commercial Banking Corporation up to ₱2.1 Billion due 2033 dated 16 December 2021	Rizal Commercial Banking Corporation	Up to ₱2.1 billion	Refinancing the short term loan of the Borrower with the Lender with a principal amount of ₱2.1 Billion and financing the equity investments of the Borrower for its on-going projects, the C5 South Link and CAVITEX Segment 4 Extension	16 December 2033
Term Loan Facility Agreement between Metro Pacific Tollways Corporation and BDO Unibank, Inc. up to ₱3.1 Billion due 2032 dated 17 May 2022	BDO Unibank, Inc.	Up to ₱3.1 billion	Partially financing the equity requirements of Cebu Cordova Link Expressway Corporation and for other general corporate requirements	18 May 2032
Term Loan Facility Agreement between Metro Pacific Tollways Corporation and Bank of the Philippine Islands up to ₱1.1 Billion due 2032 dated 27 July 2022	Bank of the Philippine Islands	Up to ₱1.1 billion	Partially financing the equity requirements of Cebu Cordova Link Expressway Corporation and for other general corporate requirements	27 July 2032
Term Loan Facility Agreement between Metro Pacific Tollways Corporation and Bank of the Philippine Islands up to ₱1.2 Billion due 2033 dated 15 June 2023	Bank of the Philippine Islands	Up to ₱1.2 billion	partially financing the equity requirements of Cebu Cordova Link Expressway Corporation and for partially funding of transaction costs related to the acquisition of shares in PT Jasamagra Jalanlayang Ciakmpek	16 June 2033
Term Loan Facility Agreement between Metro Pacific Tollways Corporation and BDO Unibank, Inc. up to ₱900 Million due 2028 dated 9 March 2018	BDO Unibank, Inc.	Up to ₱900 million	Partially financing the Borrower's investments in certain offshore infrastructure companies and for	16 April 2028

			other general corporate purposes	
Term Loan Facility Agreement between Metro Pacific Tollways Corporation and Bank of the Philippine Islands up to ₱5.7 Billion due 2033 dated 7 December 2023	Bank of the Philippine Islands	Up to ₱5.7 billion	Partially financing the equity requirements of MPCALA Holdings, Inc. and for partially refinancing the bridge loan facility by PT Maragautama Nusantara representing the equity investment of the Borrower	12 December 2033
Term Loan Facility Agreement between Metro Pacific Tollways Corporation and Metropolitan Bank & Trust Company up to ₱3.0 Billion due 2034 dated 28 June 2024	Metropolitan Bank & Trust Company	Up to ₱3.0 billion	Financing the equity infusion of the Borrower and/or the buyout by the Borrower of other shareholders in the Borrower's primary operating Subsidiaries	15 July 2034
Term Loan Facility Agreement between Metro Pacific Tollways Corporation and Metropolitan Bank & Trust Company up to ₱7.0 Billion due 2034 dated 29 November 2024	Metropolitan Bank & Trust Company	Up to ₱7.0 billion	Refinancing the maturing bridge loans of the Borrower with the Lender used to finance equity infusion of the Borrower for its ongoing projects, including: (i) loan refinancing for Cebu-Cordova Link Expressway; (ii) C5 Southlink; (iii) Manila-Cavite Toll Expressway Project-Cavite Laguna Expressway Link; (iv) Cavite Laguna Expressway	15 July 2034
Term Loan Facility Agreement between Metro Pacific Tollways Corporation and Metropolitan Bank & Trust Company up to ₱15.3 Billion due 2035 dated 05 September 2025	Metropolitan Bank & Trust Company	Up to ₱15.3 billion	Refinancing of the ₱7.3 Billion bridge loans covering the acquisition of the rights and interest in NLEX Corporation of Egis Project S A ("Egis") Refinancing of the ₱8.0 Billion bridge loans covering the acquisition of up to 24.5% equity in PT Jasamarga	8 September 2035

			Transjawa Tol. ("JTT"),	

Short-term loans are evidenced by Promissory Notes issued to various counterparties, namely: Rizal Commercial Banking Corporation, Security Bank Corporation, Bank of the Philippine Islands, Metropolitan Bank & Trust Company and China Banking.

DESCRIPTION OF PERMITS AND LICENSES

This section outlines the major permits and licenses necessary to operate the Issuer's principal business. The Issuer believes that it has all the applicable and material permits and licenses necessary to operate its business as currently conducted and such permits and licenses are valid, subsisting, or pending renewal. Moreover, the Issuer has adopted processes to strengthen our compliance culture in order to manage and ensure that all requirements, permits and approvals are obtained in a timely manner.

The Issuer and its Concession Subsidiaries have all the material permits and licenses necessary for its business as currently conducted, which are valid and subsisting as of the date of this Prospectus.

Company	Name of License	Issuance Date	Expiry Date
MPTC	National Privacy Commission – Certificate of Registration	Not indicated	04 September 2026
	Business Permit No. 25-CGP-30919 issued by Pasig City	22 January 2025	31 December 2025
	Certificate of Registration No. 125RC20230000001066 issued by the Bureau of Internal Revenue	3 May 2023	N/A
NLEX	Toll Operation Certificate (Resolution No. 2001-77) covering the Manila North Expressway	13 October 2001	N/A
	Toll Operation Permit (Resolution No. 2005-03) covering Segments 1, 2, 3 and 7 of Phase 1 of the North Luzon Tollway Project	8 February 2005	N/A
	Toll Operation Permit covering Segment 8.1 (NLEX-Mindanao Avenue Link) of Phase 2 of the Manila North Expressway Project	4 June 2010	N/A
	Toll Operation Permit covering Phase 2, Segment 9 of the Manila North Expressway	19 March 2015	N/A
	Toll Operation Permit covering NLEX Widening Phase 1	20 February 2017	N/A
	Toll Operation Permit covering Segment 10 of Phase 2, Manila North Expressway	28 February 2019	N/A
	Toll Operation Permit covering Segment 10 Exit Ramp, C3-R10 Section (Harbor Link) of the Manila North Expressway Project	15 June 2020	N/A
	Toll Operation Permit covering NLEX Widening Phase 2	19 July 2021	N/A
	Toll Operation Certificate (Resolution dated 20 May 2015) covering the Subic-Clark-Tarlac Expressway	22 October 2015	N/A
	Toll Operation Permit covering the NLEX-SLEX Connector Road Project – Section 1	16 June 2023	N/A
	Interim Permit to Operate covering the NLEX-SLEX Connector Road Project – Section 2	27 October 2023	N/A
	Board of Investments Certificate of Registration No. 2023-239 covering the NLEX-SLEX Connector Road Project – Section 1 and Section 2	21 December 2023	N/A
	Amended Environmental Compliance Certificate covering the 5.3 kilometers elevated expressway within Candaba Viaduct	24 January 2023	N/A
	Environmental Compliance Certificate No. ECC-OL-NCR-2021-0087 covering the NLEX Harbor Link	3 June 2021	N/A
	Environmental Compliance Certificate No. ECC-NCR-1201-0021 covering the NLEX-SLEX Connector Road	30 March 2012	N/A
	Environmental Compliance Certificate No. ECC-CO-2103-0017 covering NLEX-C5 (Segment 8.2) North Link Project	4 August 2021	N/A
	Discharge Permit No. DP(R)-25d-2025-06868	15 September 2025	2 September 2026

Company	Name of License	Issuance Date	Expiry Date
	Certificate of Non-Coverage No. CNC-OL-NCR-2025-08-02229	24 August 2025	N/A
	Hazardous Waste Generator Registration Certificate Amendment No. OL-GR-R3-54-026406	30 March 2022	N/A
	Business Permit No. 01880 issued by Valenzuela City	01 January 2025	31 September 2025
	Business Permit No. 08791 issued by Valenzuela City	01 January 2025	31 September 2025
	Business Permit No. 08785 issued by Valenzuela City	01 January 2025	31 September 2025
	Business Permit No. 08786 issued by Valenzuela City	01 January 2025	31 September 2025
	Business Permit No. 08788 issued by Valenzuela City	01 January 2025	31 September 2025
	Business Permit No. 08790 issued by Valenzuela City	01 January 2025	31 September 2025
	Business Permit No. 2025-0467 issued by the Municipality of Porac	15 January 2025	31 December 2025
	Business Permit No. 2025-00607 issued by the Municipality of Pulilan	17 January 2025	31 December 2025
	Business Permit No. 4056 issued by the City of San Fernando	16 January 2025	31 December 2025
	Business Permit No. 2025-00156 issued by the Municipality of San Simon	16 January 2025	31 December 2025
	Business Permit No. 08792 issued by Valenzuela City	01 January 2025	31 September 2025
	Business Permit No. 2025003618 issued by Angeles City	18 January 2025	31 December 2025
	Business Permit No. 25-00892 issued by the Municipality of Bocaue	16 January 2025	31 December 2025
	Business Permit No. 08-020074 issued by Caloocan City	14 February 2025	31 December 2025
	Business Permit No. 2025-272 issued by the Municipality of Concepcion	16 January 2025	31 December 2025
	Business Permit No. 2025-0000001396 issued by the Municipality of Dinalupihan	15 January 2025	31 December 2025
	Business Permit No. 2025-0305406000-0453 issued by the Municipality of Floridablanca	15 January 2025	31 December 2025
	Business Permit No. 0459 issued by the Municipality of Guiguinto	16 January 2025	31 December 2025
	Business Permit No. 2025-01-01-00292 issued by the Municipality of Hermosa	15 January 2025	31 December 2025
	Business Permit No. 2025-0305409000-2703 issued by the City of Mabalacat	16 January 2025	31 December 2025
	Business Permit No. 2024-000036962 issued by the City of Manila	22 January 2024	30 June 2025*
	Business Permit No. 0000928 issued by the Municipality of Marilao	17 January 2025	31 December 2025
	Business Permit No. 2025-0305413000-0503 issued by the Municipality of Mexico	16 January 2025	31 December 2025
	Business Permit No. 2792 issued by the City of Meycauayan	16 January 2025	31 December 2025
	National Privacy Commission Certificate of Registration	Not indicated	28 May 2026
CIC	Environmental Compliance Certificate (ECC-NCR-1505-0148) issued by the DENR-EMB	19 May 2015	N/A
	Environmental Compliance Certificate (ECC-OL-NCR-2019-0140) issued by the DENR-EMB	01 July 2019	N/A
	Environmental Compliance Certificate (ECC-CO-1904-0011) issued by the DENR-EMB	N/A	N/A
	Environmental Compliance Certificate ("EC" for the R-1 Extension Expressway Project of the Public Estates Authority	20 November 1996	N/A
	BIR Form No. 2303 Certificate of Registration OCN No. 8RC0000377185 issued by RDO No. 125	01 February 2016	N/A

Company	Name of License	Issuance Date	Expiry Date
	TRB Letter dated 19 July 2019 to Mr. Roberto V. Bontia re: Issuance of Toll Operation Permit ("TOP") for Segment 3A-1 of C-5 South Link Expressway	19 July 2019	N/A
	Toll Operation Permit ("TOP") for Segment 3A-1 of C-5 South Link Expressway issued by the Toll Regulatory Board	19 July 2019	N/A
	TRB Letter dated 25 January 2021 to Mr. Roberto V. Bontia (CIC) and Atty. Janilo E. Rubiato (PRA) re: Issuance of Toll Operation Permit ("TOP") for R-1 Enhancement Project of MCTEP	25 January 2021	N/A
	Toll Operation Permit (Notice to Start Toll Collection) for Segment 3A-2 of C-5 South Link issued by the Toll Regulatory Board	30 June 2022	N/A
	TRB Letter dated 21 November 2023 to Mr. Raul L. Ignacio (CIC) re: Issuance of Notice to Proceed ("NPT") for the CAVITEX-CALAX Link Project	21 November 2023	N/A
	Business Permit Business ID No. 1217 issued by the Municipality of Kawit, Cavite	15 January 2025	31 December 2025
MPCALA	BIR Certificate of Registration (OCN 9RC0000659053E) issued by the BIR RDO No. 047 – East Makati	06 September 2016	N/A
	Business Permit No. 243-00-2019-0001598 issued by the City of Biñan, Province of Laguna (Brgy. Malamig)	15 January 2025	31 December 2025
	Business Permit No. 8845-25 issued by the City of Sta. Rosa, Province of Laguna	09 January 2025	31 December 2025
	Mayor's Permit No. 2025-001205 issued by the Municipality of Silang, Province of Cavite (Brgy. Tibig)	15 January 2025	31 December 2025
	Mayor's Permit No. 2025-001204 issued by the Municipality of Silang, Province of Cavite (Brgy. Biga II)	15 January 2025	31 December 2025
	Mayor's Permit No. 2025-001208 issued by the Municipality of Silang, Province of Cavite (Brgy. Carmen)	15 January 2025	31 December 2025
	Mayor's Permit No. 07523 issued by the City Government of Imus, Cavite	19 January 2025	31 December 2025
	Business Permit No. 243-00-2019-0001597 issued by the City of Biñan, Province of Laguna (Brgy. Loma)	15 January 2025	31 December 2025
	ECC-CO-1707-0012 issued by the DENR-EMB	18 July 2018	N/A
	ECC-CO-1301-0002 issued by the DENR-EMB	14 March 2013	N/A
	Board of Investments ("BOI") Letter dated 03 August 2017 to Mr. Jose Luigi Bautista re: Approval of Registration with the BOI as a Public Private Partnership Project r	03 August 2017	N/A
	BOI Certificate of Registration No. 2017-227 issued by the Board of Investments Makati City	03 August 2017	N/A
	Toll Operation Permit for Subsection 6, 7, and 8 of the Cavite-Laguna Expressway Project issued by the Toll Regulatory Board	07 February 2020	N/A
	Notice to Start Collection (TRB Case No. 2019-03) issued by the Toll Regulatory Board	18 August 2020	N/A
	Toll Operation Permit for Subsection 5 of the Cavite-Laguna Expressway Project issued by the Toll Regulatory Board	18 June 2021	N/A
	Notice to Start Collection (TRB Case No. 2019-03) issued by the Toll Regulatory Board	14 July 2021	N/A

Company	Name of License	Issuance Date	Expiry Date
	BIR Form No. 2303 Certificate of Registration OCN 047C20240000000332 issued by the RDO No. 047 for registered address in San Lorenzo, Makati City	13 February 2024	N/A
CCLEC	Business Permit No. 2025-0702220000-0469 (Office of the Municipal Mayor, Municipality of Cordova)	21 January 2025	31 December 2025
	DENR-EMB Letter dated 14 December 2022 to Allan G. Alfon re: Approval of Environmental Compliance Certificate ("ECC") Amendment	14 December 2022	N/A
	DENR-EMB Letter dated 14 December 2022 to Allan G. Alfon re: 2nd ECC Amendment (ECC-R07-1708-0009)	14 December 2022	N/A
	DENR-EMB Letter dated 25 July 2018 to Mr. Allan G. Alfon re: 1st ECC Amendment (ECC-R07-1708-0009)	25 July 2018	N/A
	Permit to Operate ("PTO") Air Pollution Source and Control Installations dated 13 March 2024 (DENR-EMB)	13 March 2024	13 March 2029
	Resolution Approving the Length of CCLEC to be 8.9 Kilometer (City of Cebu and Municipality of Cordova)	14 October 2021	N/A
	Resolution Authorizing Motorcycles Below 400CC to Access Cebu-Cordova Link Expressway (City of Cebu and Municipality of Cordova)	28 February 2022	N/A
	Certificate of Non-Overlap CNO-VII-2025-995	29 August 2017	Effective until cancelled
	Unified Registration Record ("URR")	8 August 2016	N/A
	Certificate of No Objection dated 21 May 2018 (Bureau of Fisheries and Aquatic Resources ("BFAR"))	21 May 2018	N/A
	Certificate of Registration (NPC)	Not indicated	27 June 2026
	Special Land Use Permit (Road Right-of Way Project) FMS No. R7-2017-13)	20 September 2017	20 September 2020*
	Hazardous Waste Generator Registration Certificate OL-GR-R7-22-030773 (DENR-EMB Region VII)	14 June 2022	N/A
	Seal of Registration (National Privacy Commission) ("NPC")	Not indicated	27 June 2026
	BIR Certificate of Accreditation No. 0480072019562014120223	27 February 2015	N/A
	Certificate of Registration OCN 2RC0001705815	14 September 2016	N/A
LLEX Corp.	Business Permit No. 22-070416 issued on 30 January 2025 with OR No. A-06460495	1 January 2025	31 December 2025
	BIR Certificate of Registration No. 609-506-340 issued on 1 June 2022	1 June 2022	N/A
BSD	Nomor Induk Berusaha No. 8120218002192	29 October 2018	This license is valid for as long as PT BSD conducts its business activities.
	Unverified Standard Certificate No. 81202180021920004	6 November 2023	N/A
	MPWH Letter No. KL.03.02-MN/467 on Stipulation on ANDAL and RKL-RPL for Jakarta Serpong Toll Road dated 1 November 1994	1 November 1994	Based on applicable Indonesian laws and regulations, the Environmental Impact Assessment (ANDAL) is attached to a company's business plan and/or activities, so the ANDAL does not have an expiration date, unless there is an additional scope of business, then the ANDAL needs to be

Company	Name of License	Issuance Date	Expiry Date
			amended to the previously existing ANDAL. The UKL-UPL will be updated by the company at least once every five years.
	MOEF Decree No. SK.812/MENLHK/SETJEN/PLA.4/8/2022 on Environmental Feasibility Decree for Weaving and Flood Mitigation for Pondok Aren - Serpong Toll Road in South Tangerang City, Banten Province by PT BSD dated 3 August 2022	3 August 2022	The provisions regarding the expiration date are the same as those in the column above. This MOEF Decree constitutes approval of the ANDAL amendment regarding the additional scope at PT BSD.
MMN	Nomor Induk Berusaha No.912020281241	14 August 2019	This license is valid for as long as PT MMN conducts its business activities.
	Unverified Standard Certificate No.9120202812410003	12 October 2023	N/A
	AMDAL on Development of Ujungpandang Toll Road (Section I and II) dated December 1996 arranged by PT Jasa UKAEL.	December 1996	Based on applicable Indonesian laws and regulations, the Environmental Impact Analysis Report (AMDAL) is attached to a company's business plan and/or activities, so the AMDAL does not have an expiration date, unless there is an additional scope of business, then the ANDAL needs to be amended to the previously existing ANDAL. The UKL-UPL will be updated by the company at least once every five years.
	Head of Environmental Agency of Makassar City Decree No. 660.2/1577/Kep/DLH/IV/2018 on Environmental Feasibility Decree on Andi Pangeran Pettarani Flyover in Makasar City by PT Bosowa Marga Nusantara dated 27 April 2018; and	27 April 2018	The provisions regarding the expiration date are the same as those in the column above. The Head of Environmental Agency Decree constitutes approval of the FS regarding the additional scope at PT MMN.
	Head of Investment and One Stop Service Agency of Makassar City Decree No. 660.4/001/AMDAL/DPM&PTSP/V/2018 dated 9	9 May 2018	This environmental permit expires at the same time as the

Company	Name of License	Issuance Date	Expiry Date
	May 2018 on Environmental Permit on A.P Pettarani Flyover in Makasar City		expiration of its business licenses or activity.
MAN	Nomor Induk Berusaha No.1807220062795	18 July 2022	This license is valid for as long as PT MAN conducts its business activities.
	Unverified Standard Certificate No.18072200627950001	18 July 2022	
	Head of the Regional Agency for the Control of Environmental Impact Decree No. 660/936/II/Bapepalda on the Approval of ANDAL, RKL-RPL, and Executive Summary of Tallo Mandal Toll Road Section IV dated 18 December 2006.	18 December 2006	Based on applicable Indonesian laws and regulations, the Environmental Impact Assessment (ANDAL) is attached to a company's business plan and/or activities, so the ANDAL does not have an expiration date, unless there is an additional scope of business, then the ANDAL needs to be amended to the previously existing ANDAL. The UKL-UPL will be updated by the company at least once every five years.
JMEX	Nomor Induk Berusaha No. 2709230051355	27 September 2023	This license is valid for as long as JMEX conducts its business activities.

**renewal in process*

REGULATORY FRAMEWORK

REGULATIONS RELATING TO TOLLROAD BUSINESS

Foreign Ownership Limitations

The operation of toll roads, including the imposition of toll fees, is classified as a public service and a business affected with public interest under the Philippine Constitution. Unlike a public utility which is limited to Filipino citizens or corporations with 60% Filipino ownership, a public service such as toll road operators is not subject to nationality restrictions; provided, that there is no land ownership which has foreign ownership limitations as set out below. Specifically, land ownership in the Philippines is limited to Filipino citizens, or to corporations organized under the laws of the Philippines with at least 60% capital owned by Filipino citizens.

Compliance with the above constitutional or statutory ownership requirement on land ownership is determined based on both (a) the total number of outstanding shares of stock entitled to vote in the election of directors; and (b) the total number of outstanding shares of stock, whether or not entitled to vote.

In addition, the Control Test provided under the Foreign Investments Act of 1991, as amended ("**FIA**"), may be applied in determining the nationality of a Philippine corporation. More specifically, in applying the Control Test, or the "liberal rule", a corporation organized under the laws of the Philippines of which at least 60% of the capital stock outstanding and entitled to vote is owned and held by citizens of the Philippines shall be deemed a "Philippine national". Thus, in determining compliance with applicable nationality requirements, if at least 60% of the capital stock outstanding and entitled to vote of a corporation organized under Philippine law is owned and held by citizens of the Philippines, such corporation shall be considered a "Philippine national".

Foreign Investments Act

Republic Act No. 7042, otherwise known as the Foreign Investments Act, as amended ("**FIA**"), liberalized the entry of foreign investment into the Philippines. Under the FIA, foreigners can own as much as 100% equity in domestic market enterprises except in areas specified in the Foreign Investments Negative List ("**FINL**" or the "**Negative List**"), with the most recent list being the Twelfth NIFL issued through Executive Order No. 175 of 2022 on June 27, 2022. This Negative List enumerates industries and activities that have foreign ownership limitations under the FIA and other existing laws. Nationalized activities include, among others, land ownership, telecommunications, mining and the operation of public utilities as the term is defined under the Public Service Act, as amended (See discussion on the *Public Service Act*). The FIA was amended by Republic Act No. 8179, which was signed into law on 28 March 1996, and was again amended by Republic Act No. 11647, which was signed into law on 02 March 2022, and took effect on 17 March 2022.

In connection with the ownership of private land, the Philippine Constitution states that no private land shall be transferred or conveyed except to citizens of the Philippines or to corporations or associations organized under the laws of the Philippines at least sixty percent (60%) of the capital of which is owned by such citizens.

Pursuant to SEC Memorandum Circular No. 8, Series of 2013, which generally applies to all corporations engaged in identified areas of activities or enterprises specifically reserved, wholly or partly, to Philippine nationals by the Philippine Constitution, the FIA, and other existing laws, amendments thereto, and implementing rules and regulations of said laws, for purposes of determining compliance with the constitutional or statutory ownership requirement, the required percentage of Filipino ownership shall be applied to both: (i) the total number of outstanding shares of stock entitled to vote in the election of directors; and (ii) the total number of outstanding shares of stock, whether or not entitled to vote in the election of directors.

Public Service Act

Commonwealth Act No. 146, otherwise known as the Public Service Act as amended by Republic Act No. 11659 ("**PSA**"), governs public services and public utilities in the Philippines, providing the legal framework for the regulation of public service operations and delivery of essential service in the country. It encourages private enterprise and the expansion of investment in the country, with the goal of providing efficient, reliable, and affordable basic services to all. One of the key changes introduced by the amendment is defining the term, "public utility," which was not defined under the Philippine Constitution, despite the Constitution's mandate to reserve the operation of public utilities to Filipino citizens or corporations organized under Philippine laws where at least sixty percent (60%) of such capital is owned by Filipino citizens.

The PSA rationalized foreign equity restrictions, applying the forty percent (40%) foreign equity limitation only to services that are considered as (i) public utilities (*i.e.*, (a) distribution and transmission of electricity; (b) petroleum and petroleum products pipeline transmission systems; (c) water pipeline distribution systems, (d) wastewater and sewerage pipelines systems, (e) seaports and (f) public utility vehicles), and (ii) critical infrastructure. An entity controlled or acting on behalf of a foreign government shall be prohibited from owning capital in public utilities or critical infrastructure. In the interest of national security, the President, after review, evaluation, and recommendation of relevant government agencies, may suspend or prohibit a proposed merger or acquisition or any investment on a public service that effectively results in the grant of direct or indirect control to a foreigner or a foreign corporation.

Construction

Under Republic Act No. 4566, otherwise known as the Contractors' License Law, as amended by Republic Act No. 11711, a contractor that operates without first securing a license shall be penalized according to the Contractors' License Law depending on the act committed.

A regular contractor's license is required to be obtained from the Philippine Contractors Accreditation Board ("**PCAB**"). In granting such license, the PCAB takes into consideration the applicant-contractor's qualifications and compliance with certain minimum requirements in the following criteria: (i) financial capacity, (ii) equipment capacity, (iii) experience of firm, and (iv) experience of technical personnel. Philippine laws also require a contractor to secure construction permits and environmental clearances from appropriate government agencies prior to actually undertaking each project. MDC is duly accredited by the PCAB as a licensed contractor and maintains all required qualifications in compliance with the PCAB's requirements.

Under Philippine law, in order to bid on publicly funded government contracts, a contractor must be at least 75%-owned by Philippine nationals.

Following recent public outrage on the discovery of the alleged abuse of government funds in non-existent or poorly executed flood control projects, the government seeks to strictly enforce Republic Act No. 12009, otherwise known as the New Government Procurement Act ("**NGPA**"), which was enacted on 20 July 2024 and took effect on 13 August 2024. Under the NGPA and its implementing rules and regulations, contractors may be subject to blacklisting orders, which will result in their companies' records from the Philippine Government Electronic Procurement System ("**PhilGEPS**") records to be removed, and such companies totally prohibited from joining any procurement project of the government.

Public-Private Partnership

Most of the concession agreements of the Group were entered into as public-private partnership projects under Republic Act No. 6957, as amended by Republic Act No. 7718 or the Build-Operate-Transfer ("**BOT**") Law, as further amended by Republic Act No. 11966 or the Public-Private Partnership Code of the Philippines (the "**PPP Code**") and the Implementing Rules and Regulations of the Public-Private Partnership Code of the Philippines (the "**PPP Code IRR**"). This law primarily governs Public-Private Partnerships ("**PPP**") in the Philippines, which refer to any contractual agreement between a government agency and a private partner to finance, construct, operate, and maintain infrastructure or development projects typically provided by the public sector. As such, this covers the PPP entered into by the Philippines Group Companies, which led to the execution of various concession agreements.

The PPP Code covers various arrangements, including joint ventures, toll operation agreements, lease agreements for the rehabilitation, operation, and maintenance of government-owned facilities, and BOT schemes. The implementing agency submits the project's parameters, terms, and conditions for approval by the relevant approving body before moving forward with a PPP project.⁶

The concession agreements of the Group were either awarded following a competitive bidding process carried out by the implementing agency or were initiated by the Group as unsolicited proposals.

With respect to unsolicited proposals, or any project proposal submitted by a private proponent to undertake a PPP project, the proposal must first be submitted to the PPP Center for completeness verification and to determine the relevant approving body.

Special requirements for unsolicited proposals include an unsolicited proposal for acquiring a right of way and resettlement plan, even if the right of way is owned by the Original Proponent, and the implementing agency is not required to make advance payments for related costs. In this regard, the acquisition of right of way for a toll road project is governed by the

⁶ Section 6. PPP Code IRR.

Right of Way Act or Republic Act No. 10752, which provides for the guidelines in the event that the national government engages in expropriation for the purpose of national infrastructure projects and to facilitate the acquisition of right-of-way for infrastructure projects that serve the public interest, including those by government-owned corporations and projects under the BOT Law or the PPP Code. This includes the necessary payment of just compensation as required by Article III, Section 9 of the Philippine Constitution.

Approved unsolicited proposals undergo a comparative challenge using a right-to-match process, where the original proponent has thirty (30) days to match the best bid. Failure to do so results in the project being awarded to the challenger.⁷ An original proponent status in an unsolicited proposal may be revoked for reasons such as misleading information, non-compliance with the PPP Code, or changes affecting the proponent's legal, technical, or there is a change in the composition of the original proponent that will affect its legal, technical, and/or financial capability to successfully carry out the PPP project, or a change in control that will affect its majority ownership and/or beneficial ownership. To avoid doubt, majority ownership or control is presumed when ownership and/or control exceeds fifty percent (50%) of the original proponent's outstanding shares; provided, that, in the case of joint ventures, majority ownership or control is presumed when it accounts for more than half of the share capital of the joint venture.⁸

No variation can be introduced without prior regulatory approval. Any changes to an existing PPP project, such as adjustments in fees or scope, reduced government revenue share, performance standard changes, or extensions, require approval from the appropriate approving body. The head of the implementing agency must endorse such variations, and further approval from the approving body may be needed. All other variations not covered by the preceding statement can only be made with written approval from the head of the implementing agency.⁹ Failure to secure the approval of the head of the implementing agency and/or the appropriate approving body shall render the variation, expansion, or extension void.¹⁰

Given the above restrictions on variations, any change in the original proponent's composition that affects its majority ownership is strictly prohibited.¹¹ However, a private partner, may divest its ownership in a PPP project with the approval of the head of the implementing agency, provided the new partner has equal or better qualifications. Unauthorized divestments may lead to disqualification, cancellation of the PPP contract, and/or forfeiture of the private partner's bid or performance security.

Toll Operation Decree

The Toll Operation Decree or Presidential Decree No. 1112 established the Toll Regulatory Board ("**TRB**") as the primary regulator for toll facilities and operates as an attached agency to the Department of Transportation. As the primary regulator of the toll road industry, the Group deals with the TRB as its counterparty in most toll operating agreements, as the grantor of the toll operating certificate, and as the authority that approves toll rate or tariff adjustments.

More specifically, the TRB is empowered to enter into toll operating agreements with qualified entities for the construction, operation and maintenance of toll facilities, such as national highways, roads, bridges, and public thoroughfares. The toll operating agreement, subject to the approval of the President of the Philippines, has a maximum term not exceeding fifty (50) years.

The TRB is also responsible for issuing toll operation certificates, which authorize entities to construct, develop, or upgrade toll facilities, and are subject to such conditions as shall be imposed by the TRB. Similar to a toll operating agreement, a toll operating certificate has a fixed term of up to fifty (50) years and can be amended or revoked based on public interest with due compensation.

Additionally, the TRB manages toll rate adjustments. It has the authority to approve or disapprove toll rate changes. Toll road operators may petition for initial toll rate fixing, as well as toll rate adjustments by 30 September of the relevant calendar year. These petitions undergo public notice, hearings, and opposition periods before the TRB acts on them. Following the approval process, the TRB will issue a Notice to Start Collection which will be implemented by a toll road company.

In determining toll rates, the TRB considers factors such (a) the cost of investment of the toll grantee, (b) the rate of return pursuant to the toll operating agreement, (c) taxes, and (d) validated projected traffic in the tollway project or relevant

⁷ Section 10. PPP Code.

⁸ Section 60. PPP Code IRR.

⁹ Ibid.

¹⁰ Ibid. Section 143, PPP Code.

¹¹ Section 10 (b). PPP Code.

segment or phase thereof. Notwithstanding the issuance of Notices to Start Collection, the TRB shall have continuing authority to review and validate the reasonableness of toll rates and the entitlement of the tollway grantee thereto.

In the case of *Francisco vs. Toll Regulatory Board*¹², the Supreme Court recognized the authority of the TRB to grant and approve toll rate adjustments. In particular, with respect to increases in the toll rates, following the implementation of the initial toll rate, the TRB must determine the reasonableness of such increase before it may be implemented, after the formalities of public hearing and publication are complied with. In the exercise of such right, the Supreme Court held that the provision in the Supplemental Toll Operation Agreement, which allows concessionaires to recover from the TRB compensation from the resulting loss of revenue, for failure by the TRB to effect the toll rate adjustments stipulated in the Toll Operation Agreement is void. Such pronouncement was based on the following: (i) Presidential Decree No. 1112 proscribes the guarantee of a security in the financing of the toll operator pursuant to its tollway project; and (ii) the 1987 Philippine Constitution prohibits the payment of money from the Philippine treasury unless in pursuance of an appropriation made by law.

It bears noting, however, that before a finding that any provision in any Toll Operation Agreement or Concession Agreement is void, there must first be an actual determination, and subsequently, a declaration, by the appropriate Philippine courts of such nullity.

Acquisition of Right-of-Way in Government Infrastructure Projects and Undertakings by Private Entities Providing a Public Service

The Accelerated and Reformed Right-of-Way (**ARROW**) Act or Republic Act No. 12289, amending the Right-of-Way Act or Republic Act No. 10752, was signed into law on 18 September 2025. ARROW Act mandated fast-tracked acquisition of right-of-way, promoting expediency in infrastructure projects, through streamlined appropriation, revised valuation standards, and promotion of information-sharing, among others, for both national government infrastructure projects and undertakings by private entities providing public service.

ARROW Act expands the coverage of the Right-of-Way Act to all projects covered by the PPP Code, alongside those already covered by the BOT Law and national government infrastructure projects and its public service facilities, engineering works and service contracts, including projects undertaken by government-owned and/or -controlled corporations. The ARROW Act also covers “private entity providing public services” and defines it as an entity that has been granted the right to exercise the power of eminent domain under its franchise or other laws, and operates, manages, or controls any of the following public services:

- (1) Distribution of electricity;
- (2) Transmission of electricity;
- (3) Petroleum and petroleum products pipeline transmission systems;
- (4) Water pipeline distribution systems and wastewater pipeline systems, including sewerage pipeline systems;
- (5) Internet connection, telecommunications, and connectivity;
- (6) Airports;
- (7) Seaports;
- (8) Irrigation Projects; or
- (9) Other similar public services.

With the passage of the law, a private entity may acquire private land or patrimonial property for right-of-way site or location of an infrastructure project, as may be reasonably necessary and subject to Constitutional limitations on ownership, for efficient maintenance and operation of a private entity’s public service or authority to operate. Certain restrictions, however, must be annotated at the back of its certificate of title, to ensure that the property acquired is used for infrastructure purposes.

An implementing agency must draft a right-of-way action plan before acquiring property, which must include a census of affected persons, an inventory of assets, compensation estimates, an implementation timeline, and records of consultations. If the property subject to acquisition is located within an ancestral domain, both the implementing agency and a private entity must comply with the procedures and requirements provided under “The Indigenous People’s Rights Act of 1997” or Republic Act No. 8371.

In relation to the Rules on Negotiated Sale and Expropriation Proceedings, the law declares that the offer price and value of property, respectively, must be based on the valuation system and schedule of market values (**SMV**), as established in the Real Property Valuation and Assessment Reform Act or Republic Act No. 12001. In its absence, the BIR zonal

¹² G.R. No. 166910, 19 October 2010.

valuation of the land and the assessed value of improvements shall be used. Further, if utilities must be relocated due to a national government project, just compensation, covering direct and indirect costs, shall be paid to the utility providers. While the ARROW Act explicitly provides for advance appropriations for right-of-way acquisitions for national government infrastructure projects, those for right-of-way in PPP projects shall follow the guidelines in the PPP Code.

Once an infrastructure project is approved by the head of the implementing agency concerned, with funding authorized in the General Appropriations Act (GAA), and with approved parcellary survey plans, no national government agency or LGU shall, within 2 years from date of notice of taking, allow any development or construction, and the like, contrary to the approved plans and purposes of the project within the right-of-way, unless explicitly authorized for justifiable reasons.

Finally, to assist private entities and implementing agencies in the acquisition of right of way and promote transparency in nation-building projects, all concerned government offices and private entities are mandated to extend prompt assistant and relevant data related to appraisal, expropriation, resettlement of informal settler families, utility relocation, and permitting. A private entity or implementing agency must publish essential information on the right-of-way acquisition process.

ENVIRONMENTAL REGULATIONS

Philippine Environmental Impact Statement System

Presidential Decree No. 1586, otherwise known as the Philippine Environmental Impact Statement System (the “**EIS System**”) and its IRR, provide an integrated approach to environmental impact assessment to ensure a balance between socio-economic development and environmental protection, for the benefit of present and future generations. All proposed projects by all agencies and instrumentalities of the national government, including government-owned or controlled corporations, as well as private corporations, firms, and entities, must include an Environmental Impact Assessment to determine the significant negative environmental impacts and the vulnerability of environmental resources in the project area. The law also requires the conduct of public participation throughout the entire assessment process.

The DENR, the agency that implements the law, issues an Environmental Compliance Certificate (“**ECC**”) as proof that the proponent has satisfied the requirements of environmental impact assessment for projects covered by the EIS System. Otherwise, a Certificate of Non-Coverage is issued. Construction of roads greater than two (2) kilometers are required to secure an ECC. The law also requires projects with ECCs to prepare and submit a semi-annual Compliance Monitoring Report to DENR, detailing the compliance of the project to the conditions of the ECC, and the environmental management and monitoring plan submitted as part of the impact assessment.

LABOR LAWS AND REGULATIONS

The Philippine Constitution

The Philippine Constitution provides that the State shall regulate the relations between workers and employers, recognizing the right of labor to its just share in the fruits of production and the right of enterprises to reasonable returns on investments, and to expansion and growth. The seven basic rights that are specifically guaranteed by the Philippine Constitution are as follows:

1. right to organize;
2. right to conduct collective bargaining or negotiation with management;
3. right to engage in peaceful concerted activities, including strikes in accordance with law;
4. right to enjoy security of tenure;
5. right to work under humane conditions;
6. right to receive a living wage; and
7. right to participate in policy and decision-making processes affecting their rights and benefits as may be provided by law.

Labor Code of the Philippines

The Department of Labor and Employment (“**DOLE**”) is the Philippine government agency mandated to formulate policies, implement programs and services, and serves as the policy-coordinating arm of the Executive Branch in the field of labor and employment. The DOLE has exclusive authority in the administration and enforcement of labor and employment laws such as the Labor Code of the Philippines (“**Labor Code**”) and the Occupational Safety and Health Standards, as amended, and such other laws as specifically assigned to it or to the Secretary of the DOLE. All doubts in the implementation and interpretation of the provisions of the Labor Code shall be resolved in favor of labor. The Labor

Code and other statutory laws specify the minimum statutory benefits that employers are required to grant to their employees.

INTELLECTUAL PROPERTY LAW

Intellectual Property Code

Under the Intellectual Property Code of the Philippines, the rights to a trademark are acquired through the registration with the Bureau of Trademarks of the Intellectual Property Office, which is the principal government agency involved in the registration of brand names, trademarks, patents and other registrable intellectual property materials.

Upon registration, the Intellectual Property Office shall issue a certificate of registration to the owner of the mark, which shall confer the right to prevent all third parties not having the owner's consent from using in the course of trade identical or similar signs or containers for goods or services which are identical or similar to those in respect of which the mark is registered. The said certificate of registration shall also serve as prima facie evidence of the validity of registration and the registrant's ownership of the mark. A certificate of registration shall remain in force for an initial period of 10 years and may be renewed for periods of 10 years at its expiration.

OTHER LAWS

Capital Markets Efficiency Promotion Act

To develop capital markets in the Philippines as efficiently as possible, the Capital Markets Efficiency Promotion Act ("CMEPA"), which took effect on 01 July 2025, was passed, amending certain provisions of the Tax Code. Salient changes introduced by the CMEPA include:

1. Gains from sale of bonds, debentures, or other certificate of indebtedness with a maturity of more than five years are no longer excluded from gross income for income tax purposes. Instead, exclusions from gross income have been limited to interest income and gains from sale, transfer, or disposition of project-specific bonds that are issued by the Republic of the Philippines or any of instrumentalities to finance capital expenditures and programs covered by the Philippine Development Plan or its equivalent and other high-level priority programs of the national government, as determined by the Secretary of Finance of the Philippines.
2. Gains from redemption of units of participation in mutual fund or unit investment trust fund are included as exclusions from gross income, provided that prior to such redemption, final taxes due on realized gains have been previously withheld at the level of the underlying assets.
3. 15% capital gains tax are imposed on gains realized from sale, exchange, or other disposition of shares of stock in a foreign corporation not listed and traded through a local or foreign stock exchange.
4. Stock transaction tax ("STT") was lowered to 1/10 of 1% of the gross selling price or gross value in money on sale, exchange, or other disposition of shares of stock and other securities listed and traded through a local stock exchange, other than the sale by a dealer in securities.
5. STT likewise applies to sale, exchange, or other disposition of shares of stock in a domestic corporation listed and traded through a foreign stock exchange, other than the sale by a dealer in securities.
6. DST of 75% of 1% is imposed on original issuance of shares, bonds, debentures, and certificates of stock or indebtedness in foreign countries, and all debt instruments.

Philippine Competition Act

Republic Act No. 10667 or the Philippine Competition Act ("PCA") came into effect 05 August 2015 and is the primary competition law in the Philippines.

The PCA was enacted to provide free and fair competition in trade, industry and all commercial economic activities. To implement its objectives, the PCA provides for the creation of a Philippine Competition Commission (the "PCC"), an independent quasi-judicial agency with powers to conduct investigations, issue subpoenas, conduct administrative proceedings, and impose administrative fines and penalties. To conduct a search and seizure, the PCC must apply for a warrant with the relevant court. It aims to enhance economic efficiency and promote free and fair competition in trade, industry and all commercial economic activities.

The PCA prohibits and imposes sanctions on:

- (a) certain anti-competitive agreements between or amongst competitors that restrict competition, and those which have the object or effect of substantially preventing, restricting or lessening competition; and

- (b) practices which are regarded as abuse of dominant position by engaging in conduct that would substantially prevent, restrict or lessen competition; and
- (c) mergers or acquisitions which substantially prevent, restrict or lessen competition.

Criminal penalties for entities that enter into these defined anti-competitive agreements include: (i) a fine of not less than ₱50 million but not more than ₱250 million; and (ii) imprisonment for two to seven years for directors and management personnel who knowingly and wilfully participate in such criminal offenses. Administrative fines of ₱110 million to ₱275 million may be imposed on entities found violating prohibitions against anti-competitive agreements and abuse of dominant position. Treble damages may be imposed by the PCC or the courts, as the case may be, where the violation involves the trade or movement of basic necessities and prime commodities. Parties and their ultimate parent entities found to have entered into prohibited mergers may be imposed fines of up to ₱110 million to ₱275 million.

The PCA, as amended effective March 1, 2025, provides for mandatory notification to the PCC where the value of such transaction exceeds ₱3.5 billion (“**Size of Transaction**”), and where the size of the ultimate parent entity of either party exceeds ₱8.5 billion (“**Size of Party**”). Notification is also mandatory for joint venture transactions if either (a) the aggregate value of the assets that will be combined in the Philippines or contributed into the proposed joint venture exceeds ₱3.5 billion; or (b) the gross revenues generated in the Philippines by the assets to be combined in the Philippines or contributed into the proposed joint venture exceed ₱3.5 billion.

In the event that transactions do not meet the thresholds, the PCC may nonetheless launch a motu proprio investigation in the interest of consumer protection. Parties may not consummate a notifiable transaction prior to receiving PCC approval or the lapse of the period stated in the Merger Rules.

Under the PCA and its IRR, a transaction that meets the thresholds and does not comply with the notification requirements and waiting periods shall be considered void and will subject the parties to an administrative fine of 1% to 5% of the value of the transaction.

Philippine Revised Corporation Code

The Philippine Revised Corporation Code was signed into law on February 20, 2019 and became effective on March 8, 2019. Among the salient features of the Philippine Revised Corporation Code are:

- (a) Corporations are granted perpetual existence, unless the articles of incorporation provide otherwise. Perpetual existence shall also benefit corporations whose certificates of incorporation were issued before the effectivity of the Code, unless a corporation, upon a vote of majority of the stockholders of the outstanding capital stock notifies the Philippine SEC that it elects to retain its specific corporate term under its current Articles of Incorporation.
- (b) The Code allows the creation of a “One Person Corporation” (“**OPC**”), which is a corporation composed of a single stockholder, provided that, only a natural person, trust or an estate may form such. No minimum authorized capital stock is also required for an OPC, unless provided for under special laws.
- (c) Material contracts between the corporation and its own directors, trustees, officers, or their spouses and relatives within the fourth civil degree of consanguinity or affinity must be approved by at least 2/3 of the entire membership of the board of directors, with at least a majority of the independent directors voting to approve the same.
- (d) The right of stockholders to vote in the election of directors or trustees, or in shareholders meetings, may now be done through remote communication or in absentia if authorized by the corporate by-laws. However, as to corporations vested with public interest, these votes are deemed available, even if not expressly stated in the corporate by-laws. The shareholders who participate through remote communication or in absentia are deemed present for purposes of quorum. When attendance, participation and voting are allowed by remote communication or in absentia, the notice of meetings to the stockholders must state the requirements and procedures to be followed when a stockholder or member elects either option.
- (e) In case of transfer of shares of listed companies, the Philippine SEC may require that these corporations whose securities are traded in trading markets and which can reasonably demonstrate their capability to do so, to issue their securities or shares of stock in uncertificated or scripless form in accordance with the rules of the Philippine SEC.

The Philippine Revised Corporation Code refers to the PCA in case of covered transactions under said law involving the sale, lease, exchange, mortgage, pledge, or disposition of properties or assets; increase or decrease in the capital stock, incurring creating or increasing bonded indebtedness; or mergers or consolidations covered by the PCA thresholds.

Real Property Valuation and Assessment Reform Act

Republic Act No. 12001 or the Real Property Valuation and Assessment Reform Act (“**RPVARA**”) was signed into law on 13 June 2024, and took effect on 5 July 2024. The RPVARA seeks the establishment of standards based Philippine Valuation Standards (“**PVS**”) to govern the valuation of real property in the Philippines, the adoption of Schedule of Market Values (“**SMVs**”), the separation of the function of valuation of real properties from the functions of tax policy formulation and administration of the taxes due thereon, and the provision of a comprehensive and up-to-date electronic database of all real property transactions, among others. The SMV shall be the single real property valuation base for the assessment of real property-related taxes in the country and for the valuation of real property for various transactions by all government agencies.

INDUSTRY OVERVIEW

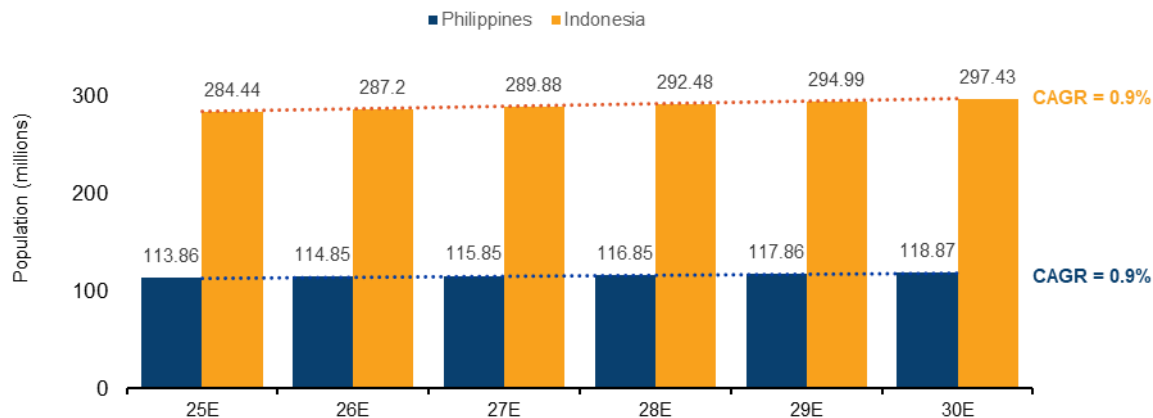
The information presented in this section has been extracted from publicly available documents from various sources, including officially prepared materials from the Government Authorities, and has not been prepared or independently verified by the Issuer, the Joint Lead Underwriters and Joint Bookrunners, or any of their affiliates or advisers. None of the Issuer, the Joint Lead Underwriters and Joint Bookrunners, or any of their affiliates or advisers makes any representation or warranty, whether express or implied, as to its accuracy and the information should not be relied upon in making, or refraining from making, any investment decision.

The information presented in this section include forecasts and other forward-looking estimates. These forward-looking statements are necessarily based on various assumptions and estimates that are inherently subject to various risks and uncertainties relating to possible invalidity of the underlying assumptions and estimates and possible changes or development of social, economic, business, industry, market, legal, government, and regulatory circumstances and conditions and actions taken or omitted to be taken by others. Actual results and future events could differ materially from such forecasts. Investors should not place undue reliance on such statements, or on the ability of any party to accurately predict future industry trends or performance.

Overview

The Philippines and Indonesia are among the largest and fastest-growing economies in Southeast Asia, with combined estimated populations of 398.3 million in 2025 based on Philippine Statistics and Badan Pusat Statistik, respectively. Both countries are projected to sustain robust economic expansion over the medium term, supported by favorable demographics, rising incomes, and continued urbanization. These fundamentals underpin growth in private vehicle ownership and road-based freight transport, which directly translate into higher expressway utilization.

For 2025 and 2026, baseline projections indicate continued momentum in both economies, with GDP growth in the range of 5.4 to 6.1% annually in the Philippines and 4.7% and 5.0% in Indonesia. Population increases of approximately 0.87% in the Philippines and 0.97% in Indonesia per year add to underlying demand for mobility. Passenger car sales and road freight tonnage, two of the most direct drivers of expressway traffic, are expected to register steady growth through 2029.



Population Projection of Philippines and Indonesia

Source: Philippine Statistics Authority (2025) and Badan Pusat Statistik (2025)

Key Macroeconomics Indicators

Indicator	Philippines			Indonesia		
	2025	2026	2025 to 2030 CAGR	2025	2026	2025 to 2030 CAGR
Population (million)	113.86	114.85	0.86%	284.44	287.2	0.90%
GDP Growth (%)	5.4%	5.8%	3.13%	5.0%	5.0%	1.65%
Passenger Car Sales ('000)	475	497	3.86%	1,070	1,139	5.10%
* Road Freight Tonnage (million tons)	33.07	34.05	2.98%	149.25	152.05	1.35%

Sources: Philippine Statistics Authority (PSA), Badan Pusat Statistik (BPS), Department of Transportation (Philippines), Ministry of Transportation (Indonesia), Land Transportation Office (Philippines), Chamber of Automotive Manufacturers of the Philippines, Inc. (CAMPI).

* Road Freight Tonnage are under 2025-2029 Projections only

Economic and Transport Drivers

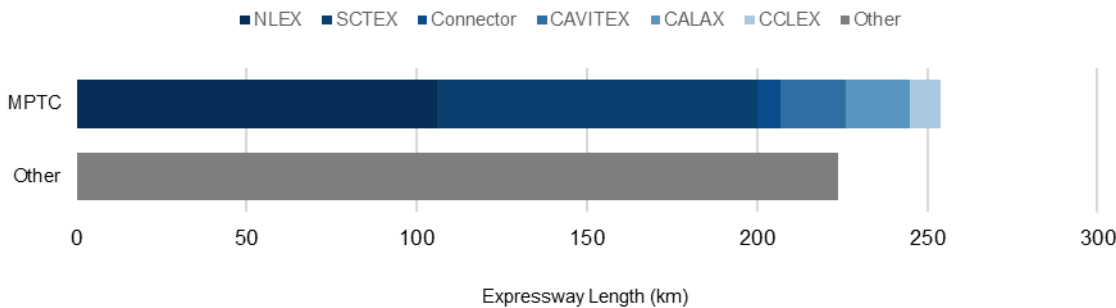
Population growth remains a structural driver of transport demand. The Philippines is projected to add approximately 5 million people between 2025 and 2029, while Indonesia will expand by roughly 13 million. Rising household incomes are expected to translate into higher rates of motorization, with passenger car sales projected to grow at 3.86% annually in the Philippines and 5.10% in Indonesia over the five-year period.

Freight activity is also expanding. Road transport accounts for the majority of domestic freight movement in both countries. PSA data indicate that domestic trade tonnage, including road-based flows, reached around 32-33 million tons in 2024, with steady growth projected through 2029. In Indonesia, Ministry of Transportation data confirm road’s dominant role in the freight sector, with annual increases expected to remain in line with GDP and industrial output growth.

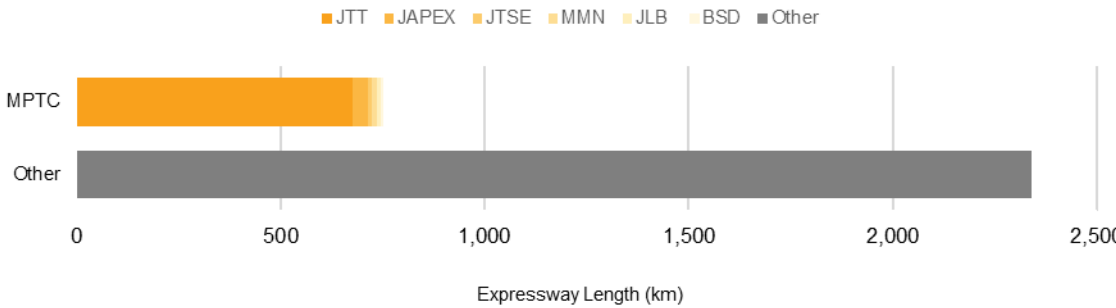
MPTC’s Toll Road Portfolio

Current Asset Base

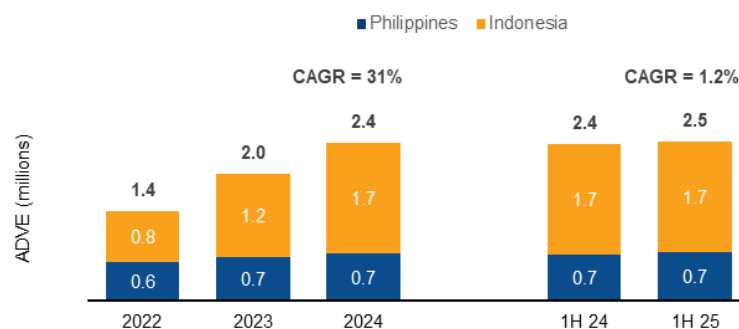
MPTC operates 254.9 km of expressways in the Philippines and 717.7 km in Indonesia. These assets are strategically located in fast-growing economic corridors in the Philippines, including northern Manila freeport zones and airports, southern Manila industrial zones, and Metro Manila CBDs and ports. In Indonesia, the expressways are within the vicinity of urban and business districts of BSD city, Jakarta’s main airport, and Makassar new port, and these areas help connect major population centers, industrial zones, and ports.



Toll Length of MPTC in the Philippines
Source: Toll Regulatory Board (2025)



Toll Length of MPTC in Indonesia
Source: Badan Pengatur Jalan Tol (2025)



Average Daily Vehicle Entries of MPTC Concessions in the Philippines and Indonesia

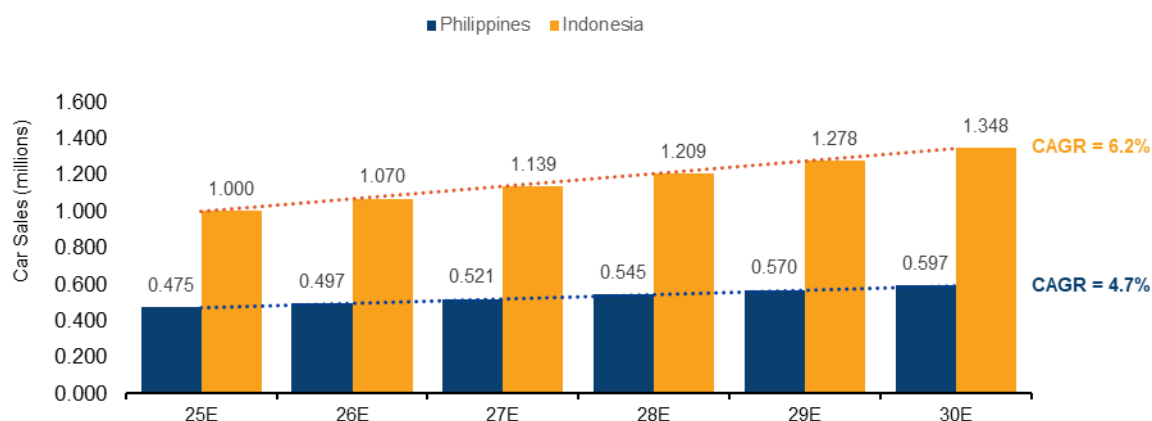
Average daily transactions across the portfolio reached 2.4/2.5 million in 2024/2025, reflecting strong underlying demand. This demand base is diversified across passenger and freight traffic, providing resilience against short-term economic fluctuations.

2025–2026 Outlook

Passenger Traffic: Growth in vehicle ownership and car sales is expected to lift light-vehicle transactions by 4.7% and 7.0% annually over 2025–2026 for the Philippines and Indonesia respectively. Urbanization and rising commuter flows support expressway usage, particularly in peri-urban corridors surrounding Metro Manila and Jakarta.

Freight Traffic: Road freight tonnage is projected to expand annually by 2.98% and 1.35% for the Philippines and Indonesia respectively, sustaining growth in heavy-vehicle traffic on intercity toll roads and logistics corridors. Truck volumes remain a critical driver of revenue given higher tariff classes.

Revenue Resilience: The combination of structural population growth and road-based freight reliance provides visibility to traffic and revenue growth. Even under moderate downside scenarios, traffic is expected to remain on an upward trajectory.

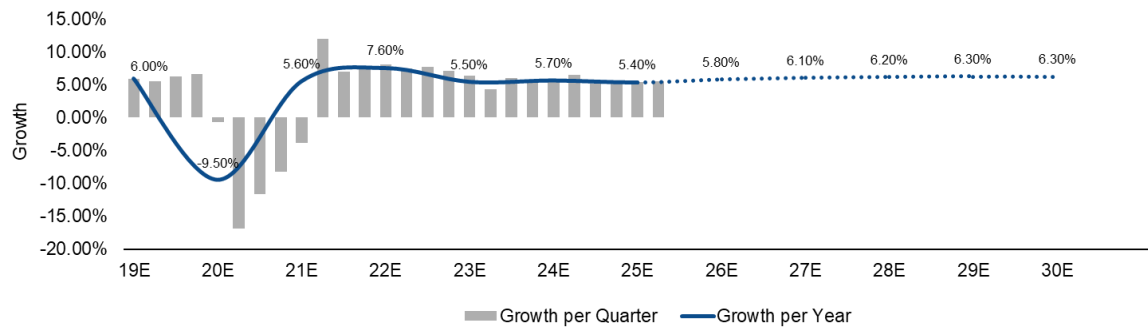


Car Sales in the Philippines and Indonesia

Source: Land Transportation Office (2025), CAMPI Philippines Projections (2025-2030), and PWC Indonesia Projections (2025-2030)

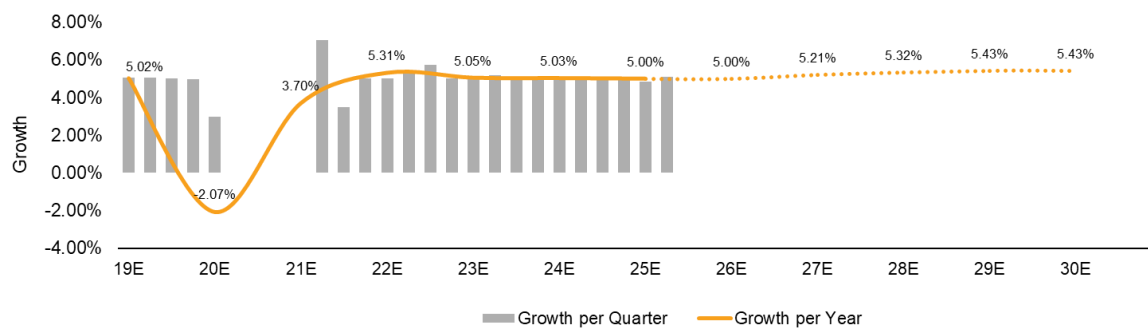
2026–2029 Five-Year Outlook

Beyond 2026, both the Philippines and Indonesia are expected to sustain steady macroeconomic expansion, with GDP growth averaging 3.13% for the Philippines and 1.65% for Indonesia, respectively. Passenger car sales are projected to compound at 3.86% per annum in the Philippines and 5.10% in Indonesia, while road freight tonnage is anticipated to expand at 2.98% and 1.35% respectively.



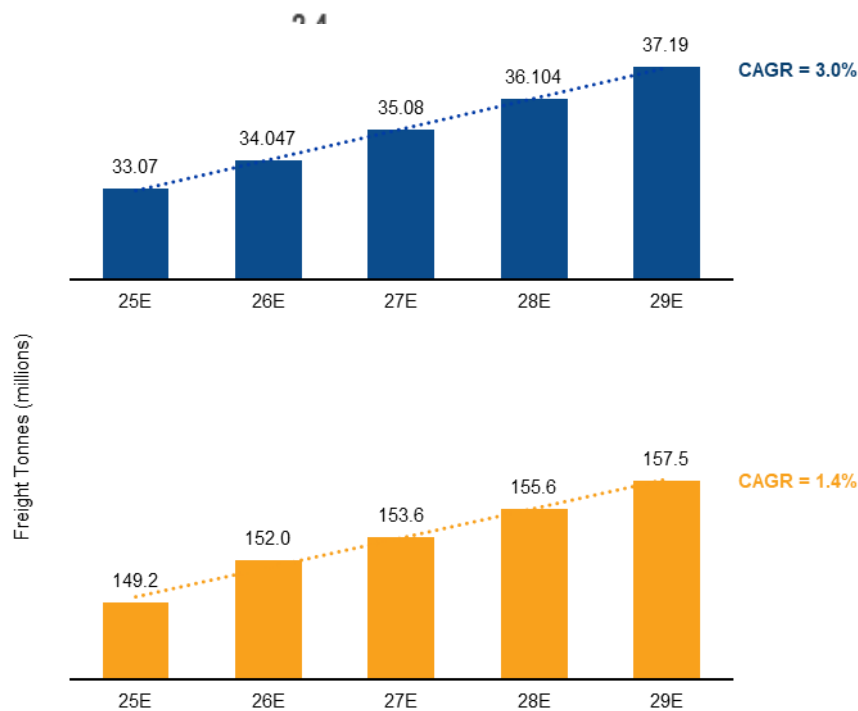
National GDP Growth of the Philippines

Source: Philippine Statistics Authority (2019 – 2025) and International Monetary Fund Projections (2026 – 2030)



National GDP Growth of Indonesia

Source: Badan Pusat Statistik Indonesia (2019 – 2025) and International Monetary Fund Projections (2026 – 2030)



Freight Tonnage in the Philippines and Indonesia

Source: BMI and EIU (2025)

For MPTC, this translates into sustained increases in average daily traffic and revenue across its portfolio. Continued government investment in infrastructure and economic zones further reinforces the role of expressways as critical connectors for trade and mobility. The visibility of demand drivers over the medium term provides a stable basis for long-term cash flow generation.

In conclusion, the 2025–2026 outlook for the Philippines and Indonesia is characterized by continued economic expansion, population growth, and rising transport demand. Passenger car sales and road-based freight tonnage are both projected to increase steadily through 2029, reinforcing the role of toll expressways as essential infrastructure.

MPTC's expressway portfolio is well-positioned to benefit from these trends. With 1,095 km of toll roads in operation across two of ASEAN's largest economies and average daily transactions exceeding 2.5 million, MPTC has a stable platform for sustained traffic and revenue growth.

MANAGEMENT DISCUSSION AND ANALYSIS

This discussion summarizes the significant factors affecting the consolidated financial performance, financial position and cash flows of MPTC and its subsidiaries (the Group) as of 30 June 2025 and 31 December 2024 and for the six-month periods ended 30 June 2025 and 30 June 2024, and as of and for the years ended 31 December 2024, 2023 and 2022. Prospective investors should read this discussion and analysis of the Group's consolidated financial condition and results of operations in conjunction with the consolidated financial statements and the notes thereto set forth elsewhere in this report. The summary financial information as of 30 June 2025 and 31 December 2024 and for the six-month periods ended 30 June 2025 and 30 June 2024, as derived from the Issuer's audited interim consolidated financial statements, and as of and for the years ended 31 December 2024, 2023, and 2022, as derived from the Issuer's audited consolidated financial statements, were prepared in accordance with Philippine Financial Reporting Standards ("PFRS") and were audited by SGV & Co., a member firm of Ernst & Young Global Limited in accordance with the Philippine Standards on Auditing.

This section contains certain forward-looking statements that are subject to significant risks and uncertainties. The actual results of the Group's operations may differ significantly from the forward-looking statements referred hereto. Factors that may cause future results to differ significantly from the forward-looking statements are set out, but not limited to, below and elsewhere in this Prospectus, particularly in "Risk Factors" and "Forward Looking Statements".

The Group's summary financial information below should not be considered indicative of the results of future operations. Further, this section includes financial ratios discussions, which are unaudited and are not deemed measurements defined by the PFRS, hence these ratios should not be considered as an alternative to measures of performance in accordance with PFRS.

Consolidated Results of Operations

June 2025 vs. June 2024

(in ₱ Millions)	For the Six-Month Periods Ended 30 June		Period-to-Period Analysis		Common-Size Analysis	
	2025	2024	Amount	%	2025	2024
Operating revenues						
Toll fees	18,120	15,368	2,752	18%	95%	95%
Non-toll revenues	942	813	129	16%	5%	5%
Total revenues	19,062	16,181	2,881	18%	100%	100%
Cost of services	(6,741)	(5,789)	952	16%	35%	36%
Gross profit	12,321	10,392	1,929	19%	65%	64%
Construction revenue	5,547	7,242	(1,695)	(23%)	29%	45%
Construction costs	(5,547)	(7,242)	(1,695)	(23%)	29%	45%
General and administrative expenses	(1,781)	(2,379)	(598)	(25%)	9%	15%
Interest and other finance costs	(5,143)	(3,011)	2,132	71%	27%	19%
Equity in net earnings of associates and joint venture	1,001	48	953	1,985%	5%	-
Interest income	328	338	(10)	(3%)	2%	2%
Foreign exchange loss - net	(15)	(7)	8	114%	-	-
Other income	54	816	(762)	(93%)	-	5%
Income before income tax	6,765	6,197	568	9%	35%	38%
Provision for income tax	(1,836)	(1,508)	328	22%	10%	9%
Net income	4,929	4,689	240	5%	26%	29%

For the six months ended 30 June 2025, total revenues reached ₱19.1 billion, an 18% increase versus same period last year contributed mainly by toll revenues on the back of higher traffic volume and tariff adjustments. The average daily vehicle entries (ADVE) for domestic operations increase from 693,000 in the first half of 2024 to 722,000 in the same period of 2025 or an increase of 4%. The ADVE for international operations showed a strong traffic of 1.7 million in the first half of 2025 and 2024.

Non-toll revenues comprised of toll service facilities and other non-toll businesses in water and energy, likewise increased 16% to ₱942 million, maintaining a stable contribution to the topline.

Cost of services increased by ₱952 million or 16% mainly due to higher amortization of service concession assets (up by ₱162 million or 13%) as a result of higher traffic and impact of newly added concession assets during the period. Another item that posted an increase is the concession fee pertaining to BCDA share in the toll revenues at SCTEX (an increase of ₱207 million or 18%) driven by higher revenues. The PNCC fee, which represents the government's share of NLEX revenues (distributed 90% to the National Government and 10% to PNCC), also rose by 18%, mainly due to increased

traffic and toll rate adjustments. Personnel costs and outside services increased by 18% and 15%, respectively, due to opening and start of toll collection in the second half of 2024 of new segments such as portion of NLEX-SLEX Connector section 2 and the C-5 South Link 3A-2 Segment 2.

Gross profit improved by 19% to ₱12.3 billion, with margin rising to 65% on disciplined cost management and higher revenues.

General and administrative expenses declined 25% with efficiency initiatives and lower provisions.

Contributions from associates rose sharply to ₱1.0 billion coming mainly from the share in the earnings from Transjava toll operations in Indonesia following an acquisition of minority interest in JTT in September 2024.

Interest and other financing costs rose 71% to ₱5.1 billion, reflecting higher borrowings tied to the recent acquisition in Indonesia. The impact was partially offset by lower general expenses and higher equity earnings. Other income in 2024 is due to the reversal of provision for additional consideration (earn-out) in acquiring JJC in 2022 amounting to ₱679 million. As part of the conditional share purchase agreement, the additional consideration (earn-out) shall be paid subject to pre-agreed target level of tariff adjustments. The level of tariff adjustment was not achieved in 2024.

Overall, first half net income improved 5% to ₱4.9 billion demonstrating sustained growth, resilient cash generation from core operations, disciplined cost management, and growing contributions from new investments.

For the years ended 31 December 2024 vs. 2023

(in ₱ Millions)	For the Years Ended 31 December		Period-to-Period Analysis		Common-Size Analysis	
	2024	2023	Amount	%	2024	2023
Operating revenues						
Toll fees	31,582	27,212	4,370	16%	95%	94%
Sale of electronic tags and magnetic cards	-	13	(13)	(100%)	-	0%
Non-toll revenues	1,793	1,742	51	3%	5%	6%
Total revenues	33,375	28,967	4,408	15%	100%	100%
Cost of services	(11,309)	(10,215)	1,094	11%	34%	35%
Gross profit	22,066	18,752	3,314	18%	66%	65%
Construction revenue	12,232	16,001	(3,769)	(24%)	37%	55%
Construction costs	(12,232)	(16,001)	3,769	24%	37%	55%
General and administrative expenses	(4,640)	(3,422)	1,218	36%	14%	12%
Interest and other finance costs	(7,252)	(6,116)	1,136	19%	22%	21%
Equity in net earnings (losses) of associates and joint venture	995	(164)	1,159	707%	3%	1%
Interest income	781	509	272	53%	2%	2%
Foreign exchange gain (loss) - net	34	(14)	48	343%	-	-
Other income	1,062	470	592	126%	3%	2%
Income before income tax	13,046	10,015	3,031	30%	39%	35%
Provision for income tax	(3,233)	(2,699)	534	20%	10%	9%
Net income	9,813	7,316	2,497	34%	29%	25%

The total revenues grew 15% to ₱33.4 billion, driven primarily by higher traffic and tariff adjustments. Average daily traffic posted an increase of 7% for domestic operations, while the acquisition of JTT contributed to an increase of 31% in the foreign operations average daily traffic that fold in in the MPTC consolidated traffic numbers. Non-toll revenues increased by 3% and represents 5% of the total revenues for the year.

Cost of services increased 11% to ₱11.3 billion, broadly in line with the traffic growth and maintenance requirements. Amortization of concession assets increased by ₱350 million or 16% as a result of higher traffic. Likewise, concession fee and PNCC fees also increased due to higher revenues generated from NLEX and SCTEX. There were also repairs conducted for the pavements and periodic maintenance for the toll and traffic operating equipment resulting in an increased repairs and maintenance cost by ₱127 million or 23%.

Gross profit improved by 18% from ₱18.8 billion to ₱22.1 billion, with margins improving to 66% from 65% year-on-year.

General and administrative expenses rose 36% to ₱4.6 billion due to opening of new segments and higher provisions. Taxes and licenses also increased as a result of higher revenues.

Interest and financing costs increased 19% to ₱7.3 billion, reflecting additional borrowings to fund projects and recent acquisitions. Equity in net earnings of associates and joint ventures reached ₱995 million (mainly coming from the Transjava toll operations) compared to a loss of ₱164 million in 2023.

Other income in 2024 is due to the reversal of provision for additional consideration (earn-out) in acquiring JJC in 2022 amounting to ₱679 million. As part of the conditional share purchase agreement, the additional consideration (earn-out) shall be paid subject to pre-agreed target level of tariff adjustments. The level of tariff adjustment was not achieved in 2024.

Net income climbed 34% to ₱9.8 billion, with margins improving to 29% from 25% in prior year. Overall, the group delivered strong top line and bottom-line growth in 2024, underpinned by higher traffic, opening of new segments, tariff adjustments and contributions from associates.

For the years ended 31 December 2023 vs. 2022

(in ₱ Millions)	For the Years Ended 31 December		Period-to-Period Analysis		Common-size Analysis	
	2023	2022	Amount	%	2023	2022
Operating revenues						
Toll fees	27,212	22,852	4,360	19%	94%	94%
Sale of electronic tags and magnetic cards	13	2	11	550%	0%	0%
Non-toll revenues	1,742	1,376	366	27%	6%	6%
Total revenues	28,967	24,230	4,737	20%	100%	100%
Cost of services	(10,215)	(8,489)	1,726	20%	35%	35%
Gross profit	18,752	15,741	3,011	19%	65%	65%
Construction revenue	16,001	17,157	(1,156)	(7%)	55%	71%
Construction costs	(16,001)	(17,157)	1,156	7%	55%	71%
General and administrative expenses	(3,422)	(3,496)	(74)	(2%)	12%	14%
Interest and other finance costs	(6,116)	(3,943)	2,173	55%	21%	16%
Equity in net (losses) earnings of associates and joint venture	(164)	413	(577)	(140%)	1%	2%
Interest income	509	400	109	27%	2%	2%
Foreign exchange (loss) gain - net	(14)	9	(23)	(256%)	-	-
Other income	470	189	281	149%	2%	1%
Income before income tax	10,015	9,313	702	8%	35%	38%
Provision for income tax	(2,699)	(2,187)	512	23%	9%	9%
Net income	7,316	7,126	190	3%	25%	29%

Total revenues reached ₱29.0 billion in 2023, a 20% increase from ₱24.2 billion in 2022. This was mainly driven by the higher traffic at NLEX, SCTEX and newly opened CALAX Segment 4. The average daily traffic at NLEX in 2023 reached 323,791, while for SCTEX was at 78,600. NLEX and SCTEX traffic figures for 2023 were higher than 2022 figures by 13% and 9%, respectively, due to the sustained recovery in travel demand. In addition, NLEX Connector traffic reached 12,688 daily entries since the partial operations of Section 1 on 8 August 2023.

The implementation of tariff adjustments also contributed to the higher toll revenues in 2023.

Non-toll revenues rose 27% to ₱1.7 billion, sustaining a 6% share in the total revenues.

Cost of services grew 20% to ₱10.2 billion, in line with higher traffic volumes and related maintenance and concession expenses. The increase in traffic resulted in a higher amortization of concession asset by ₱277 million or 15%. The concession fee to BCDA and the PNCC fees also increased as a result of the higher revenues at SCTEX and NLEX. The full-year impact of the cost of operations at CCLEX also contributed to a higher cost of services in 2023 vs. 2022. CCLEX was opened to motorists on 30 April 2022.

Gross profit rose 19% to ₱18.8 billion, with margins steady at 65%.

General and administrative expenses declined slightly by 2% to ₱3.4 billion. The increase in compensation and benefit expense, professional fees, and marketing was offset by lower provisions and outside services resulting in a slightly lower amount of general and administrative expenses in 2023 as compared to 2022.

Interest expense, however, climbed 75% to ₱6.1 billion mainly from new loans secured to fund acquisition activities and the ongoing projects. The cessation of capitalization of financing cost for newly opened toll roads also contributed to the increase in interest expense recognized in the consolidated statements of income in 2023.

Interest income increased 27% due to higher funds placed in short-term investments. The other income also rose more than doubled than 2022 mainly from the gain on sale of investment in associate.

Income before tax increased 8% to ₱10.0 billion, while net income rose 3% to ₱7.3 billion after a higher tax provisions. Net margin moderated to 25% from 29%, with increased finance costs. While rising financing costs and share in equity losses tempered the profitability, the group delivered steady revenue and earnings growth in 2023 underpinned by robust toll operations in NLEX and other non-toll income.

Consolidated Financial Position

		31	Horizontal Analyses		Vertical Analyses	
	30 June	December	Increase (Decrease)		30 June	31 December
(Amounts in ₱ Millions)	2025	2024	Amount	%	2025	2024
ASSETS						
Current Assets						
Cash and cash equivalents	15,101	9,530	5,571	58%	5%	3%
Restricted cash	2,433	3,349	(916)	(27%)	1%	1%
Receivables	6,174	3,603	2,571	71%	2%	1%
Financial assets at FVTPL	1,518	2,152	(634)	(29%)	0%	1%
Financial assets at FVOCI	145	156	(11)	(7%)	0%	0%
Due from related parties	164	618	(454)	(73%)	0%	0%
Other current assets	8,786	7,234	1,552	21%	3%	2%
Total Current Assets	34,321	26,642	7,679	29%	11%	9%
Noncurrent Assets						
Service concession assets	208,443	199,003	9,440	5%	64%	64%
Investments in associates and joint venture	60,551	63,645	(3,094)	(5%)	19%	20%
Goodwill and other intangible assets	10,168	10,239	(71)	(1%)	3%	3%
Property and equipment	3,362	3,388	(26)	(1%)	1%	1%
Financial assets at FVOCI	2,242	2,242	-	0%	1%	1%
Advances to contractors, consultants and suppliers	902	1,099	(197)	(18%)	0%	0%
Investment properties	865	842	23	3%	0%	0%
Deferred tax assets - net	190	156	34	22%	0%	0%
Other noncurrent assets	2,909	3,264	(355)	(11%)	1%	1%
Total Noncurrent Assets	289,632	283,878	5,754	2%	89%	91%
TOTAL ASSETS	323,953	310,520	13,433	4%	100%	100%

(Forward)

(Amounts in ₦ Millions)	30 June	31	Horizontal Analyses		Vertical Analyses	
	2025	December 2024	Increase (Decrease) Amount	%	30 June 2025	31 December 2024
LIABILITIES AND EQUITY						
Current Liabilities						
Accounts payable and other current liabilities	16,952	16,711	241	1%	5%	5%
Short-term loans	44,994	33,797	11,197	33%	14%	11%
Income tax payable	884	801	83	10%	0%	0%
Current portion of:						
Long-term debt	15,032	13,367	1,665	12%	5%	4%
Service concession fees payable	4,415	-	4,415	0%	1%	0%
Provisions	925	640	285	45%	0%	0%
Due to related parties	47	70	(23)	(33%)	0%	0%
Consumer financing liabilities	5	6	(1)	(17%)	0%	0%
Total Current Liabilities	83,254	65,392	17,862	27%	26%	21%
Noncurrent Liabilities						
Noncurrent portion of:						
Long-term debt	147,841	143,588	4,253	3%	46%	46%
Service concession fees payable	16,884	17,892	(1,008)	(6%)	5%	6%
Provisions	1,463	1,247	216	17%	0%	0%
Due to related parties	519	519	-	0%	0%	0%
Consumer financing liabilities	2	7	(5)	(71%)	0%	0%
Deferred tax liabilities – net	3,157	3,404	(247)	(7%)	1%	1%
Accrued retirement costs	634	633	1	0%	0%	0%
Other noncurrent liabilities	175	112	63	56%	0%	0%
Total Noncurrent Liabilities	170,675	167,402	3,273	2%	53%	54%
Total Liabilities	253,929	232,794	21,135	9%	78%	75%
Equity						
Capital stock	6,779	6,779	-	0%	2%	2%
Additional paid-in capital	32,730	32,730	-	0%	10%	11%
Deposits for future stock subscription	1	1	-	0%	0%	0%
Equity adjustment on reverse acquisition	(581)	(581)	-	0%	0%	0%
Retained earnings	25,612	23,101	2,511	11%	8%	7%
Treasury shares	(137)	(137)	-	0%	0%	0%
Other comprehensive income reserve	(1,560)	673	(2,233)	(332%)	0%	0%
Other reserves	(5,072)	133	(5,205)	(3914%)	(2%)	0%
Total equity attributable to equity holders of the Parent	57,772	62,699	(4,927)	(8%)	18%	20%
Non-controlling interests	12,252	15,027	(2,775)	(18%)	4%	5%
Total Equity	70,024	77,726	(7,702)	(10%)	22%	25%
TOTAL LIABILITIES AND EQUITY	323,953	310,520	13,433	4%	100%	100%

Total assets as of 30 June 2025 grew 4% as compared to the ending balance as of 31 December 2024. Current assets registered a considerable increase of 29% mainly due to the increase in cash and cash equivalents and receivables.

Cash and cash equivalents increased to ₱15.1 billion or 58% as a result of higher toll revenues and proceeds from loan drawdowns.

The increase in receivables of ₱2.6 billion is mainly attributable to dividend receivable from associates (₱2.3 billion). ₱1.0 billion of the aforesaid dividend receivable was subsequently collected in July 2025.

Other current assets also increased by ₱1.6 billion or 14% as a result of higher input tax and advances to contractors, suppliers as the Company continue with the construction of various projects particularly CALAX and Segment 8.2-Section 1A at NLEX.

The increase in total noncurrent assets by ₱5.8 billion or 2% is basically the net effect of the following:

- Increase in service concession assets by ₱9.4 billion due to the additional costs incurred in relation to the ongoing expansion projects such as CALAX, NLEX-SLEX Connector Road, CAVITEX R1 extension, C5 South Link and NLEX Segment 8.2-Section 1A. The acquisition of the concession right to build and operate Lapu-Lapu Expressway (LLEX) also contributed to the increase in the service concession assets.
- Decrease in the carrying value of investments in associates and joint ventures by ₱3.1 billion as the Company received dividends from associates and the impact of cumulative translation adjustments.
- Reclassification of the portion of advances to contractors and suppliers from noncurrent to current resulting in a decrease of ₱197 million. The other noncurrent assets also decreased by ₱355 million.

Accounts payable and accrued expenses slightly increase by ₱241 million or 1% basically due to the accruals for the construction costs in relation to the various expansion projects.

The income tax payable increased by 10% as a result of higher taxable income.

Short-term loans increased by ₱11.2 billion or 33% as there were drawdowns made by NLEX Corporation, MPT Mobility and MPTC to cover the funding for the capital expenditures, expansion projects and working capital requirements.

The concession fees payable amounting to ₱4.4 billion as of 30 June 2025 pertain to the concession fee for the CALAX project. This amount was subsequently paid in July 2025.

The account Provisions consists mainly of the provision for heavy maintenance and provision for the additional consideration (earn-out) in relation to the acquisition of JJC and JTT. As of 30 June 2025, the earn-out involving the acquisition of JTT, amounting to IDR 93 billion (₱324 million), was classified as current and shall be payable in March 2026 upon achievement of the tariff increase.

The increase in long-term debt was driven by the additional drawdowns to finance the ongoing projects and business acquisition in Indonesia.

The retained earning accumulated a net increase of ₱2.5 billion as a result of the net income attributable to equity holders of MPTC amounting to ₱3.5 billion less dividends declared amounting to ₱1.0 billion.

The decrease in other comprehensive income by ₱2.2 billion pertains to the cumulative translation adjustments.

The other reserves also decreased mainly due to the premium paid to acquire non-controlling interests in Easytrip Services Corporation (ESC), NLEX Corporation, and Egis Investment Partners Philippines, Inc. (EIPPI). The considerations paid were determined based on reasonable valuation models and in an arms-length transactions.

Consolidated Statements of Financial Position as of 31 December 2024 and 2023

<i>(Amounts in ₱ Millions)</i>	31 December		Horizontal Analyses		Vertical Analyses	
	2024	2023	Increase (Decrease) Amount	%	2024	2023
ASSETS						
Current Assets						
Cash and cash equivalents	9,530	15,301	(5,771)	(38%)	3%	6%
Restricted cash	3,349	15,537	(12,188)	(78%)	1%	6%
Receivables	3,603	3,235	368	11%	1%	1%
Financial assets at FVTPL	2,152	1,742	410	24%	1%	1%
Financial assets at FVOCI	156	99	57	58%	0%	0%
Due from related parties	618	70	548	783%	0%	0%
Other current assets	7,234	8,295	(1,061)	(13%)	2%	3%
Total Current Assets	26,642	44,279	(17,637)	(40%)	9%	16%
Noncurrent Assets						
Service concession assets	199,003	185,180	13,823	7%	64%	67%
Investments in associates and joint venture	63,645	23,782	39,863	168%	20%	9%
Goodwill and other intangible assets	10,239	10,154	85	1%	3%	4%
Property and equipment	3,388	3,333	55	2%	1%	1%
Financial assets at FVOCI	2,242	1,816	426	23%	1%	1%
Advances to contractors, consultants and suppliers	1,099	1,909	(810)	(42%)	0%	1%
Investment properties	842	832	10	1%	0%	0%
Deferred tax assets - net	156	126	30	24%	0%	0%
Other noncurrent assets	3,264	3,150	114	4%	1%	1%
Total Noncurrent Assets	283,878	230,282	53,596	23%	91%	84%
TOTAL ASSETS	310,520	274,561	35,959	13%	100%	100%

LIABILITIES AND EQUITY
Current Liabilities

Accounts payable and other current liabilities	16,711	17,704	(993)	(6%)	5%	6%
Income tax payable	801	686	115	17%	0%	0%
Short-term loans	33,797	3,530	30,267	857%	11%	1%
Current portion of:						
Long-term debt	13,367	25,212	(11,845)	(47%)	4%	9%
Provisions	640	1,294	(654)	(51%)	0%	0%
Due to related parties	70	8	62	775%	0%	0%
Consumer financing liabilities	6	15	(9)	(60%)	0%	0%
Total Current Liabilities	65,392	48,449	16,943	35%	21%	18%

(Forward)

(Amounts in ₱ Millions)	31 December		Horizontal Analyses		Vertical Analyses	
	2024	2023	Increase (Decrease) Amount	%	2024	2023
Noncurrent Liabilities						
Noncurrent portion of:						
Long-term debt	143,588	123,537	20,051	16%	46%	45%
Service concession fees payable	17,892	17,750	142	1%	6%	6%
Provisions	1,247	762	485	64%	0%	0%
Due to related parties	519	565	(46)	(8%)	0%	0%
Consumer financing liabilities	7	3	4	133%	0%	0%
Deferred tax liabilities – net	3,404	3,314	90	3%	1%	1%
Accrued retirement costs	633	474	159	34%	0%	0%
Other noncurrent liabilities	-	125	(125)	(100%)	0%	0%
Long-term incentive plan payable	112	185	(73)	(39%)	0%	0%
Total Noncurrent Liabilities	167,402	146,715	20,687	14%	54%	53%
Total Liabilities	232,794	195,164	37,630	19%	75%	71%
Equity						
Capital stock	6,779	6,779	-	0%	2%	2%
Additional paid-in capital	32,730	32,730	-	0%	11%	12%
Deposits for future stock subscription	1	1	-	0%	0%	0%
Equity adjustment on reverse acquisition	(581)	(581)	-	0%	0%	0%
Retained earnings	23,101	20,524	2,577	13%	7%	7%
Treasury shares	(137)	(137)	-	0%	0%	0%
Other comprehensive income reserve	673	51	622	1220%	0%	0%
Other reserves	133	2,564	(2,431)	(95%)	0%	1%
Total equity attributable to equity holders of the Parent	62,699	61,931	768	1%	20%	23%
Non-controlling interests	15,027	17,466	(2,439)	(14%)	5%	6%
Total Equity	77,726	79,397	(1,671)	(2%)	25%	29%
TOTAL LIABILITIES AND EQUITY	310,520	274,561	35,959	13%	100%	100%

Total assets as of 31 December 2024 grew 13% from 31 December 2023 mainly as a result of new investments in Indonesia and additions in the service concession assets.

Cash and cash equivalents showed a net decrease by ₱5.8 billion or 38% as the funds were utilized for the ongoing projects particularly CALAX and the various projects at NLEX. There were also acquisition of non-controlling interests (NCI) in Indonesia tollroad units PT Nusantara, PT Jasamarga Transjawa Tol (JTT), PT Margautama Nusantara (MUN), and NCI at NLEX.

Restricted cash also registered a net decrease of ₱12.2 billion or 78% mainly due to the payment made by MUN of the Time Loan Non-Revolving Facilities 1 and 2 with BCA. The aforesaid loan was obtained by MUN when they acquired a stake in JJC in 2022. MPT South was also able to replace portion of their restricted cash by a Standby Letter of Credit in 2024 resulting in further reduction of the restricted cash as of 31 December 2024.

Payment by MUN of the Time Loan Non-Revolving Facilities 1 includes previously held funds by BCA amounting to ₱1.3 billion as of 31 December 2023 and was recorded as part of Other Current Assets. This resulted in a net decrease in Other Current Assets by ₱1.2 billion as of 31 December 2024 vs. 2023.

Investments in Associates and Joint Venture recorded a substantial increase of ₱39.9 billion or 168% as there were acquisitions of additional stakes in the Indonesia toll roads particularly the acquisition of 22.9% effective ownership in JTT for a total consideration of approximately ₱39.0 billion.

The service concession assets increased ₱13.8 billion or 7% as driven by the ongoing expansion projects such as CALAX, NLEX-SLEX Connector Road, CAVITEX R1 extension, C5 South Link and NLEX Segment 8.2-Section 1A.

Advances to contractors, consultants and suppliers decreased by ₱810 million or 42% as these advances were already utilized and/or expected to be utilized in the next twelve (12) months, thus, reclassified to current assets.

Accounts payable and other current liabilities decreased by ₱993 million or 6% and mainly attributable to payments made to third party trade payables, contractors and suppliers.

Short-term loans and long-term debt registered a substantial increase of ₱30.3 billion and ₱8.2 billion, respectively, to cover the financing requirements in relation to the acquisition of additional stake in Indonesia toll roads, acquisition of NCI in various associates and subsidiaries, and to finance the ongoing expansion projects at NLEX and MPT South as discussed earlier.

The increase in the accrued retirement costs basically pertains to the net effect of the accrual for the current service cost reduced by the contributions to the plan during the year.

The increase in retained earnings is mainly the impact of the net income attributable to equity holders of MPTC amounting to ₱6.5 billion less the cash dividends of ₱3.7 billion.

The increase in other comprehensive income reserves mainly pertains to the gain in market value of equity instruments.

The decrease in Other Reserves is attributable to the recognition of the premium paid in the acquisition of additional stakes in subsidiaries and associates.

Consolidated Statements of Financial Position as of 31 December 2023 and 2022

<i>(Amounts in ₱ Millions)</i>	31 December		Horizontal Analyses		Vertical Analyses	
	2023	2022	Increase (Decrease) Amount	%	2024	2023
ASSETS						
Current Assets						
Cash and cash equivalents	15,301	11,190	4,111	37%	6%	5%
Restricted cash	15,537	2,302	13,235	575%	6%	1%
Receivables	3,235	2,711	524	19%	1%	1%
Financial assets at FVTPL	1,742	8,827	(7,085)	(80%)	1%	4%
Financial assets at FVOCI	99	107	(8)	(7%)	0%	0%
Due from related parties	70	470	(400)	(85%)	0%	0%
Other current assets	8,295	6,079	2,216	36%	3%	3%
Total Current Assets	44,279	31,686	12,593	40%	16%	13%

(Forward)

Noncurrent Assets

Service concession assets	185,180	165,696	19,484	12%	67%	68%

<i>(Amounts in ₹ Millions)</i>	31 December		Horizontal Analyses		Vertical Analyses	
	2023	2022	Increase (Decrease) Amount	%	2024	2023
Investments in associates and joint venture	23,782	23,736	46	0%	9%	10%
Goodwill and other intangible assets	10,154	9,792	362	4%	4%	4%
Property and equipment	3,333	3,225	108	3%	1%	1%
Financial assets at FVOCI	1,816	1,963	(147)	(7%)	1%	1%
Advances to contractors, consultants and suppliers	1,909	2,917	(1,008)	(35%)	1%	1%
Investment properties	832	796	36	5%	0%	0%
Deferred tax assets - net	126	29	97	334%	0%	0%
Other noncurrent assets	3,150	3,317	(167)	(5%)	1%	1%
Total Noncurrent Assets	230,282	211,471	18,811	9%	84%	87%
TOTAL ASSETS	274,561	243,157	31,404	13%	100%	100%

LIABILITIES AND EQUITY

Current Liabilities

Accounts payable and other current liabilities	17,704	13,838	3,866	28%	6%	6%
Income tax payable	686	577	109	19%	0%	0%
Short-term loans	3,530	530	3,000	566%	1%	0%
Current portion of:						
Long-term debt	25,212	9,865	15,347	156%	9%	4%
Provisions	1,294	1,447	(153)	(11%)	0%	1%
Due to related parties	8	7	1	14%	0%	0%
Consumer financing liabilities	15	4	11	275%	0%	0%
Total Current Liabilities	48,449	26,268	22,181	84%	18%	11%

Noncurrent Liabilities

Noncurrent portion of:

Long-term debt	123,537	127,621	(4,084)	(3%)	45%	52%
Service concession fees payable	17,750	18,035	(285)	(2%)	6%	7%
Provisions	762	421	341	81%	0%	0%
Due to related parties	565	570	(5)	(1%)	0%	0%
Consumer financing liabilities	3	4	(1)	(25%)	0%	0%
Deferred tax liabilities – net	3,314	3,021	293	10%	1%	1%
Accrued retirement costs	474	451	23	5%	0%	0%
Other noncurrent liabilities	125	148	(23)	(16%)	0%	0%
Long-term incentive plan payable	185	724	(539)	(74%)	0%	0%
Total Noncurrent Liabilities	146,715	150,995	(4,280)	(3%)	53%	62%
Total Liabilities	195,164	177,263	17,901	10%	71%	73%

(Forward)

(Amounts in ₱ Millions)	31 December		Horizontal Analyses		Vertical Analyses	
	2023	2022	Increase (Decrease) Amount	%	2024	2023
Equity						
Capital stock	6,779	8,783	(2,004)	(23%)	2%	4%
Additional paid-in capital	32,730	43,778	(11,048)	(25%)	12%	18%
Deposits for future stock subscription	1	1	-	0%	0%	0%
Equity adjustment on reverse acquisition	(581)	(581)	-	0%	0%	0%
Retained earnings	20,524	19,052	1,472	8%	7%	8%
Treasury shares	(137)	(13,746)	13,609	(99%)	0%	(6%)
Other comprehensive income reserve	51	812	(761)	(94%)	0%	0%
Other reserves	2,564	(2,733)	5,297	(194%)	1%	(1%)
Total equity attributable to equity holders of the Parent	61,931	55,366	6,565	12%	23%	23%
Non-controlling interests	17,466	10,528	6,938	66%	6%	4%
Total Equity	79,397	65,894	13,503	20%	29%	27%
TOTAL LIABILITIES AND EQUITY	274,561	243,157	31,404	13%	100%	100%

Total assets increased 13% from ₱243 billion as of 31 December 2022 to ₱275 billion as of 31 December 2023 mainly driven by the increase in service concession assets as the company continues with the construction of various expansion projects.

Cash and cash equivalents showed a net increase of ₱4.1 billion or 37% driven by higher operating net cash inflows as a result of increase in traffic volume and revenues versus last year.

The increase in restricted cash by ₱13.2 billion pertains to the amount allotted for the payment of the loan obtained by MUN particularly the Time Loan Non-Revolver Facilities 1 and 2 which was subsequently paid in 2024.

Receivables showed an increase of ₱524 million or 19% which is attributable to the increase in trade receivables from third parties, nontrade and other receivables which are normally collected within a year.

The financial assets classified as financial assets at fair value through profit or loss (FVTPL) was reduced to ₱1.7 billion from ₱8.8 billion mainly as a result of sale and maturity of the unit investment trust fund (UITFs).

Due from related parties decreased by ₱400 million or 85% as there were collections of receivables such as the receivables from PLDT / Smart in relation to the utility facility contracts for the installation of fiber optic cables in the company's expressways and installation of microcells inside the company's right of way.

Other current assets increased by ₱2.2 billion or 36% and this was mainly driven by the increase in the input VAT. The increase was also attributable to the funds held by a third party in PT Bank Digital BCA amounting to ₱1.3 billion as of 31 December 2023 for the settlement of MUN's loan. The aforesaid loan was subsequently paid on January 2, 2024.

Service concession assets increased by ₱19.5 billion or 12% mainly due to projects in both NLEX Corporation and MPT South such as the NLEX-SLEX Connector Road, CALAX, and C-5 South Link. There were also toll plaza improvement and expansion projects as well as bridge retrofitting works at NLEX.

The increase in goodwill and other intangible assets mainly pertains to the software costs in relation to the company's accounting, reporting, and asset management systems.

The decrease in the financial assets classified as financial assets at fair value through other comprehensive income (FVOCI) by ₱147 million or 7% was a result of the change in fair value of unquoted equity shares.

Also, the advances to contractors, consultants and suppliers decreased by ₱1.0 billion or 35% as these advances were utilized in relation to the various expansion projects.

The decrease in other noncurrent assets by ₱167 million or 5% is attributable to the decrease in the carrying amount of deferred project costs and deferred input VAT.

The accounts payable and other current liabilities increased by ₱3.9 billion or 28% due to increase in payables to third party suppliers and contractors in relation to the company's expansion projects. The customers' deposit which represents amounts received from post-paid customers of Easytrip also recorded an increase of ₱333 million or 25%. Interest payable also increased by ₱451 million or 37% as there were additional loans availed during the year.

Income tax payable increased by ₱109 million or 19% due to higher revenues and taxable income for the year.

Short term loan increased to ₱3.5 billion from ₱0.5 billion as there were two (2) short-term loans availed by NLEX Corporation totaling ₱3.0 billion to bridge finance its capital expenditures.

Long-term debt increased by ₱11.3 billion or 8% to partially finance the expansion projects such as CALAX and various capital expenditures of the company and its subsidiaries. Some of the proceeds were also used to partially fund the acquisition of additional stake in Indonesia toll roads.

The increase in total Provisions (both current and noncurrent) by ₱188 million or 10% is mainly attributable to the additional provision for heavy maintenance particularly for NLEX.

The amount of service concession fees payable recorded a net decrease of ₱285 million or 2% as a result of the remeasurement in relation to the progress of CALAX construction. As of 31 December 2022, the expected next payment for the service concession fee is in 2025. As a result, the service concession fees payable was remeasured based on the discounted value of expected future cash flows using the prevailing peso interest rates as of 31 December 2023.

The increase in the accrued retirement costs basically pertains to the current service cost and interest accrued, less the contributions to the retirement plan during the year.

The movements in the capital stock, additional paid-in capital (**APIC**) and treasury stocks for the year 2023 are as follows:

- On 27 December 2022, the Parent Company (**MPTC**), filed an application with the SEC an amendment to its Articles of Incorporation to decrease its authorized capital stock by ₱2,083.9 million and to reclassify all of 761,333 preferred shares to common shares. The aforesaid application was approved by SEC on 2 February 2023. The decrease in authorized capital stock resulted in the retirement of treasury shares amounting to ₱13,608.8 million. The difference of ₱11,525.0 million was charged to APIC.
- MPTC entered into subscription agreements with MPIC on 21 July 2023 and 4 September 2023. MPIC subscribed to an aggregate of 265,166 common shares at a subscription price of ₱2,100 per common share, or a total consideration of ₱556.8 million. As a result of new share issuance, MPTC's issued shares increased by 265,166 common shares with a par value of ₱79.5 million. The APIC from this transaction amounted to ₱477.3 million.

The increase in retained earnings is mainly the result of the net income attributable to equity holders of MPTC amounting to ₱5.0 billion, less cash dividends of ₱3.6 billion.

The other comprehensive income reserve decreased by ₱761 million or 94% due to loss from exchange differences on translation of foreign operations, and loss in the fair value of equity instruments at FVOCI.

The other reserves recorded an increase of ₱5.3 billion mainly as a result of disposal of a portion of stake in MUN which resulted in a gain recorded under other reserves.

Consolidated Statements of Cash Flows

Six-month periods ended 30 June 2025 and 30 June 2024

<i>(Amounts in ₱, Millions)</i>	For the six-month periods ended 30 June	
	2025	2024
Net cash flows from operating activities	8,238	7,974
Net cash flows (used in) from investing activities	(5,829)	3,632
Net cash flows from (used in) financing activities	2,051	(16,635)
Net increase (decrease) in cash and cash equivalents	4,460	(5,029)
Effect of exchange rate changes on cash and cash equivalents	1,111	(1,516)
Cash and cash equivalents at beginning of the period	9,530	15,301
Cash and cash equivalents at end of the period	15,101	8,756

Cash and cash equivalents as of 30 June 2025 stood at ₱15.1 billion, almost double as compared to the ending balance as of 30 June 2024.

The net cash flows from operating activities were both positive for the six-month period 30 June 2025 and 2024 and these were attributable to higher revenues and EBITDA.

The notable components of the cash flows from investing activities are as follows:

Investing Activities <i>(Amounts in ₱ Millions)</i>	Six-Month Periods Ended 30 June	
	2025	2024
Acquisition of financial assets at FVTPL	(3,281)	(6,040)
Additions to service concession assets	(6,974)	(8,924)
Proceeds from sale or maturity of financial assets at FVTPL	3,928	6,084
Decrease in funds restricted for debt servicing account	29	13,174

Please refer to the discussion above (under consolidated financial position) as to the projects that contributed to the increase in service concession assets.

The net cash flows from (used in) financing activities were basically driven by the movements in the short-term and long-term debt as well as the corresponding interest and financing costs.

Below are the key movements under financing activities:

Financing Activities <i>(Amounts in ₱ Millions)</i>	Six-Month Periods Ended 30 June	
	2025	2024
Proceeds from long-term debts and short-term loans	23,817	13,375
Cash outflow from disposal of interest in a subsidiary	-	(211)
Payments of:		
Long-term debts and short-term loans	(5,581)	(21,709)
Interest on long-term debts and short-term loans	(6,329)	(2,454)
Dividends to stockholders	(984)	(1,134)
Dividends to non-controlling stockholders	(1,104)	(921)
Debt issue costs	(121)	(45)
Principal portion of lease liabilities and related interest	(24)	(148)
Acquisition of non-controlling interest	(7,623)	(3,388)

Year Ended 31 December 2024 and 31 December 2023

<i>(Amounts in ₱, Millions)</i>	Years Ended 31 December	
	2024	2023
Net cash flows from operating activities	15,488	18,960
Net cash flows used in investing activities	(37,895)	(27,132)
Net cash flows from financing activities	15,864	11,950
Net (decrease) increase in cash and cash equivalents	(6,543)	3,778
Effect of exchange rate changes on cash and cash equivalents	772	333
Cash and cash equivalents at beginning of the year	15,301	11,190
Cash and cash equivalents at end of the year	9,530	15,301

Cash and cash equivalents as of 31 December 2024 is at ₱9.5 billion compared to ₱15.3 billion as of 31 December 2023 mainly due to utilization of funds for the expansion projects.

The net cash flows from operating activities for the year ended 31 December 2024 showed a decrease versus 2023 mainly due to payments made for the accounts payable and other current liabilities. The operating income before working capital changes in 2024 is ₱21.0 billion in 2024 versus ₱18.1 billion in 2023. This is mainly driven by the higher revenues and EBITDA.

The key items under investing activities are as follows:

Investing Activities <i>(Amounts in ₱ Millions)</i>	Years Ended 31 December	
	2024	2023
Acquisition of financial assets at FVTPL	(11,572)	(16,032)
Acquisition of stake in associates	(39,891)	-
Additions to service concession assets	(12,105)	(20,766)
Proceeds from sale or maturity of financial assets at FVTPL	11,210	23,187
Released (restricted) cash for debt servicing account	13,142	(13,187)

Refer to the discussion above (under consolidated financial position) as to the projects that contributed to the increase in service concession assets.

The net cash flows from (used in) financing activities were basically driven by the movements in the short-term and long-term debt, interest and financing costs and dividends.

Below are the major items under financing activities:

Financing Activities <i>(Amounts in ₱ Millions)</i>	Years Ended 31 December	
	2024	2023
Proceeds from long-term debts and short-term loans	75,123	19,833
Proceeds from dilution of interest in a subsidiary	-	11,926
Payments of:		
Long-term debts and short-term loans	(36,518)	(6,686)
Interest on long-term debts and short-term loans	(10,357)	(8,467)
Dividends to stockholders	(3,686)	(3,561)
Dividends to non-controlling stockholders	(1,906)	(1,558)
Acquisition of non-controlling interest	(6,052)	-

Year Ended 31 December 2023 and 31 December 2022

<i>(Amounts in ₱, Millions)</i>	Years Ended 31 December	
	2023	2022
Net cash flows from operating activities	18,960	11,948
Net cash flows used in investing activities	(27,132)	(38,027)
Net cash flows from financing activities	11,950	24,779
Net increase (decrease) in cash and cash equivalents	3,778	(1,300)
Effect of exchange rate changes on cash and cash equivalents	333	10
Cash and cash equivalents at beginning of the year	11,190	12,480
Cash and cash equivalents at end of the year	15,301	11,190

Cash and cash equivalents as of 31 December 2023 is at ₱15.3 billion compared to ₱11.2 billion as of 31 December 2022 mainly due to higher revenues and operating income as the economy continues to recover post-pandemic.

The net cash flows from operating activities for the year ended 31 December 2023 climbed to ₱19.0 billion compared to ₱11.9 billion for the same period in 2022.

Below are the notable movements under investing activities:

<i>(Amounts in ₱ Millions)</i>	Years Ended 31 December	
	2023	2022
Acquisition of financial assets at FVTPL	(16,032)	(16,086)
Acquisition of associates	-	(15,250)
Additions to service concession assets	(20,766)	(17,181)
Proceeds from sale or maturity of financial assets at FVTPL	23,187	10,794

Please refer to the discussion above (under consolidated financial position) as to the projects that contributed to the increase in service concession assets.

The net cash flows from financing activities consisted of the following:

<i>(Amounts in ₱ Millions)</i>	Years Ended 31 December	
	2023	2022
Proceeds from long-term debts and short-term loans	19,833	45,972
Proceeds from dilution of interest in a subsidiary	11,926	-
Payments of:		
Long-term debts and short-term loans	(6,686)	(10,516)
Interest on long-term debts and short-term loans	(8,467)	(6,943)
Dividends to stockholders	(3,561)	(2,010)
Dividends to non-controlling stockholders	(1,558)	(1,315)

SHAREHOLDER STRUCTURE

As of 26 September 2025, the Issuer has 22,527,001 common shares outstanding. See the notes to the Audited Consolidated Financial Statements and Audited Interim Consolidated Financial Statements for more information. The shareholdings of the Issuer's directors, officers, and substantial shareholders as of 26 September 2025 are set out in the table below. The table below includes the shareholdings of substantial shareholders as filed publicly with the PSE and to the best of the Issuer's knowledge.

Shareholders

The following are the Issuer's shareholders and their corresponding number of shares held as of 26 September 2025:

Class of Shares	Name	No. of shares held	Percent of outstanding common shares
Common	Metro Pacific Investments Corporation	22,506,684	99.90%
Common	Ateneo Scholarship Foundation, Inc.	3,049	0.01%
Common	First Omega Property, Inc.	2,987	0.01%
Common	G.D. Tan & Company, Inc.	750	0.00%
Common	Venture Securities, Inc.	570	0.00%
Common	UBP Securities, Inc.	518	0.00%
Common	James Uy, Inc.	481	0.00%
Common	Jose Sangalang	451	0.00%
Common	Benjamin CO CA & Company, Inc.	432	0.00%
Common	Uy-Tioco & Co., Inc.	431	0.00%
Common	Vicente Goquiolay & Co., Inc.	406	0.00%
Common	R. Coyuito Securities, In.	356	0.00%
Common	E. Santamaria & Co., Inc.	355	0.00%
Common	Squire Securities, Inc.	326	0.00%
Common	L.M. Garcia & Associates, Inc.	286	0.00%
Common	Tiong Securities Corporation	270	0.00%
Common	Fortune Securities, Inc.	246	0.00%
Common	Island Securities, Inc.	246	0.00%
Common	R.C. Lee Securities, Inc.	243	0.00%
Common	J.T. Flores JR. & Co., Inc.	203	0.00%
Common	Others (Filipino)	7,660	0.03%
Common	Others (Foreign)	50	0.00%

Security ownership of certain record owners (of more than 5%) as of 26 September 2025

Class of Shares	Name	No. of shares held	Percent of outstanding common shares
Common	Metro Pacific Investments Corporation	22,506,684	99.90%

Common shares of Directors and Officers as of 26 September 2025

Name	No. of common shares held	Percent of total outstanding common shares
<i>Directors</i>		
Manuel V. Pangilinan.....	1	0.00%
Gilbert Gabriel F. Santa Maria	1	0.00%
Jose Ma. K. Lim	1	0.00%
Victorico P. Vargas	1	0.00%
Brian Matthew P. Cu	1	0.00%
June Cheryl A. Cabal-Revilla.....	1	0.00%
Alex Erlito S. Fider	1	0.00%

Yoshitoshi Iwami	1	0.00%
Marisa V. Conde	1	0.00%
Arlyn S. Villanueva.....	1	0.00%
Artemio V. Panganiban	1	0.00%
Total	11	0.00%

Officers

Manuel V. Pangilinan.....	1	0.00%
Gilbert Gabriel F. Santa Maria	1	0.00%
Alex Erlito S. Fider	1	0.00%
Frances Joanne M. Riturban.....	0	0.00%
Marisa V. Conde	1	0.00%
Total	4	0.00%

Except as disclosed above, there are no other relationships between the Issuer's directors, officers and its substantial shareholders.

Except as disclosed above, the Issuer is not directly or indirectly owned or controlled by another corporation, any government or other natural or legal person, whether severally or jointly. There is no known arrangement, the operation of which may, at a subsequent date, result in a change in the control of the Issuer.

MANAGEMENT

DIRECTORS

The Board of Directors is responsible for overall management and direction. The Board of Directors meets on a quarterly basis, or more frequently as required, to review and monitor the Group's financial position and operations. The Articles of Incorporation provide that the Board of Directors will consist of thirteen Directors. The Issuer currently has 2 independent directors. The registered address for each of the Directors is 5th Floor, Rockwell Business Center, Tower 1, Ortigas Avenue, Pasig City, Metro Manila, Philippines.

The following sets forth information regarding the Directors as of 26 September 2025:

Office	Name	Date of Appointment
Chairman	Manuel V. Pangilinan	12 November 2008
President and Chief Executive Officer	Gilbert Gabriel F. Santa Maria	01 September 2025
Director.....	Jose Ma. K. Lim	16 November 2024
Director.....	Victorico P. Vargas	27 November 2024
Director.....	Brian Matthew P. Cu	28 July 2021
Director.....	June Cheryl A. Cabal-Revilla	01 December 2020
Director.....	Yoshitoshi Iwami	28 January 2025
Director.....	Marisa V. Conde	26 September 2025
Director (Independent)	Arlyn S. Villanueva	31 July 2009
Director (Independent)	Artemio V. Panganiban	19 January 2011
Director and Corporate Secretary	Alex Erlito S. Fider	27 November 2024

Notes:

(1) Mr. Gilbert Gabriel F. Santa Maria was elected as President and Chief Executive Officer on 01 September 2025.

(2) Mr. Alex Erlito S. Fider was first elected as Corporate Secretary on 12 November 2008.

(3) Ms. Marisa V. Conde was elected as Director on 26 September 2025.

(4) None of the Directors or executive officers are related to each other or to the substantial shareholders, save that the following Directors are also Directors and/or executive officers of the parent company, MPIC, as follows: (i) Mr. Manuel V. Pangilinan – Chairman, President and CEO; (ii) Ms. June Cheryl A. Cabal-Revilla – Director, Chief Finance Officer, and Risk and Sustainability Officer; and (iii) Mr. Yoshitoshi Iwami – Director.

(5) There are currently two (2) vacant Board seats, which are allocated for additional Independent Directors pursuant to the Revised Manual on Corporate Governance of the Issuer.

Certain information on the business and working experiences of the Directors is set out below:

Manuel V. Pangilinan, age 79, Filipino

Mr. Pangilinan assumed chairmanship of the Issuer on 12 November 2008. He is also the President and CEO of Metro Pacific Investments Corp. (MPIC), PLDT Inc., and Smart Communications, and continues to serve as their Chairman concurrently. He also serves as Chairman, Vice Chairman, or Board of Director of Manila Electric Company (Meralco), MPIC, Mediaquest Inc., Associated Broadcasting Corp. (TV5), Philex Mining Corp., Metro Pacific Holdings, Inc., Philex Petroleum Corp., NLEX Corporation (formerly Manila North Tollways Corp.), Maynilad Water Services, Inc., Landco Pacific Corp., Metro Vantage Properties, Inc., Medical Doctors, Inc. (owner and operator of Makati Medical Center), Manila Medical Services, Inc., and Colinas Verdes Hospital Managers Corp. (operator of Cardinal Santos Medical Center). In 2012, he was appointed as Vice Chairman of Roxas Holdings Inc., which owns and operates the largest sugar milling operations in the Philippines.

Mr. Pangilinan founded First Pacific in 1981 and serves as its Managing Director and CEO. Within the First Pacific Group, he holds the position of President Commissioner of P.T. Indofood Sukses Makmur, the largest food company in Indonesia.

For civic duties, Mr. Pangilinan sits as Chairman of the Philippine Business for Social Progress, PLDT-Smart Foundation Inc., One Meralco Foundation Inc., and Co-Chairman of the Philippine Disaster Resilience Foundation, and is a Director of the Philippine Business for Education. He is Chairman of the Board of Trustees of San Beda College and Co-Chairperson of the Board of Trustees of Stratbase Albert del Rosario Institute and the U.S. – Philippine Society.

In sports, Mr. Pangilinan is Chairman of the MVP Sports Foundation, Inc. and Chairman Emeritus of the Samahang Basketbol ng Pilipinas.

Gilbert Gabriel F. Santa Maria, age 59, Filipino

Mr. Santa Maria has been a Director of the Issuer since 01 September 2025. Mr. Santa Maria has been a Partner at LSM Ventures LLC since 2018. Previously, he was the President and Chief Operating Officer at Philippine Airlines, where he helped the company navigate the Chapter 11 process from 2019 until 2022. Before this, Mr. Santa Maria was COO at IBEX Limited and held senior leadership roles at IQ BackOffice, Stream Global Services, and eTelecare Global Solutions. Earlier in his career, Mr. Santa Maria was an Associate at Booz Allen & Hamilton and later held management roles at PepsiCo. In 1987, Mr. Santa Maria earned a BS in Electrical Engineering from the University of the Philippines and in 1991, an MBA in Operations and Finance from the Yale School of Management. Mr. Santa Maria also has a Master's in Public and Private Management from Yale University School of Management, Yale University.

Mr. Santa Maria is currently a trustee in the UP Engineering and Development Foundation Inc. and a member to the board of advisers of the Yale School of Management Alumni.

Jose Ma. K. Lim, age 73, Filipino

Mr. Lim has been a Director of the Issuer since 12 November 2008, and appointed as the President and Chief Executive Officer on 01 March 2025. He joined the MPIC Group (which was then called Metro Pacific Corporation or MPC) in 1995 as Treasury Vice President of the Fort Bonifacio Development Corporation (then a subsidiary of MPC). He was later appointed as its Chief Finance Officer in 2000. In 2001, he assumed more responsibility for the Issuer as he concurrently served as Vice President and Chief Finance Officer of MPC.

Mr. Lim currently acts as a Director in the following MPIC subsidiary and affiliate companies: Beacon Electric Asset Holdings Incorporated, Meralco, Metro Pacific Tollways Corporation, the Issuer, Light Rail Manila Corporation, AF Payments Inc., Indra Philippines, Medical Doctors Incorporated, and Colinas Verdes Hospital Managers Corporation.

He is a founding member of the Shareholders Association of the Philippines and serves as the Chairman of MetPower Ventures Partners Holdings, Inc. Mr. Lim is also a Strategic Adviser and a Board of Director in Metro Pacific Investments Corporation. Mr. Lim is a founding member of the Shareholders Association of the Philippines. He is also an active member of the Management Association of the Philippines where he served as Vice-Chair of the Good Governance Committee from 2007 to 2009.

Prior to joining the MPIC Group, he built himself a solid reputation in foreign banking institutions as Vice President of the Equitable Banking Corporation and Director for Investment Banking of the First National Bank of Boston.

For five consecutive years from 2012-2016, he was conferred the Best CEO for Investor Relations by Corporate Governance Asia.

Mr. Lim earned his Bachelor of Arts degree in Philosophy from Ateneo de Manila University and his Master of Business Administration degree from the Asian Institute of Management.

Victorico P. Vargas, age 73, Filipino

Mr. Vargas has been a Director of the Issuer since 27 November 2024. Mr. Vargas holds chairmanship or directorship in Metro Pacific Investments Corporation, Metro Pacific Tollways Corporation, PLDT Global Corp., TV5 Network, Inc., Hastings Holdings, Inc., Cignal TV, Inc., Philstar Daily, Inc., Meralco, Smart Communications, Inc., Beacon Electric Asset Holdings, Inc., Media5 Marketing Corporation, and MQuest Ventures, Inc.

He also serves as the President of Talas Data Intelligence Inc. and a Trustee in First Pacific Leadership Academy, MVP Sports Foundation, Inc., and PLDT Smart Foundation.

Mr. Vargas is involved in the sports industry, acting as a Director in World Boxing Council, Philippine Basketball Association, and Association of Boxing Alliances in the Philippines.

Mr. Vargas joined the MPIC Group in 2003 as an Asset Protection and Management Group Head in PLDT, Inc. and was involved in the Human Resources and Transformation offices throughout his stay. In 2010, he became part Maynilad Water

Services, Inc. and was appointed as the President and Chief Executive Officer. Concurrent to this position in the same year, Mr. Vargas was also nominated as a Director of MPIC. He also held the position of President of the Philippine Olympic Committee from 2018 to 2019 and Association of Boxing Alliances in the Philippines from 2009 to 2021. Prior to joining the MPIC Group, Mr. Vargas started as a Human Resources Manager in Colgate Palmolive Philippines in 1983.

Mr. Vargas graduated with a Bachelor of Science degree in Psychology from the University of Santo Tomas.

Brian Matthew P. Cu, age 42, Filipino

Mr. Cu has been a Director of the Issuer since 28 July 2021. He is the Chief Executive Officer and Co-Founder of Sarisuki, founded in 2020. Mr. Cu is a Board Member in Metro Pacific Tollways Corporation, W Fund Management Inc., and Cebu Air Inc.

Mr. Cu Founded and Co-Founded several companies such as MyTaxi.PH, Inc (Grab Philippines), Yescredit, BF Jade E-Services Philippines, Inc., and Zalora. He was also Chief Finance Officer, Chief Technology Officer, and Founder of the PT GoTo Gojek Tokopedia Tbk, the ride-hailing company in Indonesia considered as a tech-giant.

Mr. Cu earned his Bachelor's degree in Business Administration, Major in Finance, from National University of Singapore. He also took up a Minor degree in Techno-Entrepreneurship from the University of Pennsylvania in the United States.

June Cheryl A. Cabal-Revilla, age 52, Filipino

Ms. Cabal-Revilla has been a Director of the Issuer since 01 December 2020. She is an Executive Director and the Chief Finance, Risk and Sustainability Officer of MPIC. Apart from Maynilad, she is concurrently a Board of Director of all MPIC subsidiaries – Meralco, Metro Pacific Tollways Corporation, Light Rail Manila Corporation, Landco Pacific Corporation, among others. She is also the President and Chief Executive Officer of mWell, MPIC's digital healthcare arm.

Prior to joining MPIC, she held various executive leadership positions at the PLDT Group, the Philippines' largest fully integrated telco company. She was the former Senior Vice President and Group Controller, and Chief Sustainability Officer of the PLDT Group and the Chief Finance Officer of Smart, Cignal, and in a number of subsidiaries and affiliates of PLDT, Smart & ePLDT.

She is an Appointed Member of the Financial Reporting and Sustainability Standards Council of the Philippines, the accounting and sustainability standards-setters in the country, since 2010 for FRSC. She was conferred the Accountancy Centenary Award of Excellence (One of the 100 Notable CPAs) in early 2023 by the Philippine Board of Accountancy. She was also hailed as Asian Institute Management Triple A Awardee in 2020 – 145 awardees out of 45,000 graduates. Chaye has received several Best CFO, Best CSO and Top CEO awards by reputable institutions from Singapore, Hong Kong, Malaysia and the Philippines. She was an awardee of the Ten Outstanding Young Men in 2013 and the incumbent President of TOYM Foundation. In 2023, she was conferred the Most Influential Filipina Woman in the World at the Filipina Leadership Global Summit in Prague, Czech Republic.

She is the Founding Chair of Gabay Guro, the Philippines' biggest and longest-running education advocacy program for teachers.

Prior to joining PLDT as Executive Trainee in the Finance Group in 2000, she was a Senior Associate in the Business Audit and Advisory Group of SGV & Co. She received her Bachelor of Science degree in Accountancy from De La Salle University and Master's Degree in Business Management, Major in Finance, from Asian Institute of Management. She also finished her Executive Program in the Stanford Graduate School of Business in 2018. In 2022, she also took the Swedish Institute Management Program and the Innovative Dynamic Education and Action for Sustainability, a transformational leadership program of the MIT Management Sloan School.

Alex Erlito S. Fider, age 72, Filipino

Mr. Fider has been a Director of the Issuer since 21 November 2024, and has been its Corporate Secretary since 12 November 2008. Mr. Fider is a founding partner of and a special counsel of Picazo Buyco Tan Fider Santos & Dee Law Offices. Mr. Fider is elected as a corporate secretary of the Company and its subsidiaries, namely, NLEX Corporation, Cavite Infrastructure Corporation, Cebu Cordova Link Expressway Corporation, Dibztech, Inc., Metro Pacific Tollways Digital, Inc., Metro Pacific Tollways Vizmin Corporation, Metro Strategic Infrastructure Holdings, Inc., MPCALA

Holdings Inc., MPT Mobility Corporation (formerly NLEX Ventures Corporation), Metro Pacific Tollways South Corporation, Metro Pacific Tollways South Management Corporation, and Savvice Corporation.

Mr. Fider likewise holds directorships in Cignal Cable Corporation, Cignal TV, Inc., Media5 Marketing Corporation, Mediaquest Holdings, Inc., Medvision Resources Inc., MQ Play, Inc., MQuest Ventures, Inc. (formerly Studio5, Inc.), Nation Broadcasting Corporation of the Philippines, Newport Structures Philippine Holdings, Inc., Maynilad Water Holding Company, Inc., Outperform Holdings, Inc., Pacific Aurora Plantation Corporation, Perihelion, Inc., Roxas Holdings, Inc., Telemedia Business Ventures Inc., Upbeam Investments Inc., Valhala Investments Holdings, Inc., First Agri Holdings Corporation, First Coconut Manufacturing Inc., BTF Holdings, Inc., Businessworld Publishing Corporation, and CABP Holding, Inc.

Mr. Fider also acts as corporate secretary to the following companies: Smart Communications, Inc., CABP Holding, Inc., Canon Business Process Services, Inc., Digital Telecommunication Phils., Inc., Digitel Mobile Phils., Inc., First Agri Holdings Corporation, First Coconut Manufacturing Inc., Great Discovery Holdings, Inc. Maya Bank, Inc., Maya Philippines, Inc. (formerly PayMaya Philippines, Inc.), Maynilad Water Holding Company, Inc., Maynilad Water Services, Inc., Greater Pampanga Power Corporation, Leechiu Holdings, Inc., Leechiu Property Consultants, Inc., Manila Metropolitan Cathedral-Basilica Foundation, Inc., Multipay Corporation, Multisys Technologies Corporation, Outperform Holdings, Inc., Ovialand, Inc., Pacific Aurora Plantation Corporation, PayMaya Finserve Corporation, Voyager FinServe Corporation, Pilipinas Enterprise Management Holdings, Inc. (PEMHI), Rufino Pacific Tower Condominium, and Voyager Innovations, Inc.

Mr. Fider is a trustee of Alagang Kapatid Foundation, Board of Trustees for the Account of the Beneficial Trust Fund Created Pursuant to the Benefit of PLDT Co., and Manila Metropolitan Cathedral-Basilica Foundation, Inc.

Mr. Fider received his Bachelor of Laws degree from the Univeristy of the Philippines in 1984 and was admitted to the bar in 1985. He is a Fellow of the Australian Institute of Company Directors. He obtained his degree in A.B. Economics in 1975 from the University of the Philippines.

Yoshitoshi Iwami, age 50, Japanese

Mr. Iwami has been a Director of the Issuer since 28 January 2025. Mr. Iwami is an officer and businessman and is the Chairman of the Board, President, and Chief Executive Officer of Mit-Pacific Infrastructure Holdings Corporation.

Mr. Iwami also holds directorships in Mit-Pacific Infrastructure Capital Corporation and Metro Pacific Investments Corporation. Mr. Iwami was previously employed by and held various positions in Mitsui & Co., Ltd., Tokyo Headquarters Office, Mitsui & Co., Ltd., Mitsiam International, Limited, MIT Power Canada Investment Inc., Mit-Power Capitals (Thailand) Limited, and Mitsui & Co. (Asia Pacific) Pte. Ltd. Manila branch.

Mr. Iwami obtained his Bachelor Degree of Law from Keio University in Japan.

Marisa V. Conde, age 54, Filipino

Ms. Conde has been a Director of the Issuer since 26 September 2025 and the Officer-in-Charge Chief Finance Officer and Treasurer of the Issuer since 1 September 2025. Ms. Conde also holds directorships in Metro Pacific Investments Foundation, Inc., Beacon Electric Asset Holdings, Inc., LogisticsPro, Inc., Metro Pacific Light Rail Corporation, Light Rail Manila Holdings Inc., OneLogistics, Inc., KM Infrastructure Holdings, Inc., Razor Crest Storage Infrastructure Holdings Corporation, Metro Pacific Agro Ventures, Inc., MetPower Venture Partners Holdings, Inc., and MetroPac Apollo Holding, Inc.

Ms. Conde also holds various positions and memberships in the Board of Directors of the following companies: MetroPac Logistics Company, Inc., MetroPac Trucking Company, Inc., PremierTrucking, Inc., MetroPac Property Holdings, Inc., MetroPac Movers, Inc., Metro Pacific Resource Recovery Corporation, TruckingPro, Inc., PremierLogistics, Inc., MetPower Venture Partners Holdings, Inc., Metro Vantage Properties, Inc., Surallah Biogas Ventures Corp., Iloilo Waste Recovery Joint Venture Corporation, and Iloilo Waste Recovery Holdings Corporation.

Ms. Conde is affiliated with and/or a member of the following organizations: Philippine Disaster and Resilience Foundation, Inc., Metro Pacific Investments Foundation, Inc., PLDT-Smart Foundation, Inc. - Gabay Guro Program, The Outstanding Young Men (TOYM), Inc., Philippine Badminton Association, Inc.

Ms. Conde obtained her degree in Bachelor of Science in Business Administration, Major in Accounting from the Pamantasan ng Lungsod ng Maynila and a Masters in Business Management from the Asian Institute of Management. She is also a graduate of the Accounting for Sustainability Programme in the Accounting for Sustainability Academy.

Arlyn S. Villanueva, age 69, Filipino

Ms. Villanueva has been an Independent Director of the Issuer since 31 July 2009. She is currently a Partner of the accounting firm, Sicangco Menor Villanueva & Co., CPAs.

Ms. Villanueva is a Director in Metro Pacific Tollways Corporation, NLEX Corporation, and Roxas Holdings, Inc. She also holds membership in organizations such as the Institute of Corporate Directors and the Philippine Institute of Certified Public Accountants.

Ms. Villanueva previously worked as an Examiner for the Professional Regulatory Board of Accountancy of the Professional Regulation Commission.

In her education, Ms. Villanueva earned her Bachelor of Science degree in Accounting from Holy Angel University. She also took up a Master's Degree in Business Management from Ateneo Graduate School of Business and a Doctorate Degree in Business Administration from De La Salle Graduate School of Business. She finished her Executive Management Program from the Harvard Business School. She also attended the INSEAD Business School to complete the Challenges of Leadership Programme.

Artemio V. Panganiban, age 89, Filipino

Mr. Panganiban has been an Independent Director of the Issuer since 19 January 2011. Mr. Artemio Panganiban serves as an Independent Director to multiple listed and non-listed companies, such as Metro Pacific Investments Corporation, Metro Pacific Investments Corporation, Meralco, JG Summit Holdings, Inc., Asian Hospital Inc., GMA Network, Inc., among others. He is the Chairman to the Board of Directors of Arpan Investment and Management Inc. and Pan Philippine Resources Corp., and Chairman of the Board of Trustees of Foundation for Liberty and Prosperity Philippine Judges Foundation.

Mr. Panganiban also serves as the Adviser to the Board of Double Dragon Properties Corporation, Metropolitan Bank and Trust Company, and Metrobank Foundation.

In other organizations, he is the Chairman Emeritus of the Philippine National Committee of the Asean Law Association and Philippine National Committee of the Asean Law Association. Mr. Pangilinan is also the Chairman of the Philippine Center for Diabetes Education Foundation, Inc., Chairman of the Board of Trustees of Foundation for Liberty and Prosperity, and the President of the Association of Retired Justices of the Supreme Court of the Philippines.

Mr. Panganiban was the former Chief Justice of the Philippines from 2005 to 2006. Prior to this, he also served as an Associated Justice in the Supreme Court in 1995.

Mr. Panganiban finished his Associate degree in Arts from Far Eastern University in 1956, obtaining a mark of *Highest Honors*. In 1960, he earned his Bachelor of Laws from the same university, graduating exemplary with *cum laude*. He is also awarded the title *Honoris Causa* by multiple universities, such as the University of Cebu, Angeles University, Bulacan State University, Far Eastern University, and University of Iloilo.

MANAGEMENT AND EXECUTIVE OFFICERS

The following table sets forth the members of the Issuer's senior leadership and other executive officers as of 26 September 2025:

Name	Position	Citizenship	Age
Manuel V. Pangilinan.....	Chairman	Filipino	78
Gilbert Gabriel F. Santa Maria	President and Chief Executive Officer	Filipino	59
Francis Emmanuel D. Rojas	Chief Business Development Officer	Filipino	53
Carlo L. Cagalingan	Chief Digital and Information Officer	Filipino	53
Maria Anthonette V. Allones	Chief Human Resources Officer	Filipino	56
Jan David I. Garcia.....	Chief Legal Officer	Filipino	38

Marisa V. Conde	Office-in-Charge Chief Finance Officer and Treasurer	Filipino	54
Frances Joanne M. Riturban	Assistant Corporate Secretary	Filipino	44

The backgrounds of Manuel V. Pangilinan, Gilbert Gabriel F. Santa Maria, Jose Ma. K. Lim, and Marisa V. Conde are described under “Board of Directors” above.

Francis Emmanuel D. Rojas, age 53, Filipino

Mr. Rojas has been the Chief Business Development Officer of the Issuer since 2013. He holds directorships in the following domestic and foreign subsidiaries of the Issuer: Metro Strategic Infrastructure Holdings, Inc, MPT Mobility Corporation, Cebu Cordova Link Expressway Corporation, Metro Pacific Tollways Vizmin Corporation, MPT Asia, MPT Indonesia Services, PT Nusantara Infrastructure TBK, PT Margautama Nusantara and MPT Vietnam Company Limited.

Prior to joining the senior leadership of the Issuer, Mr. Rojas was employed as an Account Administrator in Citibank N.A., Philippines, an Investment Analyst for Far East Bank and Trust Company, an Associate Director and Senior Director in Ernst & Young Transaction Advisory Services, a Director at Energy Finance Advisors, and a Consultant for Metro Pacific Investments Corporation.

Mr. Rojas obtained his Bachelor of Science in Business Management from Ateneo de Manila University and a Masters in Business Management from the Asian Institute of Management.

Carlo L. Cagalingan, age 53, Filipino

Mr. Cagalingan has been the Chief Digital and Information Officer of the Issuer since November 2020. He holds directorships in Metro Pacific Tollways Digital, Inc. and MPT Mobility Corporation, both wholly-owned subsidiaries of the Issuer.

Prior to joining the senior leadership of the Issuer, Mr. Cagalingan was a Design Engineer and Senior Software Developer for Tuskiden Software Philippines, Inc., a Project Manager, Senior Developer and SAP Consultant for Corporate Information Solutions (CIs), a Senior Manager for Latitude Web Philippines, a Project Manager for Magnus Philippines, MISYS Banking Systems, a Director for Application Development in Seven Seven Global Services, Inc., the Chief Information Officer of AXA Philippines, the Vice President – Information Technology of Star Cruises, the Chief Information Officer for Robinsons Land Corporation, the Chief Information Officer of Sunlife Financial, the Vice President – Information Technology at ADEC Innovations, and an Assistant Vice President – Chief Digital and Information Officer of Metro Pacific Tollways Digital, Inc.

Mr. Cagalingan obtained his Bachelor of Science in Physics and Computer Engineering from Ateneo de Manila University.

Maria Anthonette V. Allones, age 56, Filipino

Ms. Allones has been the Chief Human Resources Officer of the Issuer since December 2024. She holds directorships in Metro Pacific Tollways Digital, Inc. and The Outstanding Young Men of the Philippines Foundation, and is a trustee for the Unibersidad de Sta. Isabel, Naga City.

Prior to joining the senior leadership of the Issuer, Ms. Allones was an Assistant Secretary for Personnel in the Department of National Defense from 2000 to 2001, an Assistant Secretary for the Department of Labor and Employment from 2001 to 2007, an Executive Director – Office of the President in the Career Executive Service Board (CESB) from 2007 to 2020, the Chief Operating Officer of the Tourism Promotions Board from 2020 to 2022, and an Undersecretary of the Department of Migrant Workers from 2022 to 2024.

Ms. Allones is a member of the following organizations: Ateneo De Manila University School of Government, Commission on Higher Education – Technical Panel for Political Science, Career Executive Service Board – Leadership and Management Proficiency Program, Multisectoral Advisory Council – Civil Service Commission, and Multisectoral Advisory Council – Philippine Children’s Medical Center.

Ms. Allones obtained her Bachelor of Arts in Political Science and Bachelor of Laws degrees from the University of the Philippines Diliman. She also secured her Masters in National Security Administration from the National Defense College

of the Philippines. She attended the Lee Kuan Yew Fellows Program from the John Foundation. Kennedy School of Government of Harvard University and was the Commencement Valedictorian in the Lee Kuan Yew School of Public Policy of the National University of Singapore where she obtained her Masters in Public Management. She also attended the Strategic HR Transformation and Organizational Development course in Pennsylvania State University

Jan David I. Garcia, age 38, Filipino

Mr. Garcia has been the Chief Legal Officer of the Issuer since March 2025. Mr. Garcia holds directorships in the following subsidiaries of the Issuer: MPT North, Inc., Metro Pacific Tollways South Corporation, Metro Pacific Tollways South Management Corporation, MPCALA Holdings, Inc., and Cavtex Infrastructure Corporation.

Mr. Garcia was an Associate Lawyer in Picazo Buyco Tan Fider Santos & Dee Law Offices from 2012 to 2016, an Associate General Counsel – Energy in Aboitiz Power Corporation from 2016 to 2017, a Senior Manager and Assistant Vice President for Legal of the Issuer from 2018 to 2024, and a Senior Legal Counsel – Philippine Legal Counsel for Huawei Technologies Phils. Inc. from 2024 to 2025.

Mr. Garcia received his Juris Doctor degree from Ateneo de Manila University - School of Law, graduating Second Honor, and was admitted to the bar in 2013. He is a member of the Philippine Bar Association.

Frances Joanne M. Riturban, age 44, Filipino

Ms. Riturban has been the Assistant Corporate Secretary of the Issuer since 2016. Ms. Riturban is a partner of Picazo Buyco Tan Fider Santos & Dee Law Offices. Currently, Ms. Riturban is elected as an assistant corporate secretary of MPTDI and MSIHI, both subsidiaries of the Issuer.

Ms. Riturban also holds directorships and is corporate secretary of Central Motorpool Support Inc., Interpacific Highway Transport Corporation, Logistics and Transport Research Academic Center Inc., and Pacific Roadlink Logistics Inc. She acts as corporate secretary to the following companies: Comet Partners Holdings Inc., Fatima Philippine Consulting and Holdings Corporation, JBA Primera Corporation, MAP Active Philippines Inc., Mapple Philippines Inc., Raco Commodities Philippines, Inc., Raco Trading (Asia) Development Corporation, Raco Trading Phils., Inc., St. Scho Manila HS Class 97, Inc., and Universal Fashion Philippines Inc.

Ms. Riturban received her Juris Doctor degree from Ateneo de Manila University – School of Law in 2005, graduating with honors, and was admitted to the bar in 2006. In 2009, she obtained her Master of Laws in Law and the Global Economy - U.S. and Asian Business Trade Law from the New York University School of Law and her Master of Laws in Corporate and Financial Services Law from the National University of Singapore.

CORPORATE GOVERNANCE

The Company is firmly committed to upholding the highest standards of corporate governance, as reflected in its foundational documents and governance frameworks. These include the Amended By-Laws, Articles of Incorporation, Codes of Commitment, and the Revised Manual on Corporate Governance (the “**Revised CG Manual**”), among others. These instruments collectively serve as the cornerstone of the Company’s governance practices and compliance with applicable laws, regulations, and ethical standards. It subscribes to the core values of fairness, integrity, transparency, and accountability in its manner of doing business, dealing fairly with its clients, investors, stockholders, customers, and communities affected by its activities and its various business ventures.

The Company’s operations are governed by a well-defined organizational structure supported by comprehensive policies and procedures documented in manuals approved by Management, Board Committees, and the Board. On 11 February 2021, the Company adopted its Revised CG Manual to align with certain provisions of SEC’s Memorandum Circular No. 19, Series of 2016, and in a supplementary manner, certain provisions of SEC’s Memorandum Circular No. 24, Series of 2019.

The Company has institutionalized key governance policies over the years to reinforce its core values and ethical conduct. These include the Code of Business Conduct and Ethics, Conflict of Interest Policy, Whistleblowing Policy, Supplier/Contractor Relations Policy, Gifts, Entertainment and Sponsored Travel Policy, Insider Trading Policy, Gift Giving Policy, Related Party Transactions Policy, Performance Assessment Policy for the Board, Board Committees, and Selected Officers, the Anti-Bribery and Anti-Corruption Policy, and the Policy on the Respect for and Protection of the Rights of People.

Management, together with the following Board Committees, support the Board in discharging its responsibilities. The Company has created the Audit Committee, Nomination, Compensation and Remuneration Committee, Governance and Risk Committee, and Finance Committee.

Audit Committee

The Audit Committee is established to provide independent oversight of the Company's governance, risk management, and internal control practices. This oversight mechanism also serves to provide confidence in the integrity of these practices. The Audit Committee performs its role by providing independent oversight to the governing body, including the Board of Directors.

The Audit Committee shall consist of three (3) members, three of whom, including the chairman, should be independent directors. The Audit Committee is composed of Arlyn S. Villanueva as Chairman, Artemio V. Panganiban, and June Cheryl A. Cabal-Revilla

Nomination, Compensation and Remuneration Committee

The Nomination, Compensation and Remuneration Committee was established to perform functions on: (1) Nomination, which includes the formulation and implementation of a transparent and inclusive Directors' nomination and election policy for the Board's consideration, review and evaluation of the qualifications of all persons nominated by the shareholders to the Board and other appointments that require Board approval, assessing the effectiveness of the Board's processes and procedures in the election or replacement of Directors, assessing the Board's effectiveness in the process of replacing or appointing new Directors and/or members of the Board Committee and implementing the approved nomination procedure; and (2) Compensation and Remuneration, which includes assisting and advising the Board of Directors with respect to the establishment of a formal and transparent procedure for developing a policy on remuneration of Directors and officers to ensure that their compensation and other emoluments and benefits, if any are consistent with the Company's values, culture, strategy, and the business environment in which it operates.

The Nomination, Compensation and Remuneration Committee shall be composed of at least three (3) voting members, one (1) of whom must be an Independent Directors, and one (1) non-voting member in the person of the President or Chief Executive Officer. It is composed of Manuel V. Pangilinan as Chairman, Jose Ma. K. Lim, and Artemio V. Panganiban.

Governance and Risk Committee

The creation of a Governance and Risk Committee as a Board-level committee was established to ensure compliance with the MPTC Revised Manual on Corporate Governance, the Revised Corporation Code and other relevant and related laws, issuances, rules and regulations. More importantly, the Committee is established to ensure that the Board is able to practice sound Corporate Governance, as an ever evolving concept and discipline that includes Enterprise Risk Management and Sustainability.

The Governance and Risk Committee shall be composed of three (3) members of the Board, including the Chairman, majority of whom shall be independent directors of the Company. It is composed of Artemio V. Panganiban as Chairman, Arlyn S. Villanueva, and June Cheryl A. Cabal-Revilla.

Finance Committee

The Finance Committee of the Company is established to safeguard the financial stability and integrity of the Company and its subsidiaries, joint ventures and associates by providing oversight to and strategic guidance on the Company's financial policies and strategies, including capital structure, dividend policy, acquisitions and divestments, treasury management, tax strategy and compliance, financing proposals and material procurement, among others. The Committee shall report directly to the Company's Board of Directors. The Finance Committee shall be composed of seven (7) Members, majority of which shall be non-executive directors. The Finance Committee is currently composed of Manuel V. Pangilinan, Jose Ma. K. Lim, June Cheryl A. Cabal-Revilla, Artemio V. Panganiban, and Arlyn S. Villanueva.

Programs and Achievements

The Company is committed to ongoing corporate governance training for its directors and senior management. The Company, in coordination with other affiliates organizes annual corporate governance enhancement sessions, inviting both internationally renowned and local experts to share their insights and engage with the Board and senior management.

In addition to setting the right “tone at the top,” the Company actively works to “shape the middle” by providing corporate governance training to middle management. This includes the Professional Responsibility and Ethical Decision-Making Workshop, designed to reinforce key governance principles. Furthermore, all employees undergo a corporate governance orientation at the start of their employment to ensure a consistent understanding of the Company’s values and ethical standards.

To further strengthen its governance culture, the Company produces and distributes relevant communication materials. Focus Group Discussions and Perception Surveys are held to gather employees’ perceptions on the state of corporate governance efforts, assess the effectiveness of the programs, and collect feedback on past and current governance themes. These discussions also help identify future themes and appropriate communication methods.

The Company has received the 3G Best Corporate Social Responsibility Award 2025, an international recognition presented by the London-based Cambridge International Finance Advisory (IFA) at the 10th Annual Global Good Governance (3G). The recognition highlights MPTC’s commitment to corporate governance and its pioneering support of the Child Road Traffic Injury Prevention (**CRTIP**) Program.

In addition, it was also honored with the 3G Excellence Award for Advocacy and Commitment to Corporate Governance 2025, as well as the 2023 ESG Business Awards’ Good Governance Award, for its innovative My CG App. This web-based platform enhances employee access to governance resources and streamline disclosures. The My CG App is currently undergoing updates to further improve its functionality and effectiveness in supporting the Company’s commitment to transparent and responsible governance practices.

Enterprise Risk Management

The Company recognizes that effective risk management is integral to sustaining growth, protecting stakeholder value, and supporting long-term business objectives. The Company adopts an Enterprise Risk Management (“**ERM**”) framework that aligns with international standards such as ISO 31000, while also being responsive to the unique operational, regulatory, and market context in which the Group operates.

The Company’s ERM process begins with a clear establishment of context—defining strategic objectives, operating environments, and stakeholder expectations. Risks are identified across all business units, considering both internal and external factors, including political, regulatory, financial, technological, environmental, and operational dimensions.

These risks are assessed using a consistent methodology that considers both likelihood and impact, resulting in inherent and residual risk ratings. Material risks are consolidated at the group level to ensure a comprehensive view of exposures that may affect revenue, profitability, and growth. Risk treatment strategies are then formulated and embedded into business processes.

These may take the form of mitigation measures, control enhancements, or strategic initiatives designed to mitigate vulnerabilities and capitalize on opportunities. The ERM framework also emphasizes continuous monitoring and reporting, ensuring that emerging risks—such as those arising from climate change, technological disruptions, or geopolitical shifts—are proactively addressed.

Recently, the ERM department of MPTC incorporated the identification, assessment, evaluation and consequent mitigation of climate related risks in the overall ERM process. The inclusion of climate related risks is in line with the TCFD (**Task Force on Climate Related Financial Disclosures**) guidelines and requirements for Risk Management.

Governance plays a central role in our ERM approach. Risk management is overseen by the Board of Directors through its designated committees, with regular reporting from management. Risk owners are clearly assigned across the group.

Through this disciplined and integrated ERM framework, the Company aims to build resilience, enable informed decision-making, and reinforce stakeholder confidence in its ability to navigate uncertainties while pursuing sustainable growth.

COMPENSATION OF EXECUTIVE OFFICERS

Name of Officer and Principal Position	Year	Salary (₱)	Bonus (₱)	Other Compensation (₱)
Chief Executive Officer and four highest-compensated executive officers	2024	83,251,880.00	25,040,350.08	1,176,400.00
1. President and CEO ¹³	2023	64,908,240.00	21,674,852.42	983,700.00
2. Chief Finance Officer ¹⁴				
3. HRAD SVP ¹⁵	2022	61,965,325.44	15,491,331.36	594,000.00
4. Business Development Senior Vice President ¹⁶				
5. CCLEC President and General Manager ¹⁷				
All other executive officers and managers as a group (excluding the President and CEO and four highest compensated executive officers)	2024	241,395,180.00	12,449,844.41	1,055,680.44
	2023	36,012,660.00	12,626,563.26	740,012.00
	2022	30,936,884.40	7,557,515.96	276,000.00

COMPENSATION OF DIRECTORS

Standard Arrangements

MPTC directors do not receive any monthly allowance. Currently, only the independent directors receive a per diem for every Board or Board Committee meeting that they attend. The independent director's per diem for attendance in every Board and Board Committee meeting is ₱50,000.00.

Long-Term Incentive Plan

The Group's long-term incentive plan, or LTIP, is a cash plan that is intended to provide meaningful and contingent financial incentive compensation for eligible executives, officers and advisors of the Group, who are consistent performers and contributors to the achievement of the long-term strategic plans and objectives, as well as the functional strategy and goals of the Group. The LTIP is administered by the Executive Compensation Committee and the Board of Directors which has the authority to determine: (a) eligibility and identity of participants; (b) the award attributable to each participant based on the participant's annual base compensation and taking into account such participant's seniority, responsibility level, performance potential, tenure with the MPTC Group, job difficulty and such other measures as the Committee deems appropriate; (c) the level of achievement of the performance objectives; and (d) the actual award payable to each participant based on the level of achievement of the performance objectives. The LTIP payable of the Company will be based on profit targets for the covered performance cycle.

Aside from the foregoing, there are no other arrangements pursuant to which directors of the Company are compensated, or are to be compensated, directly or indirectly by the Company's subsidiaries, for any services provided as a director for 2022, 2023, and 2024.

¹³ For the years 2022 to 2024, the position of President and CEO was held by the following individuals: (i) 01 January 2022 to 31 May 2023 – Rodrigo E. Franco; (ii) 01 June 2023 to 19 November 2024 – Rogelio L. Singson; and (iii) 20 November 2024 to 31 December 2024 – Arrey A. Perez.

¹⁴ For the years 2022 to 2024, the position of Chief Finance Officer was held by the following individuals: (i) 01 January 2022 to 15 November 2024 – Christopher Daniel C. Lizo; and (ii) 16 November 2024 to 31 December 2024 – Luis S. Reñon.

¹⁵ For the years 2022 to 2024, the position of HRAD SVP was held by the following individuals: (i) 01 January 2022 to 19 November 2024 – Baby Lea M. Wong; and (ii) 04 December 2024 to 31 December 2024 – Maria Anthonette Velasco-Allones.

¹⁶ For the years 2022 to 2024, the position of Business Development Senior Vice President was held by Francis Emmanuel D. Rojas.

¹⁷ For the years 2022 to 2024, the position of CCLEC President and General Manager was held by Allan G. Alfon.

Employment Contracts and Termination of Employment and Change-in-Control Arrangements

There are no special employment contracts and termination of employment and change-in-control arrangements between the Company and the named executive officers.

SECURITY OWNERSHIP OF DIRECTORS AND MANAGEMENT

None of the members of the Company's Board of Directors and management owns 2.0% or more of the outstanding capital stock of the Company:

Name or Owners and Position	Nature of Shares Owned		Percentage of Ownership
	Classification	No. of Shares Owned	
Manuel V. Pangilinan	Common	1	Nil
Gilbert Gabriel F. Santa Maria	Common	1	Nil
Jose Ma. K. Lim	Common	1	Nil
Victorico P. Vargas	Common	1	Nil
Brian Matthew P. Cu	Common	1	Nil
June Cheryl A. Cabal-Revilla	Common	1	Nil
Yoshitoshi Iwami	Common	1	Nil
Arlyn S. Villanueva	Common	1	Nil
Artemio V. Panganiban	Common	1	Nil
Alex Erlito S. Fider	Common	1	Nil

VOTING TRUST HOLDERS OF 5% OR MORE

No person holds, under a voting trust or similar agreement, more than five percent (5%) of MPTC's voting securities.

CHANGES IN CONTROL

No change in control in the Company has occurred since in the last three (3) years.

INVOLVEMENT IN LEGAL PROCEEDINGS OF DIRECTORS AND EXECUTIVE OFFICERS

The Company is not aware of any legal proceedings where its directors or executive officers have been impleaded in their capacity as directors or executive officers of the Company. Mr. Manuel V. Pangilinan and Ms. June Cheryl Cabal-Revilla, in their respective capacities as director and officer of PLDT, are defendants in a class action suit brought in the United States District Court for the Central District of California against PLDT and certain current and former directors and officers, including Mr. Manuel V. Pangilinan and Ms. June Cheryl Cabal-Revilla alleging that PLDT and certain of its current and former directors and officers (collectively, the **"Defendants"**) made materially false and misleading statements regarding PLDT's capital expenditures and internal controls during the period 23 April 2020 through 19 December 2022 (among other matters). On 07 March 2024, the court issued preliminary approval of a settlement proposed by PLDT to resolve the action in its entirety. If the settlement is finally approved by the court at or after the scheduled 05 August 2024 hearing, the settlement will resolve the U.S. Class Action in its entirety as against all Defendants.

The Company is not aware of the occurrence of any of the following events within the past five (5) years and up to the date of this Prospectus:

- (a) Any bankruptcy petition filed by or against any business in which any of its directors or officers was a general partner or officer either at the time of the bankruptcy or within two years prior to that time;
- (b) Any conviction by final judgment in a criminal proceeding, domestic or foreign, of, or any criminal proceeding, domestic or foreign, pending against, any of its directors or officers;
- (c) Any order, judgment or decree, not subsequently reversed, suspended or vacated, of any court of competent jurisdiction, domestic or foreign, permanently or temporarily enjoining, barring, suspending or otherwise limiting the involvement of any of its directors or officers in any type of business, securities, commodities or banking activities, and

- (d) Any finding by a domestic or foreign court of competent jurisdiction (in a civil action), the SEC or comparable foreign body, or a domestic or foreign exchange or electronic marketplace or self-regulatory organization that any of its directors or officers has violated a securities or commodities law, and the judgment has not been reversed, suspended or vacated, which occurred during the past five (5) years.

WARRANTS AND OPTIONS OUTSTANDING

There are no outstanding warrants or options held by the Company's directors or officers.

SIGNIFICANT EMPLOYEES

MPTC considers the contribution of every employee as important to the fulfillment of its goals. The Company is not dependent on the services of certain key personnel.

FAMILY RELATIONSHIPS

None of the directors/independent directors and executive officers of the company or persons nominated to such positions has any family relationships up to the fourth civil degree either by consanguinity or affinity.

DIVIDEND POLICY

MPTC does not have a dividend policy. However, it has been the Company's practice to declare dividends equating to around 50% of the company's core income.

The following table summarizes the dividends previously declared and paid by the Company for the past three (3) years:

Date of Declaration	Record Date	Payment Date	Rate in ₱ per common share
6 August 2025	22 August 2025	30 August 2025	66.59
		19 December 2025	66.59
21 March 2025	31 March 2025	2 April 2025	43.84
16 August 2024	3 September 2024	27 September 2024	113.29
4 March 2024	3 April 2024	30 April 2024	50.35
11 July 2023	25 July 2023	22 August 2023	87.33
6 March 2023	21 March 2023	17 April 2023	71.71
26 July 2022	9 August 2022	5 September 2022	55.14
2 March 2022	16 March 2022	12 April 2022	35.18

MPTC abides by the principles of honesty, integrity, fairness, transparency and accountability, and endeavors to establish and foster a corporate culture that will promote the best interest of the Company, its shareholders and other stakeholders, by adhering to sound corporate governance policies and business ethics.

MARKET INFORMATION

The common shares of the Company are not listed on any stock exchange.

CERTAIN RELATIONSHIPS AND RELATED PARTY TRANSACTIONS

The Issuer is effectively controlled by MPIC who, as of 1 September 2025, had a 99.90% shareholding in the Issuer.

In the ordinary course of business, the Group engages in a variety of transactions with related parties. The Group has conducted transactions with related parties as it would in comparable arm's length-transactions with a non-related party and on a basis substantially as favorable to it as would be obtainable in such transactions. These transactions principally consist of utilities facilities, advertising services, construction services, power supply services, technical services, implementation of information systems, water services, and legal, accounting, human resources and treasury services, and advances.

For a more detailed discussion on the Group's related party transactions, please refer to Note 21 Related Party Disclosures of the 2024 audited consolidated financial statements and Note 21, Related Party Disclosures of the Audited Interim Consolidated Financial Statements, as included in this Prospectus.

No other transaction, without proper disclosure, was undertaken by the Company in which any director or executive officer, any nominee for election as director, any beneficial owner (direct or indirect) or any member of his immediate family was involved or had a direct or indirect material interest. Other than what has been discussed in this Prospectus and the Company's audited annual consolidated financial statements and audited interim consolidated financial statements, as included in this Prospectus, there are no other related party transactions entered into by the Company with related parties, including transactions with directors or self-dealings by the Company's directors.

It is the Company's policy to observe integrity, transparency, prudence and objectivity in handling transactions with related parties. The Company ensures that the terms of the related party transactions are at arm's length and that no shareholder or stakeholder is unduly disadvantaged.

It is the obligation of every director, employee and consultant (i) to avoid any actual or apparent conflict of interest between himself/herself and MPTC and/or its affiliates and (ii) to disclose relevant information relating to such matters as personal relationships or associations, financial interests and such other arrangements that may result in conflict of interest.

LEGAL PROCEEDINGS

The Company is involved in various legal proceedings in connection with its business operations. The cases in which the Company is a party to are briefly described in this section. The following could have a material and adverse impact on the Company's business, operations, financial condition and reputation if resolved unfavorably.

Civil Cases

1. Petition for Prohibition and Mandamus filed by Atty. Onofre Garlitos Jr. (the "Petitioner") against the Bases Conversion and Development Authority ("BCDA"), NLEX Corporation ("NLEX") (formerly known as Manila North Tollways Corporation ("MNTC")), and the Executive Secretary

This refers to the Petition for Prohibition and Mandamus with Prayer for Issuance of Temporary Restraining Order and/or Writ of Preliminary Injunction filed by the Petitioner against the BCDA, NLEX, and the Executive Secretary, praying that (1) a writ of preliminary mandatory and prohibitory injunction be issued enjoining the BCDA, NLEX, and the Executive Secretary from proceeding with the SCTEX operation and maintenance project ("**SCTEX Project**") and compelling the BCDA to rebid the SCTEX Project, and (2) an order be issued (i) annulling the bidding procedure, direct negotiations, and the Price Challenge conducted by the BCDA, and the Concession Agreement, Business and Operating Agreement, and all subsequent amendments and modifications thereto and (ii) compelling the BCDA to rebid the SCTEX Project.

Petitioner claims that the Concession Agreement and Business Agreement executed between the BCDA and NLEX for the SCTEX Project is void for being grossly disadvantageous to the government, and for going beyond the 2009 Bidding Terms of Reference. He also claims that the procedure observed for the selection of NLEX as private partner for the project violates the prevailing rules on competitive public bidding.

On 16 September 2015, NLEX filed its Comment requesting the court to deny the Petition for Prohibition and Mandamus dated 13 March 2015. The grounds for the request were:

- (a) The Petitioner failed to show clear legal basis to prevent the award of the SCTEX Project;
- (b) The Petitioner did not prove any right that was being violated;
- (c) The Petitioner did not demonstrate any urgency for issuing a temporary restraining order, and the request was moot since the SCTEX Project has already been awarded to NLEX; and
- (d) The Petitioner did not claim that there were no other ordinary, speedy, and adequate remedies available.

As of date, the Supreme Court has yet to resolve the Motion for Reconsideration dated 13 June 2022 filed by the Petitioner.

2. Civil Case for Breach of Contract and Damages filed by BPM Vision PTY. LTD ("BPM Vision") against Metro Pacific Tollways South Management Corporation ("MPTSMC")

This refers to a civil case for Breach of Contract and Damages filed by BPM Vision against MPTSMC.

On 16 April 2021, MPTSMC engaged BPM Vision for Project Portfolio Management ("**PPM**") system software license, deployment, and integration services. This engagement stipulated an initial three-year "lock-in" period for the PPM system software license, as documented by purchase orders and a Notice to Proceed.

On 28 April 2023, MPTSMC formally notified BPM Vision of its non-acceptance of the PPM system software license and the cancellation of the remaining 50% payment for the third-year license, claiming BPM Vision failed to resolve the technical requirements and system limitations as previously communicated in a letter dated 29 March 2023.

BPM Vision now seeks judgment against MPTSMC that it be ordered to pay:

- (1) Actual damages in the amounts of Five Million Pesos (₱5,000,000.00) representing the amount advanced by BPM Vision for and on behalf of MPTSMC for the third-year license fee of the locked-in Microfocus PPM license; and the additional amount of ₱416,666.50 being the balance of the fees due to BPM Vision for the deployment and integration services rendered;
- (2) Exemplary Damages in the amount of ₱100,000.00;
- (3) Attorney's fees in the amount of ₱250,000.00); and

(4) Costs of suit.

On 22 August 2025, MPTSMC received an Amended Complaint whereby BPM Vision amended MPTSMC's principal office address and the affiant in the Consolidated Verification and Affidavit of Non-Forum Shopping. On 19 September 2025, MPTSMC filed a Motion for Extension to File an Answer and requested thirty (30) additional days, or until 21 October 2025, within which to file its Answer.

3. Petition for Writ of Mandamus with Damages filed by PEA Tollway Corporation ("PEATC") against Cavite Infrastructure Corporation ("CIC")

This dispute arose from a Formal Demand Letter dated 7 February 2024 from PEATC asserting that PEATC had been denied certain rights given to it in the Toll Operations Agreement dated 26 July 1996 ("TOA") executed among its principal, the Philippine Reclamation Authority ("PRA"), CIC, and the Republic of the Philippines acting through the Toll Regulatory Board. Specifically, PEATC demanded that CIC:

- a. Facilitate the full transition of operations and maintenance ("O&M") of the Manila-Cavite Toll Expressway Project ("MCTEP") to PEATC;
- b. Facilitate the transfer of the point-of-sale facilities to be registered under PEATC's name;
- c. Produce and submit the Financial Statements for MCTEP to determine whether there is already a return-on-investment on the part of CIC, which would determine if the conditions to shift the revenue sharing ratio between PRA and CIC from 90-10 in CIC's favor, to 60-40 in PRA's favor, have been met;
- d. In the absence of such Financial Statements, for CIC to shift the revenue sharing ratio to 60-40 in PRA's favor;
- e. Assist or facilitate the turnover of the Deposit Pick-Up; and
- f. Transfer all contracts or service agreements related to the O&M of the MCTEP to PEATC (collectively, the "Demands").

CIC responded to the Demands through its letters dated 4 March 2024 and 8 March 2024, where it asserted that it had faithfully complied with its obligations under the TOA, and the related Joint Venture Agreement dated 27 December 1994 between PRA and CIC. PEATC filed the Petition with the Court of Appeals on 18 April 2024, impleading CIC and Mr. Raul L. Ignacio, in his capacity as President and General Manager of CIC, as respondents. The Petition prays that a writ of mandamus be issued against CIC, directing it to perform the acts subject of the Demands. It further prays that CIC be declared liable to pay PEATC moral and exemplary damages plus attorney's fees. There have been no updates since the filing by CIC of its Comment on 8 July 2024.

Criminal Case

1. Criminal complaint filed by CIC against Mr. Dioscoro Esteban ("Mr. Esteban") in his capacity as Officer-In-Charge of PEATC

On 6 May 2024, CIC filed a criminal complaint against Mr. Esteban, Officer-In-Charge of PEATC, before the Office of the Ombudsman for Perjury, Usurpation of Authority, and Slander under the Revised Penal Code, as well as for Violation of Section 3(e) of Anti-Graft and Corrupt Practices Act with regard to the filing of the PEATC vs. CIC Mandamus Case, as well as other alleged illegal acts (the "**Complaint-Affidavit**").

On 31 July 2024, CIC received the Counter-Affidavit filed by Mr. Esteban dated 29 July 2024, which generally denied the accusations made against him and alleged that the Complaint-Affidavit should be dismissed on the following grounds: (i) CIC had no legal personality and cause of action to file the Complaint-Affidavit; (ii) no perjury was committed; (iii) no usurpation of authority was committed; (iv) no slander was committed; (v) no violation of Section 3[e] of Anti-Graft and Corrupt Practices Act was done; and (vi) the Office of the Ombudsman has no jurisdiction over the Complaint-Affidavit, as its powers are limited only to government owned and controlled corporations with original charters.

On 5 August 2024, CIC, through counsel, received the Order from the Office of the Ombudsman to attend the Clarificatory Hearing on 4 September 2024.

On 4 September 2024, CIC representatives attended the Clarificatory Hearing pursuant to the Office of the Ombudsman Order dated 2 August 2024. Meanwhile, PEATC Counsels attended the hearing on behalf of Mr. Esteban. The parties were then ordered to submit their respective Manifestations within five days therefrom.

This case remains pending to date.

Tax Cases

1. NLEX (formerly MNTC) vs. The City of Valenzuela

CTA Case No. AC-296 (CGV Petition), CTA Case No. AC-297 (NLEX Petition)

This case involves local business taxes ("**LBT**") on services and signages paid in protest by NLEX Corporation.

In September 2019, the Business Permit and Licensing Office ("**BPLO**") of the City Government of Valenzuela ("**CGV**") issued a billing statement for alleged deficiency LBT amounting to ₱47.8 Million. Subsequently, the BPLO cancelled the initial billing and issued a revised assessment for alleged deficiency LBT in the reduced amount of ₱26.5 million. In November 2019, NLEX Corporation paid the reduced amount under protest.

In January 2020, NLEX filed its protest with a claim for refund of the revised assessment. However, due to the inaction of the Office of the City Treasurer, NLEX filed a complaint for annulment of the assessment with the Regional Trial Court of Caloocan City ("**RTC**"). In April 2023, NLEX received the RTC's decision granting the refund of ₱22.8 Million representing revenues from toll services. The refund of the portion amounting to ₱3 Million, pertaining to signage services, was denied on the ground of lack of jurisdiction.

NLEX and CGV filed their respective partial motions for reconsideration, which were both denied by the RTC. In June and July 2023, the CGV and NLEX filed their respective petitions for review before the Court of Tax Appeals ("**CTA**"), which were docketed as CTA Case No. 296 and CTA Case No. 297, respectively.

On 15 November 2024, the CTA-3rd Division issued a Decision denying the CGV's petition for review for lack of merit. The CTA-3rd Division issued a Decision dated 18 November 2024 ordering CGV to refund NLEX in the amount of ₱3,814,290.27 representing erroneously collected and paid LBT on services and signages for taxable years 2012 to 2019.

On 27 December 2024, NLEX, through its external counsel, received a Motion for Reconsideration ("**MR**") for CTA Case No. 297. NLEX filed its comment to the CGV's MR on 6 January 2025.

On 27 December 2024, the CGV also filed its MR for CTA Case No. 296. NLEX likewise filed its Comment to the CGV's MR on 20 January 2025.

On 27 March 2025, the CTA issued a resolution denying the CGV's MR for the CTA Case No. 297 for lack of merit. On 22 May 2025, the CGV filed a Petition for Review with CTA En Banc for the CTA Case No. 297, praying that the CTA Decision dated 18 November 2024 and Resolution dated 27 March 2025 be reversed and set aside and that NLEX's petition for review be dismissed for lack of jurisdiction or alternative for lack of merit.

On 11 July 2025, NLEX received a copy of the Petition for Review filed by the CGV before the CTA En Banc on 04 July 2025 for the CTA Case No. 296.

To date, both cases remain pending with the CTA En Banc.

2. NLEX vs. The City of Caloocan

CTA Case No. AC-312

This refers to alleged deficiency LBT assessed against NLEX Corporation following its merger with Tollways Management Corporation ("**TMC**").

In March 2019, TMC filed an application for cessation of its business operations in Caloocan City pursuant to its merger with NLEX. In April 2019, NLEX received an assessment for alleged deficiency LBT for taxable year 2018 in the total amount of ₱13.4 million. In June 2019, NLEX filed its protest on the assessment.

Due to the inaction of the Office of the City Treasurer, NLEX filed a complaint for annulment of the assessment with the RTC of Caloocan City with a claim for refund in the amount of ₱5.4 million, representing excess LBT paid for taxable year 2018.

On 7 June 2023, the RTC issued a decision dismissing NLEX's complaint and ruling in favor of the City of Caloocan. On 2 August 2023, NLEX filed an MR which was opposed by the City of Caloocan. On 31 October 2023, the RTC denied NLEX's MR.

On 7 December 2023, NLEX Corporation filed a Petition for Review with the CTA. On 15 April 2024 and 18 April 2024, the City of Caloocan and NLEX filed their respective Memoranda before the CTA-3rd Division.

To date, the case remains pending with the CTA.

3. NLEX vs. The City of Valenzuela

CTA Case No. AC-290

This case involves deficiency LBT assessed for taxable years 2013 to 2019.

In November 2019, the City Treasurer of Valenzuela issued an assessment to NLEX for alleged deficiency LBT for the years 2013 to 2019 in the amount of ₱9.9 million. The assessment pertains to the imposition of LBT on the value added tax ("VAT") component of NLEX's gross receipts for the said years.

In November 2019, NLEX filed its protest to the assessment. However, the City Treasurer of Valenzuela failed to act on the protest filed by NLEX within the period provided in the Local Government Code ("LGC"). Hence, NLEX filed a complaint for the annulment of the assessment with the RTC of Valenzuela City. Ultimately, the RTC ruled to cancel and set aside the deficiency assessment. The City of Valenzuela filed an MR, which was denied by the RTC.

In April 2023, the CGV filed a petition for review with the CTA, while NLEX filed its comment to the CGV's petition. On 12 September 2023, the CTA issued a resolution ordering the parties to file a memorandum, which both parties complied with.

On 25 November 2024, the CTA issued a Decision denying the CGV's petition for lack of merit and affirming the Decision dated 25 November 2022 and the Resolution dated 23 February 2023 both rendered by the RTC.

On 3 January 2025, NLEX received the CGV's MR. NLEX filed its comment to the CGV's Motion on 13 January 2025.

On 27 March 2025, the CTA Second Division issued a Resolution denying the MR filed by the CGV. On 22 May 2025, CGV filed a Petition for Review with the CTA En Banc praying that CTA Second Division resolution dated 25 November 2024 and 27 March 2025 be set aside and a new one be issued (i) directing NLEX to submit to the City Treasurer the Quarterly VAT return or BIR Form No. 2550-Q for year 2013 to 2019, and (ii) ordering NLEX to pay the deficiency taxes.

On 13 August 2025, NLEX received a copy of the CTA En Banc Notice requiring petitioners to transmit via electronic mail a pdf copy of their petition filed on 22 May 2025, within twenty-four (24) hours from notice.

The case pends with the CTA En Banc.

4. NLEX vs. Guiguinto Bulacan

CTA EB Case No. EB-2514

This refers to the LBT and Mayor's Permit Fees assessed for taxable years 2005 to 2007.

On 3 April 2009, Tollways Management Corporation ("TMC") received assessments on LBT and regulatory fees. Thereafter, TMC filed its written protest on the assessment.

On 29 July 2009, TMC filed a complaint with the RTC of the City of Malolos for the Annulment of Assessment for LBT and Regulatory Fees. The trial court ruled in favor of the Municipality of Guiguinto and ordered NLEX to pay the LBT and other regulatory fees.

On 7 February 2019, NLEX filed a Petition for Review in the CTA - 2nd Division. The CTA 2nd - Division partially granted the petition and cancelled a portion of the assessed LBT. Hence, NLEX filed a Petition for Review with the CTA En Banc.

NLEX has the option to file a Petition for Review on Certiorari with the Supreme Court but the appeal will only affect the assessment in the amount of ₱72,262.35.

On 19 April 2024, the CTA-En Banc issued an Entry of Judgment stating that the Decision dated 19 July 2023 has become final and executory on 29 February 2024. NLEX is awaiting the execution of the Decision dated 19 July 2023.

5. MNTC vs. Province of Bulacan

LBAA Case No. 13-02

This refers to thirty-four (34) Tax Declarations which were issued by the Provincial Assessor of the Province of Bulacan under the name of MNTC (now NLEX Corporation) as owner/ administrator/ beneficial user of the NLEX toll road pavement, which categorized the subject properties as commercial properties subject to real property tax.

On 15 April 2013, MNTC filed a Petition for Review under Section 226 of the LGC with the Local Board of Assessment Appeals (“LBAA”) of the Province of Bulacan seeking to declare the tax declarations issued by the Provincial Assessor of the Province of Bulacan as null and void for having been issued without basis and authority by the Provincial Assessor against MNTC, and the assessed properties are exempt from RPT pursuant to Section 234(a) of the LGC as they are owned by the Republic of the Philippines.

On 27 September 2013, the Department of Finance wrote a letter to the Province of Bulacan advising the latter to hold in abeyance any further action pertaining to real property taxes.

The case remains pending with the LBAA.

6. NLEX vs. Province of Bulacan, et.al.

LBAA Case No. 2024

Sometime in December 2023 and January 2024, NLEX received assessments and tax declarations covering the Guiguinto properties issued by the Municipality of Guiguinto, Province of Bulacan. Such tax declarations were issued in the name of NLEX as administrator/beneficial user of the NLEX toll road and categorized the NLEX toll road as a commercial property subject to real property tax.

On 31 January 2024, NLEX filed a Petition for Review with the LBAA Register of Deeds, Province of Bulacan, praying for the cancellation of the assessments and tax declarations for having been issued without basis and authority by the Provincial Assessor and Municipal Assessor against NLEX, and the assessed properties are exempt from RPT pursuant to Section 234(a) of the LGC as they are owned by the Republic of the Philippines.

The case remains pending with the LBAA.

7. MNTC vs. Province of Bataan

LBAA Case No. 08-02

On 16 May 2008, tax declarations were issued by the Provincial Assessor of the Province of Bulacan under the name of MNTC (now NLEX Corporation) as owner / administrator / beneficial user of the land where the NLEX toll road is situated and categorized the same as commercial property, subject to real property tax.

In July 2008, MNTC filed a Petition for Review under Section 226 of the LGC with the LBAA of the Province of Bulacan seeking to declare the tax declarations issued by the Provincial Assessor of the Province of Bulacan as null and void. The NLEX toll road, being a public road, forms part of the properties of the public dominion as provided under Article 420 of the Civil Code. The ownership and beneficial use of the NLEX toll road remains with the Republic of the Philippines, as such, said toll road is exempt from real property tax under Section 234 of the LGC.

The case remains pending with the LBAA.

8. MNTC vs. Province of Bulacan

LBAA Case No. 2014

On 12 December 2013, NLEX Corporation (formerly known as MNTC) received assessments and tax declarations covering Guigunto properties as issued by the Municipality of Guigunto, Province of Bulacan. The tax declarations were issued in the name of NLEX Corporation as the owner/ administrator/ beneficial user of the NLEX toll road pavement and categorized the same as commercial property, subject to real property tax.

On 10 February 2014, NLEX Corporation filed a Petition for Review under Section 226 of the LGC with the LBAA of the Province of Bulacan seeking the cancellation of the tax declarations as it is null and void. NLEX Corporation argued that the tax declarations were issued without basis nor is there any authority to declare or issue assessments against NLEX Corporation because the assessed properties are public roads owned by the Republic of the Philippines and exempt from RPT under Section 234(a) of the LGC.

The case remains pending with the LBAA.

INDEPENDENT AUDITORS AND COUNSEL

LEGAL MATTERS

All legal opinion/matters in relation to the Offer will be passed upon by Picazo Buyco Tan Fider Santos & Dee (“**Picazo Law**”) for the Issuer, and Romulo Mabanta Buenaventura Sayoc & de los Angeles (“**Romulo Law**”) for the Joint Lead Underwriters and Joint Bookrunners. Certain matters relating to the legality of the Offer and tax matters were passed upon by Adarlo Caoile and Associates Law Offices for the limited purpose of issuing an opinion required by the SEC.

None of the above-mentioned legal counsel own shares in the Company or have any rights, whether legally enforceable or not, to nominate persons or to subscribe for the Company’s securities. None of the above-mentioned legal counsel have any or will receive any direct or indirect interest in the Company or any securities thereof (including options, warrants, or rights thereto) pursuant to or arising from the Offer.

INDEPENDENT AUDITORS

SyCip Gorres Velayo & Co., a member firm of Ernst & Young Global Limited, audited the Group’s interim consolidated financial statements as of 30 June 2025 and 31 December 2024 and for the six-month periods ended 30 June 2025 and 30 June 2024, and the Group’s annual consolidated financial statements as at and for the years ended 31 December 2024, 2023 and 2022, as included in this Prospectus.

EXTERNAL AUDIT FEES AND SERVICES

The Group engaged its independent auditors for the following services and related fees in the past three (3) years:

Year	Audit & Audit-Related Fees* (in ₱ millions)	Tax Fees** (in ₱ millions)	Other Fees*** (in ₱ millions)
2024	24	-	3.1
2023	22	-	-
2022	23	-	0.1

* Pertains to audit fees.

** Pertains to tax advisory fees.

*** Pertains to fees on advisory on sustainability reporting and training for PFRS updates.

As and when applicable, tax consultancy services are secured from entities other than the appointed independent auditors.

CHANGES IN AND DISAGREEMENTS WITH ACCOUNTANTS ON ACCOUNTING AND FINANCIAL DISCLOSURE

The Company has not had any changes in or disagreements with its independent auditors on any matter relating to financial or accounting disclosures.

PHILIPPINE TAXATION

The following is a discussion based upon laws, regulations, rulings, and income tax conventions (treaties) in effect at the date of this Prospectus and are subject to any changes in law occurring after such date. This summarizes the material Philippine tax consequences of the acquisition, ownership and disposition of the Bonds. This general description does not purport to be a comprehensive description of the Philippine tax aspects of the Bonds and no information is provided regarding the tax aspects of acquiring, owning, holding or disposing of the Bonds under applicable tax laws of other applicable jurisdictions and the specific Philippine tax consequence in light of particular situations of acquiring, owning, holding and disposing of the Bonds in such other jurisdictions. Prospective purchasers of the Bonds are advised to consult their own tax advisers concerning the overall tax consequences of their ownership of the Bonds.

The tax treatment of a holder of Bonds may vary depending upon such holder's particular situation, and certain holders may be subject to special rules not discussed below. This summary does not purport to address all tax aspects that may be important to a Bondholder.

PROSPECTIVE PURCHASERS OF THE SECURITIES ARE ADVISED TO CONSULT THEIR OWN TAX ADVISORS AS TO THE PARTICULAR TAX CONSEQUENCES OF THE OWNERSHIP AND DISPOSITION OF BONDS, INCLUDING THE APPLICABILITY AND EFFECT OF ANY STATE, LOCAL OR FOREIGN TAX LAWS.

*The following is a general description of certain Philippine tax aspects of the Bonds. It is based on the present provisions of the National Internal Revenue Code of 1997, as amended by Republic Act No. 10963, or the TRAIN Law, and Republic Act No. 11534, or the CREATE Law, (the “**Philippine Tax Code**”), the regulations promulgated thereunder and judicial and ruling authorities in force as of the date of this Prospectus, all of which are subject to changes occurring after such date, which changes could be made on a retroactive basis.*

As used in this section, the term “resident alien” refers to an individual whose residence is within the Philippines and who is not a citizen thereof; a “non-resident alien” is an individual whose residence is not within the Philippines and who is not a citizen of the Philippines. A non-resident alien who is actually within the Philippines for an aggregate period of more than 180 days during any calendar year is considered a “non-resident alien doing business in the Philippines,” otherwise, such non-resident alien who is actually within the Philippines for an aggregate period of 180 days or less during any calendar year is considered a “non-resident alien not engaged in trade or business within the Philippines.” A “resident foreign corporation” is a non-Philippine corporation engaged in trade or business within the Philippines; and a “non-resident foreign corporation” is a non-Philippine corporation not engaged in trade or business within the Philippines. For purposes of this discussion, the term “non-Philippine holders” refers to beneficial owners of the Bonds who are (1) non-resident alien not engaged in trade or business within the Philippines, (2) non-resident foreign corporations, or (3) should an income tax treaty be applicable, whose ownership of the Bonds is not effectively connected with a fixed base or a permanent establishment in the Philippines.

PHILIPPINE TAXATION

The Corporate Recovery and Tax Incentives for Enterprises Law (“**CREATE Law**”) was signed into law by then President Duterte on 26 March 2021 and took effect on 11 April 2021 (with effective dates on specific provisions). The key provisions of CREATE Law include, but are not limited to, reduction of regular corporate income tax rate from 30% to 25% (or 20% for corporations with net taxable income not exceeding ₱5,000,000.00 and with total assets not exceeding ₱100,000,000.00 excluding land on which the office, plant, and equipment are situated) effective 01 July 2020; reduction of minimum corporate income tax (“**MCIT**”) rate from 2% to 1% for 01 July 2020 until 30 June 2023, thereafter, the rate will revert to 2%; reduction of income tax (final tax) rate on payments to non-resident foreign corporations from 30% to 25% effective 01 January 2021; and repeal of improperly accumulated earnings tax (“**IAET**”). CREATE Law, took effect, amending fiscal incentives and providing for a uniform tax rate of 15% imposed on capital gains from sale of shares of stock not traded in the stock exchange, on all types of taxpayers.

In addition, the Corporate Recovery and Tax Incentives for Enterprises to Maximize Opportunities for Reinvigorating the Economy (“**CREATE MORE Law**”) was signed into law by then President Duterte on 08 November 2024 and took effect on 28 November 2024. CREATE MORE Law establishes a simplified VAT refund system to reduce delays in tax processes. Moreover, the CREATE MORE streamlines processes for projects that are eligible for incentives, by raising the investment capital threshold for approval by investment promotion agencies. The new law also provides registered business enterprises (“**RBEs**”) with the option to choose between the Special Corporate Income Tax (“**SCIT**”) of 5% in lieu of all taxes, including local fees and charges, or the Enhanced Deductions Regime (“**EDR**”) from the commencement of their operations. Finally, the CREATE MORE also extends the maximum duration of availment of tax incentives from 17 years to 27 years. It also amended Section 32(B) of the Tax Code, which now provides that income of any kind, to the extent

required by any treaty obligation, shall not be included in the gross income and shall be exempt from income taxation under the Tax Code.

The CMEPA was signed into law by President Marcos, Jr. on 29 May 2025 and took effect on 01 July 2025. Nevertheless, President Marcos, Jr. vetoed the following items in accordance with Article VI, Section 27(2) of the Philippine Constitution:

1. The removal of the tax exemption on non-residents' income from their transactions with FCDUs;
2. Imposition of the documentary stamp tax on bettors in authorized number games; and
3. Repeal of tax exemptions granted to the Philippine Guarantee Corporation.

The key provisions of CMEPA Law include, but are not limited to, optimization of the passive income tax system through, among others, the reduction of tax on the sale or exchange of shares of stock listed and traded through the PSE from 0.6% to 0.1%; the reduction of documentary stamp tax on the original issue of shares of stock from 0.1% to 75% of 1% of the par value of shares of stock; and imposition of a 15% capital gains tax on unlisted foreign shares. Further, royalty payments, which were previously included under the same category as interests, are now distinguished separately and subjected to 20% as well, except for royalty payments on books, other literary works, and musical compositions, which are subject to 10%. In addition, employers who contribute an amount equal to or greater than their employees' contributions to a Personal Equity and Retirement Account ("PERA"), as established under Republic Act No. 9505, are entitled to an additional tax deduction equal to 50% of their actual contributions, subject to the maximum allowable contribution of ₱100,000.00, or its equivalent in any convertible foreign currency, for local employees.

TAXATION ON INTEREST INCOME

The Tax Code provides that interest-bearing obligations, of Philippine residents are Philippine-sourced income subject to Philippine income tax. Interest income derived by Philippine citizens, Philippine corporations, and resident alien individuals from the Bonds is thus subject to income tax, which is withheld at source, at the rate of 20% based on the gross amount of interest.

Similarly, interest on the Bonds received by non-resident aliens engaged in trade or business in the Philippines and resident foreign corporations are also subject to a 20% final withholding tax. However, interest on the Bonds received by non-resident aliens engaged in trade or business in the Philippines and non-resident foreign corporations shall still be subject to a final withholding tax rate of 25%.

The tax imposed on the interest is a final withholding tax which constitutes a final settlement of Philippine income tax liability with respect to such interest.

The foregoing rates are subject to further reduction by any applicable tax treaties in force between the Philippines and the country of residence of the non-resident owner. Most tax treaties to which the Philippines is a party generally provide for a reduced tax rate of 15% in cases where the interest arises in the Philippines and is paid to a resident of the other contracting state. However, most tax treaties also provide that reduced withholding tax rates shall not apply if the recipient of the interest, who is a resident of the other contracting state, carries on business in the Philippines through a permanent establishment and the holding of the relevant interest-bearing instrument is effectively connected with such permanent establishment.

A Bondholder that wishes to avail of such reduced tax treaty rates must comply with the processes, rules, and regulations as set out in RMO 14-2021, RMC Nos. 77-2021 and 20-2022.

TAX-EXEMPT STATUS / ENTITLEMENT TO PREFERENTIAL TAX ENTITLEMENT

The Philippine tax authorities have prescribed a certain procedure for claiming tax treaty benefits for interest income of non-resident income earners. Under RMO No. 14-2021, withholding agents/income payors may withhold tax on interest income payable to the non-resident income earner at the regular rate or at the applicable preferential tax rate depending on the documents submitted by the non-resident income earner to the withholding agent/income payor.

In accordance with RMO No. 14-2021, as further clarified by RMC Nos. 77-2021 and 20-2022, non-resident income earner intending to avail of treaty benefits should submit to the withholding agent/income payor, prior to the payment of income for the first time, a TRC duly issued by the foreign tax authority, BIR Form 0901-I, and the relevant provision of the applicable tax treaty. Failure to provide the said documents may lead to withholding using the regular withholding tax rates, and not the treaty rate.

If the tax treaty rate was applied by the Issuer based on the representations and supporting documents provided by the Bondholder, the Bondholder (either directly or through its duly authorized representatives) will shall file, on behalf of the Issuer, with the International Tax Affairs Division of the BIR (“**ITAD**”) a Request for Confirmation (“**RFC**”) of the use of the tax treaty rate no later than the last day of the fourth month following the close of the relevant taxable year after the payment of the withholding tax with supporting documents specified in RMO No. 14-2021 and in relation to RMC Nos. 77-2021 and 20-2022 and its allied BIR issuances, as may be amended from time to time. In relation thereto, the Issuer requires that copies of the BIR-stamped “Received” RFC (with the complete accompanying documents) be provided by the Bondholder to the Issuer within sixty (60) days from the payment of the interest income to the Bondholder (either directly or through its duly authorized representatives), and without need of prior request or demand from the Issuer. The Bondholder shall submit to the Issuer the original of the Certificate of Entitlement to Treaty Benefit issued by the BIR within ten (10) days from the Bondholder’s receipt of the Certificate of Entitlement to Treaty Benefit. The Bondholder shall ensure compliance with the requisites under the Certificate of Entitlement to Treaty Benefit for entitlement to the tax treaty benefits.

If the BIR determines that the withholding tax rate used is lower than the applicable tax rate that should have been applied, or that the non-resident taxpayer is not entitled to treaty benefits, the RFC will be denied and the BIR will require the Issuer to pay the deficiency taxes with penalties. In such case, the Bondholder, as the ultimate income earner, shall either advance to the Issuer or reimburse the Issuer, at the option of the Issuer, the total amount of deficiency taxes and penalties imposed by the BIR, as well as all other reasonable and necessary fees that may be incurred by the Issuer as a result of the denial of the BIR application.

In case the Issuer used the regular tax rate under the Tax Code, the non-resident foreign Bondholder who intends to obtain a confirmation of entitlement to treaty benefits may file a Tax Treaty Relief Application (“**TTRA**”) with ITAD after it has received the interest income with supporting documents specified in RMO No. 14-2021 in relation to RMC No. 77-2021. If the BIR determines that the withholding tax rate applied is higher than the rate that should have been applied, the BIR will issue a certificate confirming the non-resident income recipient’s entitlement to treaty benefits, and the Bondholder may apply for a refund of excess withholding tax with the BIR within the two-year period provided in Section 229 of the Tax Code. The claim for refund of the Bondholder may be filed simultaneously with the tax treaty relief application.

For claims of tax exemption, RMC No. 8-2014 mandates withholding agents/income payors to require from individuals and entities claiming tax exemption a copy of a valid, current, and subsisting tax exemption certificate or ruling before payment of the related income. The tax exemption certificate or ruling must explicitly recognize the tax exemption, as well as the corresponding exemption from imposition of withholding tax. Failure on the part of the taxpayer to present the said tax exemption certificate or ruling shall subject him to the payment of the appropriate withholding taxes due on the transaction.

Transfers taking place in the Register of Bondholders after the Bonds are listed in PDEX may be allowed between taxable and tax-exempt entities without restriction provided the same are in accordance with the relevant rules, conventions and guidelines of PDEX and PDTC. A selling or purchasing Bondholder claiming tax-exempt status is required to submit the following documents to the Issuer, upon submission of account opening documents to the Registry: (i) a written notification of the sale or purchase, including the tax status of the selling or buying party, and (ii) an indemnity agreement wherein the new Bondholder undertakes to indemnify the Issuer for any tax that may later on be assessed on the Issuer on account of such transfer.

VALUE ADDED TAX

Gross sales arising from the sale of the Bonds in the Philippines by dealers in securities shall be subject to a 12% value-added tax. The term “gross sales” means the “total amount of money or its equivalent representing the contract price, compensation, service fee, rental or royalty, including the amount charged for materials supplied with the services during the taxable quarter for the services performed for another person, which the purchaser pays or is obligated to pay to the seller in consideration of the sale, barter, or exchange of services that has already been rendered by the seller and the use or lease of properties that have already been supplied by the seller, excluding value-added tax and those amounts earmarked for payment to third (3rd) party or received as reimbursement for payment on behalf of another which do not redound to the benefit of the seller as provided under relevant laws, rules or regulations: Provided, That for long-term contracts for a period of one (1) year or more, the invoice shall be issued on the month in which the service, or use or lease of properties is rendered or supplied.”

“Dealer in securities” means a merchant of stock or securities, whether an individual partnership or corporation, with an established place of business, regularly engaged in the purchase of securities and their resale to customers, that is, one who as a merchant buys securities and sells them to customers with a view to the gains and profits that may be derived therefrom.

GROSS RECEIPTS TAX

Bank and non-bank financial intermediaries performing quasi-banking functions are subject to gross receipts tax on gross receipts derived from sources within the Philippines in accordance with the following schedule:

On interest, commissions, and discounts from lending activities, as well as income from financial leasing, on the basis of remaining maturities of instruments from which such receipts are derived:

Maturity period is five years or less: 5%

Maturity period is more than five years: 1%

Non-bank financial intermediaries not performing quasi-banking functions doing business in the Philippines are likewise subject to gross receipts tax. Gross receipts of such entities derived from sources within the Philippines from interests, commissions, and discounts from lending activities are taxed in accordance with the following schedule based on the remaining maturities of the instruments from which such receipts are derived:

Maturity period is five years or less: 5%

Maturity period is more than five years: 1%

In case the maturity period of the instruments held by banks, non-bank financial intermediaries performing quasi-banking functions, and non-bank financial intermediaries not performing quasi-banking functions is shortened through pre-termination, then the maturity period shall be reckoned to end as of the date of pre-termination for purposes of classifying the transaction and the correct rate shall be applied accordingly.

Net trading gains realized within the taxable year on the sale or disposition of the Bonds by banks and nonbank financial intermediaries performing quasi-banking functions shall be taxed at 7%.

DOCUMENTARY STAMP TAX

A documentary stamp tax is imposed upon the original issuance of debt instruments issued by Philippine companies, such as the Bonds, at the rate of 0.75% of the issue price; *provided*, that for debt instruments with terms of less than one (1) year, the documentary stamp tax to be collected shall be of a proportional amount in accordance with the ratio of its term in number of days to 365 days; *provided*, further, that only one documentary stamp tax shall be imposed on the loan agreement and promissory notes, mortgage, security interest over personal property, and other contracts issued to secure such loan.

The documentary stamp tax is collectible wherever the document is made, signed, issued, accepted, or transferred, when the obligation or right arises from Philippine sources, or the property is situated in the Philippines. Any applicable documentary stamp taxes on the original issue shall be paid by the Issuer for its own account.

No documentary stamp tax is imposed on the subsequent sale or disposition of the Bonds, trading the Bonds in a secondary market or through an exchange, provided that such sale or disposition does not constitute a renewal or extension of maturity of the Bonds or carried with it a renewal or issuance of new instruments in the name of the transferee to replace the old ones. However, if the transfer constitutes a renewal or extension of the maturity of the Bonds, documentary stamp tax is payable anew.

TAXATION ON SALE OR OTHER DISPOSITION OF THE BONDS

Percentage Tax

Sale, exchange, or other disposition of non-stock securities, such as bonds, listed and traded through the local stock exchange by a resident or a non-resident holder (other than a dealer in securities) is subject to a percentage tax at the rate of one-tenths of one percent (1/10 of 1%), or 0.1% of the gross selling price or gross value in money of the non-stock securities sold, exchanged, or otherwise disposed, which shall be paid by the seller or transferor.

Income Tax

For non-stock securities, such as bonds, that are traded outside of the local stock exchange, gains from the sale, exchange, or other disposition of such non-stock securities may be subject to the following income tax consequences:

Ordinary Asset- Any gain realized from the sale, exchange or retirement of Bonds will, as a rule, form part of the gross income of the sellers, for purposes of computing the relevant taxable income subject to the graduated income tax rates of 15%-35% for individuals:

Not over ₱250,000	0%
Over ₱250,000 but not over ₱400,000	15% of the excess over ₱250,000
Over ₱400,000 but not over ₱800,000	₱22,500 plus 20% of the excess over ₱400,000
Over ₱800,000 but not over ₱2,000,000	₱102,500 plus 25% of the excess over ₱800,000
Over ₱2,000,000 but not over ₱8,000,000	₱402,500 plus 30% of the excess over ₱2,000,000
Over ₱8,000,000	₱2,202,500 plus 35% of the excess over ₱8,000,000

For non-resident alien not engaged in trade or business, the gain shall be subject to the 25% final withholding tax.

Any gain realized from the sale, exchange, or disposition of non-stock securities by a dealer in securities for the dealer's own account in the ordinary course of business shall be considered as ordinary income, even if traded through the local stock exchange.

Capital Asset - If the bonds are sold by a seller, who is an individual and who is not a dealer in securities, who has held the bonds for a period of more than twelve (12) months prior to the sale, only 50% of any capital gain will be recognized and included in the sellers' gross taxable income.

Gains derived by domestic or resident foreign corporations on the sale or other disposition of the bonds or other deposit substitutes are subject to regular corporate income tax at a rate of 20% for corporations with a net taxable income not exceeding ₱5 Million and with total assets not exceeding ₱100 Million or 25% for all other corporations, or minimum corporate income tax ("MCIT") at a rate of 2%. Gross income derived by non-resident foreign corporations on the sale or other disposition of the bonds or other deposit substitutes is subject to a 25% income tax unless a preferential rate is allowed under a tax treaty subject to such other documentary requirements as may be reasonably required under the applicable regulations of the relevant taxing or other authorities for purposes of claiming tax treaty relief.

However, any gains realized by non-residents on the sale of the Bonds, regardless of the maturity date of the bonds, may be exempt from Philippine income tax under an applicable tax treaty to which the Philippines is a party, subject to such other documentary requirements and procedures as may be reasonably required under the applicable regulations of the relevant taxing or other authorities for purposes of claiming tax treaty relief.

Estate and Donor's Tax

The transfer by a deceased person, whether a Philippine resident or a non-Philippine resident, to his heirs of the Bonds shall be subject to an estate tax which is levied on the net estate of the deceased at a fixed rate of 6%. For transfers through donation, the Bondholder shall be subject to donor's tax at a fixed rate of 6% computed on the basis of the total gifts in excess of ₱250,000.00 exempt gift made during the calendar year.

The estate or donor's taxes payable in the Philippines may be credited with the amount of any estate or donor's taxes imposed by the authority of a foreign country, subject to limitations on the amount to be credited, and the tax status of the donor.

The estate tax and the donor's tax, in respect of the Bonds, shall not be collected (a) if the deceased, at the time of death, or the donor, at the time of the donation, was a citizen and resident of a foreign country which, at the time of his death or donation, did not impose a transfer tax of any character in respect of intangible personal property of citizens of the Philippines not residing in that foreign country; or (b) if the laws of the foreign country of which the deceased or donor was a citizen and resident, at the time of his death or donation, allows a similar exemption from transfer or death taxes of every character or description in respect of intangible personal property owned by citizens of the Philippines not residing in the foreign country.

In case the Bonds are transferred for less than an adequate and full consideration in money or money's worth, the amount by which the fair market value of the Bonds exceeded the value of the consideration may be deemed a gift and may be subject to donor's taxes, unless it can be proven that the transfer is made in the ordinary course of business (i.e., a transaction which is bona fide, at arm's length, and free from any donative intent), in which case, it will be considered as made for an adequate and full consideration in money.

TAXATION OUTSIDE THE PHILIPPINES

The tax treatment of non-resident holders in jurisdictions outside the Philippines may vary depending on the tax laws applicable to such holder by reason of domicile or business activities and such holder's particular situation. This Prospectus does not discuss the tax considerations on such non-resident holders under laws other than those of the Philippines.

PARTIES TO THE OFFER

THE ISSUER

METRO PACIFIC TOLLWAYS CORPORATION

5th Floor, Rockwell Business Center Tower 1
Ortigas Avenue, Pasig City, Philippines

JOINT ISSUE MANAGERS

BPI CAPITAL CORPORATION

23/F, Ayala Triangle Gardens Tower 2
Paseo De Roxas Cor. Makati Avenue, Makati City, 1226
Philippines

FIRST METRO INVESTMENT CORPORATION

45th Floor GT Tower International
6813 Ayala Ave. cor. H.V. dela Costa Street Makati City
1227, Philippines

JOINT LEAD UNDERWRITERS AND JOINT BOOKRUNNERS

BPI CAPITAL CORPORATION

23/F, Ayala Triangle Gardens Tower 2
Paseo De Roxas Cor. Makati Avenue, Makati City, 1226
Philippines

FIRST METRO INVESTMENT CORPORATION

45th Floor GT Tower International
6813 Ayala Ave. cor. H.V. dela Costa Street Makati City
1227, Philippines

BDO CAPITAL CORPORATION

17/F BDO Equitable Tower 8751 Paseo de Roxas, Makati
City, 1226, Philippines

CHINA BANK CAPITAL CORPORATION

28/F BDO Equitable Tower 8751 Paseo de Roxas, Makati
City, Philippines

SECURITY BANK CAPITAL INVESTMENTS CORPORATION

6776 Ayala Avenue, Makati City

PNB CAPITAL AND INVESTMENT CORPORATION

9th Floor, PNB Financial Center, Pres. Diosdado
Macapagal Blvd., Pasay City, Metro Manila

LEGAL COUNSEL TO THE ISSUER

PICAZO BUYCO TAN FIDER SANTOS & DEE

Penthouse, Liberty Center – Picazo Law
104 H.V. Dela Costa St., Salcedo Village, Makati City, 1227, Philippines

LEGAL COUNSEL TO THE JOINT ISSUE MANAGERS, JOINT LEAD UNDERWRITERS, AND JOINT BOOKRUNNERS

ROMULO MABANTA BUENAVENTURA SAYOC & DE LOS ANGELES

21st Floor, AIA Tower,
8767 Paseo de Roxas, Makati City, 1226, Philippines

INDEPENDENT AUDITORS

SYCIP GORRES VELAYO & CO.

6760 Ayala Avenue, Makati City, 1126, Philippines

FINANCIAL AND OTHER INFORMATION

1. Annex A: Audited Consolidated Financial Statements as of and for the years ended 31 December 2024, 2023 and 2022; and
2. Annex B: Audited Interim Consolidated Financial Statements as of 30 June 2025 and 31 December 2024, and for the six-month periods ended 30 June 2025 and 30 June 2024.


METRO PACIFIC TOLLWAYS CORPORATION

5th floor, Tower 1, Rockwell Business Center, Ortigas Avenue,
Barangay Ugong, 1604 Pasig City, Philippines

+632 8888 0888 corporate@mptc.com.ph www.mptc.com.ph

September 24, 2025

SECURITIES AND EXCHANGE COMMISSION

SEC Building, EDSA Greenhills
Mandaluyong City

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

The Management of **Metro Pacific Tollways Corporation and its Subsidiaries** (the Company) is responsible for the preparation and fair presentation of the consolidated financial statements including the schedules attached therein, for the years ended December 31, 2024, 2023 and 2022, in accordance with Philippine Financial Reporting Standards, and for such internal control as management determines is necessary to enable the preparation of the consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated 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 cease operations, or has no realistic alternative but to do so.

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

Those charged with governance reviews and approves the consolidated financial statements including the schedules attached therein, and submits the same to the stockholders.

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

MR. GILBERT F. SANTA MARIA
President/Chief Executive Officer

MS. MARISA V. CONDE
Treasurer/Chief Financial Officer

MR. DENNIS C. CO
Comptroller

MR. MANUEL V. PANGILINAN
Chairman of the Board of Directors

ACKNOWLEDGEMENT

Republic of the Philippines}
City of **CITY OF PASIG** } S.S.

BEFORE ME, on this **SEP 25 2025** day of _____ 2025, a Notary Public for and in the City of **CITY OF PASIG**, personally appeared:

Name	Competent Evidence of Identity	Issued On/At
Manuel V. Pangilinan	PASSPORT P9969361A	18 DEC 2018 DFA NR EAST
Gilbert F. Santa Maria	PASSPORT P3126631B	08 SEP 2019 DFA MANILA
Marisa V. Conde	PASSPORT P6896985C	16 APR 2024 DFA NR CENTRAL
Dennis C. Co	PASSPORT P5162076B	27 APR 2020 PE BRUNEI

known to me to be the same person who executed the foregoing instrument consisting of _____ () pages including this page wherein this acknowledgement is written, signed by him/her and his/her instrumental witnesses, and he/she acknowledged to me that the same is his/her own free and voluntary act and deed as well as that of the juridical entity he/she represents.

WITNESS MY HAND AND SEAL on the date and place first above written.

Doc No. 5;
Doc No. 2;
Doc No. 75;
Series of 2025


ATTY. MA. VICTORIA T. FLORES

NOTARY PUBLIC for the City of Pasig
Until Dec. 31, 2026

PTR No. 3020629, Pasig City, 1.2.25
Roll No. 35054/IBP No. 461133, 9.12.24
MCLE Compliance No. VIII-0008941
39 Ortigas Ave. Extn., Rosario, Pasig City

COVER SHEET

for

AUDITED FINANCIAL STATEMENTS

						4	0	5	9	0

COMPANY NAME

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

A	C	F	S

C	R	M	D

	N	A	

COMPANY INFORMATION

mptcsec@mptc.com.ph

(632) 8894-8700

09994579636

246

Third Thursday of June

December 31

CONTACT PERSON INFORMATION	
NAME	
PHONE	
EMAIL	
ADDRESS	
CITY	
STATE	
ZIP	
COUNTRY	

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

Marisa V. Conde

mvconde@mptc.com.ph

(632) 8894-8700

—

CONTACT PERSON'S ADDRESS					

5th Floor, Rockwell Business Center Tower 1, Ortigas Avenue, Pasig 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 Stockholders
Metro Pacific Tollways Corporation
5th Floor, Rockwell Business Center
Tower 1, Ortigas Avenue
Pasig City

Report on the Audit of the Consolidated Financial Statements

Opinion

We have audited the consolidated financial statements of Metro Pacific Tollways Corporation (a subsidiary of Metro Pacific Investments Corporation) and its subsidiaries (the Company), which comprise the consolidated statements of financial position as at December 31, 2024, 2023 and 2022, and the consolidated statements of income, consolidated statements of comprehensive income, consolidated statements of changes in equity and consolidated statements of cash flows for the years then ended, and notes to the consolidated financial statements, including material accounting policy information.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of the Company as at December 31, 2024, 2023 and 2022, and its consolidated financial performance and its consolidated cash flows for the years then ended in accordance with Philippine Financial Reporting Standards (PFRS) Accounting Standards.

Basis for Opinion

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

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

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



In preparing the consolidated 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 Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated 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 consolidated financial statements.

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

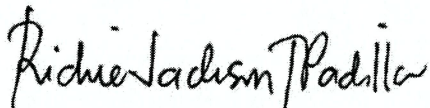
- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of 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 consolidated 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 consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.



- Plan and perform the group audit to obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Company as a basis for forming an opinion on the consolidated financial statements. We are responsible for the direction, supervision and review of the audit work performed for purposes of the group audit. We remain solely responsible for our audit opinion.

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.

SYCIP GORRES VELAYO & CO.



Richie Jackson T. Padilla

Partner

CPA Certificate No. 125656

Tax Identification No. 267-165-440

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

BIR Accreditation No. 08-001998-152-2022, November 7, 2022, valid until November 6, 2025

PTR No. 10465358, January 2, 2025, Makati City

September 24, 2025



METRO PACIFIC TOLLWAYS CORPORATION
(A Subsidiary of Metro Pacific Investments Corporation)
AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

(Amounts in Millions)

	December 31		
	2024	2023	2022
ASSETS			
Current Assets			
Cash and cash equivalents (Notes 7 and 32)	₱9,530	₱15,301	₱11,190
Restricted cash (Notes 7 and 32)	3,349	15,537	2,302
Receivables (Notes 8, 21 and 32)	3,603	3,235	2,711
Financial assets at fair value through profit or loss (FVTPL) (Notes 15, 32 and 33)	2,152	1,742	8,827
Financial assets at fair value through other comprehensive income (FVOCI) (Notes 15, 32 and 33)	156	99	107
Due from related parties (Note 21 and 32)	618	70	470
Other current assets (Note 9)	7,234	8,295	6,079
Total Current Assets	26,642	44,279	31,686
Noncurrent Assets			
Service concession assets (Note 11)	199,003	185,180	165,696
Investments in associates and joint venture (Note 10)	63,645	23,782	23,736
Goodwill and other intangible assets (Note 13)	10,239	10,154	9,792
Property and equipment (Note 12)	3,388	3,333	3,225
Financial assets at FVOCI (Notes 15 and 33)	2,242	1,816	1,963
Advances to contractors, consultants and suppliers (Notes 9, 21 and 32)	1,099	1,909	2,917
Investment properties (Note 14)	842	832	796
Deferred tax assets - net (Note 30)	156	126	29
Other noncurrent assets (Notes 16 and 32)	3,264	3,150	3,317
Total Noncurrent Assets	283,878	230,282	211,471
	₱310,520	₱274,561	₱243,157
LIABILITIES AND EQUITY			
Current Liabilities			
Accounts payable and other current liabilities (Notes 17, 21 and 32)	₱16,711	₱17,704	₱13,838
Income tax payable	801	686	577
Short-term loans (Notes 19, 32 and 33)	33,797	3,530	530
Current portion of:			
Long-term debt (Notes 19, 32 and 33)	13,367	25,212	9,865
Provisions (Note 18)	640	1,294	1,447
Due to related parties (Note 21)	70	8	7
Consumer financing liabilities	6	15	4
Total Current Liabilities	65,392	48,449	26,268

(Forward)



	December 31		
	2024	2023	2022
Noncurrent Liabilities			
Noncurrent portion of:			
Long-term debt (Notes 19, 32 and 33)	₱143,588	₱123,537	₱127,621
Service concession fees payable (Notes 20 and 32)	17,892	17,750	18,035
Provisions (Note 18)	1,247	762	421
Due to related parties (Note 21)	519	565	570
Consumer financing liabilities	7	3	4
Deferred tax liabilities - net (Note 30)	3,404	3,314	3,021
Accrued retirement costs (Notes 4 and 26)	633	474	451
Long-term incentive plan payable (Note 26)	—	125	148
Other noncurrent liabilities	112	185	724
Total Noncurrent Liabilities	167,402	146,715	150,995
Total Liabilities	232,794	195,164	177,263
Equity (Note 22)			
Capital stock	6,779	6,779	8,783
Additional paid-in capital	32,730	32,730	43,778
Deposits for future stock subscription	1	1	1
Equity adjustment on reverse acquisition	(581)	(581)	(581)
Retained earnings	23,101	20,524	19,052
Treasury shares	(137)	(137)	(13,746)
Other comprehensive income reserve	673	51	812
Other reserves	133	2,564	(2,733)
Total equity attributable to equity holders of the Parent	62,699	61,931	55,366
Non-controlling interests	15,027	17,466	10,528
Total Equity	77,726	79,397	65,894
	₱310,520	₱274,561	₱243,157

See accompanying Notes to Consolidated Financial Statements.



METRO PACIFIC TOLLWAYS CORPORATION
(A Subsidiary of Metro Pacific Investments Corporation)
AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF INCOME

(Amounts in Millions)

	Years Ended December 31		
	2024	2023	2022
OPERATING REVENUES			
Toll fees (net of discounts amounting to ₱345.3 million, ₱383.2 million and ₱458.5 million in 2024, 2023 and 2022, respectively)	₱31,582	₱27,212	₱22,852
Sales of electronic tags and magnetic cards	—	13	2
	31,582	27,225	22,854
Non-toll revenues (Note 23)	1,793	1,742	1,376
TOTAL REVENUES	33,375	28,967	24,230
COST OF SERVICES (Note 24)	(11,309)	(10,215)	(8,489)
GROSS PROFIT	22,066	18,752	15,741
Construction revenue (Note 11)	12,232	16,001	17,157
Construction costs (Note 11)	(12,232)	(16,001)	(17,157)
General and administrative expenses (Note 25)	(4,640)	(3,422)	(3,496)
	17,426	15,330	12,245
OTHER INCOME (EXPENSES)			
Interest expense and other finance costs (Note 28)	(7,252)	(6,116)	(3,943)
Equity in net earnings (losses) of associates and joint venture (Note 10)	995	(164)	413
Interest income (Note 27)	781	509	400
Foreign exchange gain (loss) - net	34	(14)	9
Other income (Note 29)	1,062	470	189
	(4,380)	(5,315)	(2,932)
INCOME BEFORE INCOME TAX	13,046	10,015	9,313
PROVISION FOR (BENEFIT FROM) INCOME TAX (Note 30)			
Current	3,293	2,734	2,194
Deferred	(60)	(35)	(7)
	3,233	2,699	2,187
NET INCOME	₱9,813	₱7,316	₱7,126
Attributable to:			
Equity holders of the Parent Company	₱6,458	₱5,035	₱4,967
Non-controlling interests	3,355	2,281	2,159
	₱9,813	₱7,316	₱7,126

See accompanying Notes to Consolidated Financial Statements.



METRO PACIFIC TOLLWAYS CORPORATION
(A Subsidiary of Metro Pacific Investments Corporation)
AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

(Amounts in Millions)

	Years Ended December 31		
	2024	2023	2022
NET INCOME	₱9,813	₱7,316	₱7,126
OTHER COMPREHENSIVE INCOME (LOSS) (Note 22)			
<i>Other comprehensive income (loss) to be reclassified to profit or loss in subsequent periods:</i>			
Exchange differences on translation of foreign operations	266	(654)	107
	266	(654)	107
<i>Other comprehensive income (loss) not to be reclassified to profit or loss in subsequent periods:</i>			
Remeasurement loss on defined benefit retirement plan (Notes 22 and 26)	(3)	(15)	(64)
Gain (loss) on fair value change in fair value of equity instruments at FVOCI (Notes 15 and 22)	483	(155)	590
Income tax effect (Notes 22 and 30)	(121)	22	(71)
	359	(148)	455
TOTAL OTHER COMPREHENSIVE INCOME (LOSS)	625	(802)	562
TOTAL COMPREHENSIVE INCOME	₱10,438	₱6,514	₱7,688
Attributable to:			
Equity holders of the Parent Company	₱7,080	₱4,274	₱5,555
Non-controlling interests	3,358	2,240	2,133
	₱10,438	₱6,514	₱7,688

See accompanying Notes to Consolidated Financial Statements.



METRO PACIFIC TOLLWAYS CORPORATION
(A Subsidiary of Metro Pacific Investments Corporation)
AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
FOR THE YEARS ENDED DECEMBER 31, 2024, 2023 AND 2022

(Amounts in Millions)

	Attributable to Equity Holders of the Parent								Total	Non-controlling Interests	Total Equity
	Capital Stock (Note 22)	Additional Paid-in Capital (Note 22)	Deposits for Future Stock Subscription (Note 22)	Equity Adjustment on Reverse Acquisition (Note 22)	Retained Earnings (Note 22)	Treasury Shares (Note 22)	Other Comprehensive Income Reserve (Note 22)	Other Reserves (Note 22)			
At January 1, 2024	₱6,779	₱32,730	₱1	(₱581)	₱20,524	(₱137)	₱51	₱2,564	₱61,931	₱17,466	₱79,397
Effect of amendment to PAS 12 of a subsidiary (Note 3)	—	—	—	—	(195)	—	—	—	(195)	—	(195)
Acquisition of additional shares in subsidiaries (Note 5)	—	—	—	—	—	—	—	(2,431)	(2,431)	(3,836)	(6,267)
Total comprehensive income for the year:											
Net income for the year	—	—	—	—	6,458	—	—	—	6,458	3,355	9,813
Other comprehensive income for the year	—	—	—	—	—	—	622	—	622	3	625
Cash dividends	—	—	—	—	(3,686)	—	—	—	(3,686)	(1,961)	(5,647)
At December 31, 2024	₱6,779	₱32,730	₱1	(₱581)	₱23,101	(₱137)	₱673	₱133	₱62,699	₱15,027	₱77,726
At January 1, 2023	₱8,783	₱43,778	₱1	(₱581)	₱19,052	(₱13,746)	₱812	(₱2,733)	₱55,366	₱10,528	₱65,894
Issuance of new shares	80	477	—	—	—	—	—	—	557	—	557
Decrease in authorized capital stock	(2,084)	(11,525)	—	—	—	13,609	—	—	—	—	—
Dilution of interest in a subsidiary (Note 5)	—	—	—	—	—	—	—	5,297	5,297	6,629	11,926
Total comprehensive income for the year:											
Net income for the year	—	—	—	—	5,035	—	—	—	5,035	2,281	7,316
Other comprehensive loss for the year	—	—	—	—	—	—	(761)	—	(761)	(41)	(802)
Cash dividends	—	—	—	—	(3,563)	—	—	—	(3,563)	(1,931)	(5,494)
At December 31, 2023	₱6,779	₱32,730	₱1	(₱581)	₱20,524	(₱137)	₱51	₱2,564	₱61,931	₱17,466	₱79,397
At January 1, 2022	₱6,678	₱32,158	₱1	(₱581)	₱16,096	₱—	₱224	(₱2,735)	₱51,841	₱9,438	₱61,279
Issuance of new shares	2,105	11,620	—	—	—	(13,746)	—	2	(19)	—	(19)
Total comprehensive income for the year:											
Net income for the year	—	—	—	—	4,967	—	—	—	4,967	2,159	7,126
Other comprehensive income for the year	—	—	—	—	—	—	588	—	588	(26)	562
Cash dividends	—	—	—	—	(2,011)	—	—	—	(2,011)	(1,043)	(3,054)
At December 31, 2022	₱8,783	₱43,778	₱1	(₱581)	₱19,052	(₱13,746)	₱812	(₱2,733)	₱55,366	₱10,528	₱65,894

See accompanying Notes to Consolidated Financial Statements



METRO PACIFIC TOLLWAYS CORPORATION
(A Subsidiary of Metro Pacific Investments Corporation)
AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CASH FLOWS

(Amounts in Millions)

	Years Ended December 31		
	2024	2023	2022
OPERATING ACTIVITIES			
Income before income tax	₱13,046	₱10,015	₱9,313
Adjustments to reconcile income before tax to net cash flows:			
Interest expense and other finance costs (Note 28)	7,106	6,041	3,765
Amortization of service concession assets (Notes 11 and 24)	2,480	2,130	1,853
Depreciation (Notes 12, 14, 24 and 25)	644	401	379
Provision for ECL (Notes 8 and 25)	279	56	36
Retirement costs (Note 26)	148	139	119
Amortization of other intangible assets (Notes 13 and 25)	38	21	16
Impairment of goodwill (Notes 13 and 25)	28	—	—
Unrealized foreign exchange (gain) loss	(34)	14	(9)
Gain on fair value changes of financial assets (Notes 15 and 29)	(48)	(70)	(6)
Gain on reversal of long-term incentive plan payable (Note 29)	(125)	—	—
Dividend income (Note 29)	(137)	(125)	(103)
Gain on reversal of earn-out liability of a joint venture (Notes 10 and 29)	(679)	—	—
Interest income (Note 27)	(781)	(509)	(400)
Equity in net (earnings) losses of associates and joint venture (Note 10)	(995)	164	(413)
Long-term incentive plan expense (Note 26)	—	68	—
Gain on sale of property and equipment (Notes 12 and 29)	—	(8)	(7)
Loss on deconsolidation (Notes 9 and 29)	—	56	—
Gain on sale of investment in an associate (Notes 10 and 29)	—	(224)	—
Operating income before working capital changes	20,970	18,169	14,543
Working capital changes:			
Decrease (increase) in:			
Restricted cash	(954)	(48)	(473)
Receivables	(904)	144	(791)
Due from related parties	(548)	400	(285)
Other current assets	1,061	(2,132)	(1,906)
Other noncurrent assets	11	(83)	217
Increase (decrease) in:			
Accounts payable and other current liabilities	(1,465)	5,498	2,532
Provisions	467	(153)	757
Due to related parties	16	(4)	(8)
Long-term incentive plan payable (Note 26)	—	(91)	(466)
Income tax paid	(3,178)	(2,625)	(2,122)
Retirement contributions (Note 26)	(111)	(115)	(50)
Retirement benefits paid (Note 26)	123	—	—
Net cash flows from operating activities	15,488	18,960	11,948

(Forward)



	Years Ended December 31		
	2024	2023	2022
INVESTING ACTIVITIES			
Acquisitions of:			
Financial assets at FVTPL (Note 15)	(P11,572)	(P16,032)	(P16,086)
Associates (Note 10)	(39,891)	–	(15,250)
Additions to:			
Service concession assets (Notes 11 and 35)	(12,105)	(20,766)	(17,181)
Property and equipment (Notes 12 and 35)	(712)	(564)	(929)
Investment properties (Note 14)	(59)	(58)	(118)
Investment in associates (Note 10)	(50)	(1,118)	–
Other intangible assets (Note 13)	(151)	(428)	(104)
Proceeds from:			
Sale or maturity of financial assets at FVTPL (Note 15)	11,210	23,187	10,794
Sale of an associate (Notes 9 and 10)	–	306	–
Sale of property and equipment	–	17	19
Released (restricted) cash for debt servicing account	13,142	(13,187)	(251)
Dividends received (Notes 8, 15 and 29)	829	125	63
Net cash inflow from acquisition of a subsidiary (Note 5)	–	35	–
Interest received (Note 35)	783	505	396
Decrease in other noncurrent assets	681	846	620
Net cash flows used in investing activities	(37,895)	(27,132)	(38,027)
FINANCING ACTIVITIES			
Proceeds from:			
Long-term debts and short-term loans (Note 19)	75,123	19,833	45,972
Dilution of interest in a subsidiary (Note 5)	–	11,926	–
Issuance of new shares (Note 22)	–	557	–
Payments of:			
Long-term debts and short-term loans	(36,518)	(6,686)	(10,516)
Interest on long-term debts and short-term loans	(10,357)	(8,467)	(6,943)
Dividends to stockholders (Notes 17 and 22)	(3,686)	(3,561)	(2,010)
Dividends to non-controlling stockholders (Note 17)	(1,906)	(1,558)	(1,315)
Debt issue costs (Note 19)	(439)	(12)	(356)
Principal portion of lease liabilities and related interest	(86)	(82)	(53)
Cash outflow from disposal of interest in a subsidiary (Note 5)	(215)	–	–
Acquisition of non-controlling interest (Note 5)	(6,052)	–	–
Net cash flows from financing activities	15,864	11,950	24,779
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(6,543)	3,778	(1,300)
EFFECT OF EXCHANGE RATE CHANGES ON CASH AND CASH EQUIVALENTS	772	333	10
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR (Note 7)	15,301	11,190	12,480
CASH AND CASH EQUIVALENTS AT END OF YEAR (Note 7)	P9,530	P15,301	P11,190

See accompanying Notes to Consolidated Financial Statements.



METRO PACIFIC TOLLWAYS CORPORATION
(A Subsidiary of Metro Pacific Investments Corporation)
AND SUBSIDIARIES

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

1. Corporate Information

General

Metro Pacific Tollways Corporation (MPTC or the Parent Company) was incorporated in the Philippines and registered with the Philippine Securities and Exchange Commission (SEC) on February 24, 1970. The primary purpose of MPTC is that of investment holding.

MPTC is 99.9% owned by Metro Pacific Investments Corporation (MPIC). MPIC shares were previously listed in and traded through the Philippine Stock Exchange (“PSE”). On September 29, 2023, the PSE approved MPIC’s Petition for Voluntary Delisting and accordingly ordered the delisting of the latter’s shares from the Official Registry of the Exchange effective on October 9, 2023. Furthermore, on November 12, 2024, SEC approved MPIC’s Petition for Voluntary Revocation of Registration of Securities and Certificate of Permit to Sell Securities to the Public.

On September 26, 2024, MPIC entered into a Framework Agreement with Mit-Pacific Infrastructure Holdings, Inc. (MPIH). Under the agreement, the parties agreed on the following:

- The proposed buyback by MPIC of 4,577,488 common shares of MPIC from MPIH, representing 50% of the common shares of MPIC held by MPIH, or approximately 7.3% of the total outstanding common shares of MPIC, for a total buyback price of ₱11,901.0 million;
- The proposed issuance of MPIC of an exchangeable bond to MPIH (“MPIH EB”) for an aggregate subscription price of ₱11,901.0 million. The MPIH EB will be exchangeable for 1,495,258 MPTC shares held by MPIC, representing approximately 6.6% interest in MPTC;
- The consideration for the buyback shall be payable by MPIC to MPIH in cash in full at closing.

MPIH stake in MPIC was reduced to approximately 7.8% after the transaction was completed on January 17, 2025. The exchangeable bond is mandatorily exchangeable 10 years from closing date or upon expiration of lock-up period if a listing event occurs prior to maturity date. Upon the exchange of the MPIH EB in full, MPIC and MPIH shall have approximately 93.3% and 6.6% interest in MPTC, respectively.

Metro Pacific Holdings, Inc. (MPHI) owns 46.28%, 46.27% and 46.08% of the total issued and outstanding common shares of MPIC as at December 31, 2024, 2023 and 2022, respectively. As sole holder of the voting Class A Preferred Shares, MPHI’s combined voting interest as a result of all of its shareholdings is estimated at 58.34%, 58.32% and 59.09% as at December 31, 2024, 2023 and 2022, respectively.

MPHI is a Philippine corporation whose stockholders are Enterprise Investment Holdings, Inc. (EIH; 60.0% interest), Intalink B.V. (26.7% interest) and First Pacific International Limited (FPIL; 13.3% interest). First Pacific Company Limited (FPC), a company incorporated in Bermuda and listed in Hong Kong, through its subsidiaries, Intalink B.V. and FPIL, holds 40.0% equity interest in EIH and investment financing which under Hong Kong Generally Accepted Accounting Principles, require FPC to account for the results and assets and liabilities of EIH and its subsidiaries as part of FPC group of companies in Hong Kong.

The registered office address of the Company is 5th Floor, Rockwell Business Center Tower 1, Ortigas Avenue, Pasig City, Philippines.



The consolidated financial statements were approved and authorized for issuance by the Parent Company's Board of Directors (BOD) on September 24, 2025, as reviewed and recommended for approval by the Audit Committee of the BOD.

Status of Operations

MPTC and its subsidiaries' (collectively referred to as the "Company" or "MPTC Group") current liabilities exceeded its current assets by ₱38,750 million and ₱4,170 million as at December 31, 2024 and 2023, respectively, and current assets exceeded its current liabilities by ₱5,418 million as at December 31, 2022. The increase in excess of current liabilities over current assets in 2024 is mainly driven by short-term loans taken by the Parent Company to fund the acquisition of PT Jasamarga Transjawa Toll (JTT) (see Note 5).

Management believes that the Company will be able to pay, roll over, and/or convert the short-term loans to long term when they fall due. Accordingly, the use of going concern assumption is appropriate considering the following:

- The Company has available unused credit facilities from reputable banks that will provide sufficient working capital financing for it to meet its objectives and future financial obligations.
- The Company has pipeline of capital raising and debt reduction initiatives in 2025. The Company is also looking at obtaining long-term debt structure to fund the maturing short-term loans.

Tollway Operations

MPTC Group entered into various concession agreements for the design, funding, management, operation and maintenance (O&M) of toll roads and related facilities within and outside the Philippines.

A complete list of the Company's subsidiaries is presented in Note 37 to the consolidated financial statements.

Manila North Expressway Project (MNEP). In April 1998, NLEX Corporation (NLEX Corp.) was granted the concession for the rehabilitation, modernization, expansion and operation of the NLEX, including the installation of appropriate collection system therein referred to as the MNEP. The MNEP consists of three (3) phases as follows:

Phase I	Rehabilitation and expansion of approximately 84-kilometers (km) of the existing NLEX and an 8.5-km stretch of a Greenfield expressway that connects Tipo in Hermosa, Bataan to Subic (Segment 7)
Phase II	Construction of the northern parts of the 17-km circumferential road C-5 which connects the current C-5 expressway to the NLEX and the 5.85-km road from McArthur Highway to Letre
Phase III	Construction of the 57-km Subic arm of the NLEX to Subic Expressway

The construction of Phase I was substantially completed in January 2005. On January 27, 2005, the Toll Regulatory Board (TRB) issued the Toll Operation Permit (TOP) for the O&M of Phase I consisting of Segments 1, 2, 3 and including Segment 7 in favor of NLEX Corp. Thereafter, NLEX Corp. took over the NLEX from Philippine National Construction Corporation (PNCC) and commenced its tollway operations on February 10, 2005.



Segment 8.1, a portion of Phase II, which is a 2.7-km road designed to link Mindanao Avenue to the NLEX, had officially commenced tollway operation on June 5, 2010. Segment 9, a portion of Phase II, which is a 2.4-km road connecting NLEX to the McArthur Highway, had officially commenced tollway operation on March 19, 2015. The construction of Segment 10, a portion of Phase II, which is a 5.76-km four-lane, elevated expressway that will start from the terminal of Segment 9 in Valenzuela City going to Circumferential Road 3 (C-3 Road) in Caloocan City above the alignment of Philippine National Railway (PNR) tracks, was completed on February 28, 2019 and was officially opened to the public on March 1, 2019. The remaining portion of Phase II is under pre-construction works while Phase III of the NLEX has not yet started as at September 24, 2025.

Subic-Clark-Tarlac Expressway (SCTEX). Pursuant to the Toll Operation Certificate (TOC) received from the TRB and agreements covering the SCTEX, NLEX Corp. has commenced the management, operation and maintenance of the SCTEX on October 27, 2015. The SCTEX is a 93.77-km four-lane divided highway, traversing the provinces of Bataan, Pampanga and Tarlac.

NLEX-South Luzon Expressway (SLEX) Connector Road Project (NLEX-SLEX Connector Road). On November 23, 2016, NLEX Corp. was awarded the concession for the design, financing, construction and O&M of the 8-km elevated NLEX-SLEX Connector Road. The NLEX-SLEX Connector Road is an elevated four-lane toll expressway structure with a length of 8-km passing through and above the right of way of the PNR starting from NLEX Segment 10 at C-3 Road Caloocan City and seamlessly connecting to SLEX through Metro Manila Skyway Stage 3 Project in Manila. As at September 24, 2025, construction of NLEX-SLEX Connector Road Section 1 is 100% complete with toll collection commenced on August 8, 2023. A portion of section 2, extending up to Ramon Magsaysay Boulevard in Manila, was completed last October 28, 2023, while toll collection started on October 15, 2024. Full completion of the project is dependent on the completion of the interconnection structure that will connect the NLEX-SLEX Connector Road Section 2 to the Metro Manila Skyway Stage 3.

Manila-Cavite Expressway (CAVITEX). MPTC, Cavite Holdings, Inc. (CHI) and Cavite Infrastructure Corp. (CIC) executed a Management Letter Agreement (MLA) on December 27, 2012 for the management of CIC by MPTC starting on January 2, 2013. By virtue of this MLA, MPTC acquired control over CIC and therefore, CIC became a subsidiary of MPTC effective January 2, 2013.

On June 28, 2017, MPTC, CHI and CIC, amended the Management Period to be for such period from January 2, 2013 and while MPTC holds the CHI Preferred Shares, or until MPTC becomes the 100% direct or indirect shareholder of CIC, whichever comes later. As at December 31, 2024, 2023 and 2022, CIC is owned by Metro Pacific Tollways South Corporation, a wholly-owned subsidiary of MPTC, and CHI with interest of 99.2% and 0.08%, respectively.

CIC was incorporated on October 9, 1995 primarily to undertake the design, construction and financing of the CAVITEX in accordance with the terms of the concession granted by the Government of the Republic of the Philippines (ROP or the Grantor) and to receive all revenues arising from the operation thereof. CIC was originally organized to represent United Engineers (Malaysia) Berhad (UEM) and Majlis Amanah Rakyat (MARA), which entered into a joint venture agreement (JVA) with the Philippine Reclamation Authority (PRA) on December 27, 1994.



Under the amended JVA, each of the following expressways shall be constructed in segments. Each segment shall allow partial operation to be carried out as follows:

Phase I	Design and improvement of the R-1 Expressway and the design and construction of the C5 Link Expressway which connects the R-1 Expressway to the South Luzon Expressway
Phase II	Design and construction of the extension of the R-1 Expressway which connects the existing R-1 Expressway at Zapote to Noveleta
Phase III	Design and construction of the Segment 3B for C5 South Link

CIC commenced the rehabilitation of the R-1 Expressway in November 1996 and completed the works in May 1998. On April 29, 2011, as recommended by the independent consultant, the TRB issued the notice to start toll collection on the R-1 Expressway Extension authorizing the implementation of the approved toll rates starting May 1, 2011.

C-5 South Link 3A-1, portion of the CAVITEX Phase II, which is a 2.2-km flyover crossing SLEX traversing Taguig and Pasay City, commenced tollway operation in July 2019. C-5 South Link 3A-2 commenced tollway operation in August 2022 and Segment 2 commenced operation September 2024.

Cavite Laguna Expressway Project (CALAX). On July 10, 2015, MPCALA Holdings, Inc. (MPCALA), a subsidiary of MPTC, was granted the concession to finance, design, construct, operate and maintain the CALAX, including the right to collect toll fees over a 35-year concession period. MPCALA and Department of Public Works and Highways (DPWH) also acknowledge and agree that the concession period shall in no event be extended beyond the 50th anniversary of the operation period.

The CALAX involves the construction of 44.63-km closed-system four-lane toll road from the CAVITEX in Kawit, Cavite through Aguinaldo Highway in Silang, Cavite and ending at the SLEX Mamplasan Interchange in Biñan, Laguna. The CALAX is divided into two (2) segments as follows:

Cavite Segment	Approximately 26.49-km portion of the CALAX, which starts in Tirona Highway, Kawit, Cavite and ends in Aguinaldo Highway, Silang, Cavite
Laguna Segment	Approximately 18.14-km portion of the CALAX, which starts in Aguinaldo Highway, Silang, Cavite Interchange up to the Greenfield Property in Biñan, Laguna

On October 31, 2019, MPCALA opened the first 10-kilometer stretch of CALAX from Mamplasan Exit in Biñan City, Laguna to the Santa Rosa-Tagaytay Interchange.

On February 10, 2020, TRB issued Notice to Start Collection for the initial toll rates for Subsections 6-8 of the CALAX effective February 11, 2020. MPCALA was granted a provisional initial toll for the 10.7-km segment of CALAX effective on February 11, 2020.

On June 18, 2021, MPCALA received the Toll Operating Permit for CALAX Subsection 5. MPCALA received the TRB's approval on the Toll Fee Matrix of Subsection 5 on June 23, 2021.



On August 24, 2021, MPCALA inaugurated CALAX Subsection 5 which connects Silang East Interchange to Sta. Rosa-Tagaytay Road Interchange. This extends the expressway's operating sections from 10 km to 14.24 km.

On November 8, 2023, MPCALA opened CALAX Subsection 4, which is a 3.82-km stretch from Aguinaldo Highway to Silang East Interchange. MPCALA received the TRB's approval on the Toll Fee Matrix of Subsection 4 on February 10, 2024.

As at September 24, 2025, the construction works for CALAX Cavite Segment is ongoing with the percentage of completion approximately 65% and the expected completion within the first quarter of 2026.

Cebu-Cordova Link Expressway (CCLEX). On October 3, 2016, Cebu Cordova Link Expressway Corporation (CCLEC), a subsidiary through Metro Pacific Tollways Vizmin Corporation (MPT Vizmin), was awarded the concession for the financing, design, construction, implementation and O&M of CCLEX, a four-lane 8.9-km toll road which will connect Cebu City and Cordova (the "Grantors") and will include a main bridge structure, viaduct, causeway and roadway. CCLEX is located around 7.5-km south of the Mactan-Mandaue Bridge and will take off from the Cebu South Coastal Road crossing the Mactan channel to Mactan Island.

Under the concession agreement, CCLEC is granted the concession to design, finance, construct, operate and maintain the CCLEX, including the right to collect toll fees over a 35-year concession period unless otherwise extended in accordance with the concession agreement. CCLEX total project cost is ₱33.5 billion. No upfront payments or concession fees are to be paid but the grantors shall share 2% of the project's revenue. This is recorded as "PNCC and grantor's share" under "Cost of Services" account in the consolidated statements of income.

In 2022, the grantors approved the extension of the concession period to 45 years. In addition, the grantors also approved the extraordinary toll adjustments of ₱2, ₱4, ₱6 for Class 1, 2, 3, respectively starting 2025 and every two (2) years thereafter until 2039 to recoup the additional project costs in accordance with the concession agreement.

CCLEC is already in the commercial operation phase after the CCLEX has been opened to motorists on April 30, 2022. The approved toll rates (value added tax or VAT-inclusive) are ₱90, ₱180, ₱270, and ₱60 for Class 1, 2, 3 and 1M, respectively. The Class 1M refers to motorcycles with engine displacement of 110 cc to 399 cc.

Lapu-Lapu Expressway (LLEX). On June 20, 2025, MPT Vizmin acquired the concession right to construct and operate Lapu-Lapu Expressway (LLEX) Project through the 100% acquisition of LLEX Corp. for a total consideration of ₱1.0 billion (see Note 5).

LLEX Corp. was incorporated and registered with Philippine SEC on May 2, 2022 for the main purpose of implementing the construction and operation of LLEX Project under a JVA with Lapu-Lapu City. With LLEX Corp., MPT Vizmin intends to build a new tollroad that will connect the existing CCLEX to the Mactan-Cebu International Airport (MCIA) in Lapu-Lapu City.

Prior to acquisition by MPT Vizmin, LLEX Corp. is 55% and 45% owned by Ulticon Builders, Inc. (UBI) and Premium Megastructures, Inc. (PMI), respectively. UBI and PMI were the proponents of LLEX Project.



Ujung Pandang toll road (PT Metro Makassar Network, formerly PT Bosowa Marga Nusantara (MMN) concession). MMN, a subsidiary of PT Metro Pacific Tollways Indonesia Services (PT MPTIS) through PT Nusantara Infrastructure Tbk (PT Nusantara), and PT Jasa Marga (Persero) Tbk (Jasa Marga), a third-party toll road operator in Indonesia, entered into a joint operation agreement for the operations of Ujung Pandang toll road. MMN will operate the said toll road for 30 years and after which, the toll roads, including all the facilities in the area, will be handed over to Jasa Marga. The toll road has been in operation since 1998. PT MPTIS is a wholly owned subsidiary of MPTC through MPT Asia Corporation.

On October 23, 2017, MMN was granted by the Ministry of Public Works of the Republic of Indonesia the extension of the concession period for the Ujung Pandang toll road to April 12, 2043.

Ujung Pandang toll road is a 6.0-km toll road connecting Soekarno-Hatta port in Makassar and A.P. Pettarani road (Urip Sumoharjo flyover). Pettarani toll road, which is an extension of the Ujung Pandang toll road, is a 4.4-km toll road that will connect Soekarno-Hatta Port (Makassar) and Sultan Hasanuddin International Airport to Makassar's business district and city center. The construction of the elevated toll road was completed on March 18, 2021 and the toll collection started in May 2021.

Makassar Section IV toll road (PT Makassar Airport Network (MAN) (formerly PT Jalan Tol Seksi Empat (JTSE)) concession). MAN, a subsidiary of PT MPTIS through PT Nusantara, entered into a Toll Road Concessionaire Agreement with the Ministry of Public Works of the Republic of Indonesia for the right to develop, operate and maintain Makassar Section IV Toll Road for a period of 35 years, including construction period. The toll road has been in operation since 2008.

Makassar Section IV toll road is a 12-km toll road that connects Tallo Bridge to the Mandai Makassar intersection, providing access to Sultan Hasanuddin International Airport as well as the national road to Maros, Indonesia.

Pondok Aren-Serpong toll road lane (PT Bintaro Serpong Damai (BSD) concession). BSD, a subsidiary of PT MPTIS through PT Nusantara, entered into a Toll Road Operational Authority Agreement with Jasa Marga for the development and operations of Pondok Aren-Serpong toll road lane for a period of 28 years, including construction period. The toll road has been in operation since 1999.

Pondok Aren-Serpong toll road lane is a 7.3-km toll road that connects Serpong and Pondok Aren, South Tangerang, Indonesia.

2. Service Concession Arrangements

Supplemental Toll Operation Agreement (STOA) for the NLEX

By virtue of Presidential Decree (PD) No. 1113 issued on March 31, 1977 as amended by PD No. 1894 issued on December 22, 1983, PNCC was granted the franchise for the construction, and O&M of toll facilities in the NLEX, SLEX and Metro Manila Expressway. PNCC executed a Toll Operation Agreement (TOA) with the Government of the Republic of the Philippines (ROP), by and through the TRB.

Pursuant to the Joint Venture Agreement (JVA) entered into by PNCC and Metro Pacific Tollways North Corporation (MPTNC) (then First Philippine Infrastructure Development Corporation) on August 29, 1995, PNCC assigned its rights, interests and privileges under its franchise to construct, operate and maintain toll facilities in the NLEX in favor of NLEX Corp., including the design, funding and rehabilitation of the NLEX, and installation of the appropriate collection system therein.



MPTNC, in turn, assigned all its rights, interests and privileges to Segment 7, as defined in the Memorandum of Agreement (MOA) dated March 6, 1995, to NLEX Corp., which assumed all the rights and obligations as a necessary and integral part of the NLEX. The assignment of PNCC's usufructuary rights, interests and privileges under its franchise, to the extent of the portion pertaining to the NLEX, was approved by the then President of the ROP. On October 10, 1995, the Department of Justice (DOJ) issued Opinion No. 102, Series of 1995, noting the authority of the TRB to grant authority to operate a toll facility and to issue the necessary TOC. On November 24, 1995, in a letter by the then Secretary of Justice to the then Secretary of Public Works and Highways, the Secretary of Justice reiterated and affirmed the authority of the TRB to grant authority to operate a toll facility and to issue the necessary TOC in favor of PNCC and its joint venture partner for the proper and orderly construction, O&M of the NLEX as a toll road during the concession period.

In April 1998, the ROP (Grantor), acting by and through the TRB, PNCC (Franchisee) and NLEX Corp. (Concessionaire) executed the STOA for the Manila-North Expressway, whereby the ROP granted NLEX Corp. the rights, obligations and privileges including the authority to finance, design, construct, operate and maintain the project roads as toll roads (the "Concession") commencing upon the date the STOA comes into effect until December 31, 2030 or 30 years after the issuance of the TOP for the last completed phase, whichever is earlier, unless further extended pursuant to the STOA.

The PNCC franchise expired on May 1, 2007. Pursuant to the STOA, the TRB issued the necessary TOC for the NLEX in order to allow the continuation of the Concession. As further discussed in Note 31 to the consolidated financial statements, NLEX Corp. pays a certain amount in consideration for the usufructuary rights, interests and privileges under the franchise.

Also, under the STOA, NLEX Corp. shall pay for the Grantor's project overhead expenses based on certain percentages of total construction costs or of periodic maintenance works on the project roads.

Upon expiry of the concession period, NLEX Corp. shall hand-over the project roads to the Grantor without cost, free from any and all liens and encumbrances and fully operational and in good working condition, including any and all existing land acquired, works, toll road facilities and equipment found therein directly related to and in connection with the operation of the toll road facilities.

In October 2008, in consideration of the construction of Segment 8.1, TRB approved NLEX Corp.'s proposal to extend the concession term for Phase I and Segment 8.1 of the NLEX until December 31, 2037.

From 2007 to 2010, NLEX Corp. obtained TRB's approval for certain amendments to the STOA for the MNEP which includes (a) the integration of Segment 10 into Phase II – July 2007; (b) amendment of adjustment formula for the Authorized Toll Rate (ATR) by removing the foreign exchange factor – June 2008; (c) adoption of an integrated operations period for Phase I and Segment 8.1 and extension of the concession period until December 31, 2037 – October 2008; (d) modification of alignments of Phase II Segments 9 and 10 – February 2010; and the following approvals in relation to Phase II Segments 9 and 10 project: (i) adoption of the 2008 TRB approved ATR formula (ATRF) for five (5) years following the completion of Segment 9; (ii) continuation of the implementation of the ATRF for ten (10) years from commercial operation of Segment 10; (iii) approval of the additional ₱6.00 (exclusive of value-added tax or VAT) adjustment to the Open System toll rate upon completion of Segment 10; (iv) continuation of the implementation of the ATRF until 2034; and (v) approval of the additional ₱2.00 (exclusive of value-added tax or VAT) adjustment to the Open System toll rate upon completion of C-3 R-10 Exit Ramp Project.



Agreements covering the SCTEX

On February 26, 2015, NLEX Corp. and the Bases Conversion and Development Authority (BCDA) entered into the Business Agreement (BA) covering the assignment by BCDA to NLEX Corp. of its rights, interest and obligations under the TOA relating to the management and O&M of the SCTEX (which shall include the exclusive right to possess and use the SCTEX toll road and facilities and the right to collect toll). BCDA shall retain all rights, interests and obligations under the TOA relating to the design, construction and financing of the SCTEX. Nevertheless, NLEX Corp. and BCDA hereby acknowledge that BCDA has, as of date of the BA, designed, financed and constructed the SCTEX as an operable toll road in accordance with the TOA.

BCDA is a government instrumentality vested with corporate powers created by virtue of Republic Act (RA) No. 7227. Pursuant to Section 4 (b) of RA No. 7227, BCDA undertook the design, construction and O&M of the SCTEX, a major road project to serve as the backbone of a new economic growth corridor in Central Luzon, pursuant to a TOA entered into between BCDA and the ROP, acting through the TRB, on June 13, 2007. In 2008, TRB has issued in favor of BCDA a TOP authorizing the commercial operations of and the collection of tolls in SCTEX.

The term of the BA shall be from October 27, 2015 (effective date) until October 30, 2043 and may be extended subject to mutual agreement of NLEX Corp. and BCDA and the relevant laws, rules and regulations and required government approvals. At the end of the contract term or upon termination of the BA, the SCTEX, as well as the as-built plans, specifications and operation/repair/maintenance manuals relating to the same shall be turned over to BCDA or its successor-in-interest conformably with law, and in all cases in accordance with and subject to the terms and conditions of the STOA. The STOA, which was a supplement to and revision to the TOA, was entered into, by and among the ROP, acting through the TRB, BCDA and NLEX Corp. on May 22, 2015, in order to fully allow NLEX Corp. to exercise its rights and interests under the BA.

In consideration for the assignment by BCDA to NLEX Corp. of its rights to and interests in SCTEX, NLEX Corp. paid BCDA an upfront cash of ₱3.5 billion (inclusive of VAT) upon effectivity of the BA (the Upfront Payment). NLEX Corp. shall also pay BCDA monthly concession fees amounting to 50% of the Audited Gross Toll Revenues of SCTEX for the relevant month from Effective Date to October 30, 2043. NLEX Corp. recorded concession fees of ₱2,307.3 million, ₱1,946.0 million and ₱1,629.2 million in 2024, 2023 and 2022, respectively, which is included under “Cost of services” account in the consolidated statements of income (see Note 24).

NLEX Corp. also commits to undertake at its own cost the maintenance works/special/major emergency works, other additional works, enhancements and/or improvement works contained in the Maintenance Plans submitted by NLEX Corp. to BCDA from time to time.

On October 22, 2015, NLEX Corp. received the TOC from the TRB for the O&M of the SCTEX. NLEX Corp. officially took over the SCTEX toll facilities and officially commenced the management and O&M of the SCTEX on October 27, 2015.

NLEX-SLEX Connector Road Concession Agreement

In July 2016, after a competitive and comparative public bidding process or Swiss Challenge, NLEX Corp. was declared as the winning proponent to undertake the NLEX-SLEX Connector Road in accordance with Section 10.1 of the Revised Build-Operate-Transfer (BOT) Law and its Revised Implementing Rules and Regulations of 2012.

On November 23, 2016, NLEX Corp. and DPWH signed the concession agreement for the NLEX-SLEX Connector Road. Under the concession agreement, the ROP, acting through the DPWH, granted NLEX Corp. the rights and obligations to finance, design, construct, operate and



maintain the NLEX-SLEX Connector Road, including the right to collect toll fees over the concession period as well as commercial revenues and fees from non-toll user related facilities, subject to the right of DPWH to receive revenue share of 5% of commercial revenues from toll user and non-toll user related facilities. The concession period shall commence on the commencement date (being the date of issuance of the Notice to Proceed (NTP) by the DPWH to begin the construction of the NLEX-SLEX Connector Road) and shall end on its thirty-seventh (37th) anniversary, unless otherwise extended or terminated in accordance with the concession agreement. The concession period includes both the construction period and the operation period and in no event be extended beyond the fiftieth (50th) anniversary of the operation period.

In consideration for granting the basic right of way for the NLEX-SLEX Connector Road, NLEX Corp. shall pay DPWH periodic payments of ₱243.2 million annually which will commence on the first anniversary of the construction completion deadline, as extended, until the expiry of the concession period and will be subject to an agreed escalation every two (2) years based on the prevailing Consumer Price Index (CPI) for the two-year period immediately preceding the adjustment or escalation.

During the concession period, NLEX Corp. shall pay for the project overhead expenses to be incurred by the DPWH or the TRB in the process of their monitoring, inspecting, evaluating and checking the progress and quality of the activities and works undertaken by NLEX Corp. NLEX Corp.'s liability for the payment of the project overhead expenses due to TRB shall not exceed ₱50.0 million and the liability for the payment of the project overhead expenses due the DPWH shall not exceed ₱200.0 million; provided, that these limits may be increased in case of inflation, or in case of additional work due to a concessionaire variation that will result in an extension of the construction period or concession period, upon mutual agreement of the parties in the concession agreement.

Legal title to the NLEX-SLEX Connector Road, including all assets and other improvements constructed therein and all additional and/or enhancement works contributed by NLEX Corp. during the concession period, shall remain with NLEX Corp. until the termination date. At the end of the concession period or upon the termination of the concession agreement, the NLEX-SLEX Connector Road, including all rights, title and interest in the aforesaid assets, shall be turned over to DPWH or to its successor-in-interest conformably with law, and in all cases in accordance with and subject to the terms and conditions of the concession agreement. NLEX Corp. shall be prohibited from transferring, alienating, selling, or otherwise disposing the NLEX-SLEX Connector Road.

Pursuant to the concession agreement, NLEX Corp. shall preserve the asset so it can be handed back to DPWH in a manner that complies with the pavement performance standards specified in the concession agreement and that all the building and equipment necessary to operate the expressway remain functional and in good condition that is equivalent to prudent industry practice. NLEX Corp. must also manage the maintenance of the assets so that there is a residual asset life that complies with the residual life standards stated in the concession agreement at the end of the concession period. As of September 24, 2025, the construction of NLEX-SLEX Connector Road is 96.4% complete. Full completion of the project is dependent on the completion of the interconnection structure that will connect the NLEX-SLEX Connector Road Section 2 to the Metro Manila Skyway Stage 3 (MMSS3).

TOA for the CAVITEX

On July 26, 1996, PRA (Grantee) and CIC entered into a TOA with the ROP, acting through the TRB, to expand the scope and toll collection period of the TOC of PRA and amplify the terms and conditions which are necessary to ensure the financial viability of the CAVITEX. Pursuant to the TOA, PRA will be responsible for the O&M of the expressway while CIC will be responsible for the design and construction of the expressway including its financing.



Construction of CAVITEX shall be in accordance with the schedule provided in the TOA, provided that the ROP shall fulfill all its obligations to CIC. In the event that the total construction costs estimated by the independent consultant are lower by 5.0% or more than CIC's cost estimate, the Grantor and PRA agree that the agreed toll rates shall be adjusted accordingly. The franchise period of each segment of CAVITEX shall be 35 years calculated from the date such segment is substantially completed and can be operated as a toll road.

The expressways shall be owned by the Grantor without prejudice to the rights and entitlement of the Grantee and/or CIC.

Pursuant to the TOA, PRA established PEA Tollways Corporation (PEATC), its wholly owned subsidiary, to undertake the O&M obligations of PRA under the TOA. PEATC would collect the toll fees from the toll paying traffic and deposit such collections to the O&M Account of the joint ventures maintained with a local bank.

As provided in the JVA entered into by PRA with MARA and Renong Berhad (the JV partners), the JV partners shall receive a monthly share equivalent to the excess in cash balance, net of O&M expenses, equivalent to six (6) months O&M for the initial monthly sharing and reduced to one (1) month O&M after such initial sharing, to be distributed as follows: (a) 10.0% for PRA and 90.0% for CIC for the period starting from the CAVITEX completion until the full payment of loans and interest, cost advances, capital investments and return on equity of the parties; and (b) 60.0% for PRA and 40.0% for CIC for the remainder of the 35-year toll concession period.

At the end of the toll collection period, the finished segments of the CAVITEX will be transferred to the Grantor.

On November 14, 2006, CIC, PRA and TRB entered into an O&M Agreement, as approved by the Office of the President of the ROP, to clarify and amend certain rights and obligations under the JVA and TOA and to comply with the terms and conditions of the CIC's lenders and CHI (Equity Contractor).

Below are the salient provisions of the O&M Agreement:

1. Redefinition of Phase I and II of the Project

Phase I of the Project will now relate to the design and improvement of the R-1 Expressway and the design and construction of the R-1 Expressway Extension which consist of Segment 1 (from Seaside Drive to Zapote), Segment 4 (from Zapote to Kawit) and Segment 5 (from Kawit to Noveleta), provided that, subject to the approval of the TRB, Segment 5 will be excluded from Phase I in the event that its construction does not begin within two (2) years from the completion of the design and construction works for Segment 4 that is estimated to be in December 2008. In case of exclusion from Phase I, Segment 5 shall now form part of the Phase II, subject to the approval of the TRB.

Phase II of the Project will now relate to the design and construction of the C-5 Link Expressway, which consists of Segments 2 and 3 from R-1 Interchange to Sucat Interchange to South Luzon Expressway Interchange, respectively.



2. Change of the Participation of PRA and CIC in the O&M Agreement of Phase I of the Project

PRA agrees to execute and deliver a voting trust agreement which shall be coupled with an interest covering two-thirds of the outstanding capital stock of PEATC in order to transfer the voting rights over such PEATC shares in favor of the CIC. Such voting rights of CIC over the shares shall be during the period of the loan from syndicated lenders covered by the Omnibus Loan Agreement (OLA) (an OLA was signed by CIC and various lenders in 2006) and the repayment of the Equity Contractor and shall be irrevocable during the aforementioned period.

3. Appointment of Directors and Officers

As a consequence of CIC's participation in the O&M Agreement set out in the previous paragraphs, CIC shall nominate five (5) members of the BOD of PEATC while PRA shall nominate two (2) members. PRA shall nominate the Chairman of the BOD and one (1) member as its second nominee as well as the Controller of PEATC, while CIC is entitled to nominate the Chief Executive Officer (CEO), Chief Operating Officer (COO), Treasurer and the Corporate Secretary of PEATC. CIC shall further have the right to nominate other members of the Board and other officers to the key position of PEATC as may be necessary to effectively implement the participation.

4. Amendment of the Revenue Sharing Provisions as Previously Provided under the TOA

Effective on the first day of the CIC's participation in the O&M, August 25, 2006, there will be a new and improved distribution of the share in the toll fees of PRA and CIC. PRA shall receive 8.5% of gross toll revenue while CIC shall receive 91.5% of the gross toll revenue and will absorb all O&M costs and expenses. PRA shall no longer share from any of the O&M costs and expenses. The share of PRA shall be increased by 0.5% every periodic toll rate adjustment under the TOA but not to exceed 10.0% of gross toll revenue at any one time during the repayment period of the loan.

The new PRA share of 8.5% of the gross toll revenue shall be subject to increase as mentioned in the previous paragraph which shall be implemented during the period of:

- a) existence of the loan which is payable for a period of eight (8) years; and
- b) repayment of the Equity Contractor which shall be converted into subordinated debt *pari passu* with the lenders for a period which shall not exceed an additional three (3) years after the period of eight (8) years.

Upon repayment in full of the loans and interest costs, advances, capital investment and the return of equity, CIC and PRA shall share at the ratio of 40.0% and 60.0%, respectively, as originally agreed upon under the JVA.

The current share of PRA based on gross revenue is 9.0% while CIC is 91.0% which took effect on the last toll rate adjustment on January 1, 2009.

5. Amendment of the Conduct of the O&M of the Tollway

All gross toll revenue collections shall be directly deposited on a daily basis to the respective bank accounts of PRA and CIC:

- a) The 91.0% share of CIC shall absorb all O&M costs and expenses. CIC shall continue to set aside sinking fund in accordance with the TOA schedule of maintenance per segment. The sinking fund interest income shall remain intact and shall not be subject to revenue sharing of the JVA partners;



- b) The sinking fund which shall remain with PEATC and maintained adequately at all times, shall be solely used for major road repairs and re-pavement and for extraordinary costs and expenses needed by the operation but not provided in the annual budget (see Note 16). Any shortage in the sinking fund shall be the sole responsibility of CIC; and
 - c) All disbursements for O&M shall be authorized solely by CIC.
6. Acknowledgement of all parties that in the event of a default under the loan, the Lenders shall be granted step-in rights in respect of the share of the CIC on the revenues from the toll collections in favor of the Lenders as security for the financing provided by such Lenders.
7. Unless otherwise amended, revised or modified by the CIC, PRA and TRB after obtaining the necessary regulatory approvals, CIC's participation in the O&M under this O&M Agreement shall be terminated upon repayment in full of the loans subject of the OLA dated August 25, 2006 and repayment to the Equity Contractor.

In a letter dated May 21, 2010, the PRA confirmed that the effectivity of the O&M Agreement and the voting trust agreement shall be extended for a period of four (4) years or until August 25, 2021, or upon full settlement of the funding obtained by CIC for the completion of Manila Cavite Toll Expressway Project (MCTEP).

In 2015, PRA agreed to substitute the 2013 Amended and Restated Loan Agreement (2013 Loan Agreement), which CIC entered into with a group of lenders, for all references to the "2006 Omnibus Loan Agreement" under the Operations and Maintenance Agreement (OMA). However, the resolution of the Board of Directors of PRA provided that the proposed extension of the OMA up to December 18, 2023 (the maturity date of the loan covered by the 2013 Loan Agreement) will be subject to further negotiations between PRA and CIC prior to August 25, 2021.

On June 19, 2019, PRA through its Corporate Secretary, informed CIC that PRA Governing Board approved CIC Stage 1 proposal which is to assume the operation and maintenance rights and obligations of PRA with respect to Segment 3A-1.

On July 8, 2021, PRA informed CIC that the standing PRA Board decision is that the effectivity of the OMA will expire on August 25, 2021 and requested that CIC and PRA commence negotiations for the possible extension of the effectivity of the OMA up to December 18, 2023. PRA and CIC started discussing the details of PRA's position and conditions on the matter of the extension of the terms of the OMA. Negotiations on the extension did not prosper and the OMA expired on August 25, 2021.

Thereafter, an Operation and Maintenance Transition Committee (O&M Transition Committee) was constituted composed of representatives from PRA and CIC, with observers from the Toll Regulatory Board and PEA Tollways Corporation (PEATC), and the Office of the Government Corporate Counsel ("OGCC"), to discuss the details of the assumption by PRA (through PEATC) of the operations and maintenance of the operating segments of the MCTEP.

On January 1, 2022, PEATC assumed 100% operations and maintenance of the MCTEP. However, PRA requested CIC to extend the effectivity of the contracts for goods and services required in the operations and maintenance of the MCTEP (the "O&M Contracts") to ensure continuity of services to motorists and customers of the MCTEP. PRA also requested CIC to allow PEATC to directly manage the implementation of the O&M Contracts in accordance with its mandate to operate and maintain the MCTEP until March 31, 2024. Pursuant to PRA's request, CIC extended the term of relevant O&M



contracts until September 30, 2024 as PRA prepares to procure said services in accordance with government processes.

On September 10, 2024, PRA requested CIC for further extension of the relevant O&M contracts until March 31, 2025.

On February 20, 2025, in accordance with PRA Board Resolution No. 6162 Series of 2025, PRA sent a letter to CIC requesting for the further extension of the O&M Contracts until December 31, 2025.

As at September 24, 2025, Joint Venture Account is still pending hence, the sharing of CIC and PRA is still at 91:9, respectively, subject to the monthly reconciliation to arrive at the 90:10 sharing in the net project income.

Toll Holiday

On June 27, 2024, the TRB sent a letter to CIC, PRA, and PEATC informing that the TRB Board has resolved to approve ad referendum PRA's proposal of temporary cessation of all cash and RFID toll collection activities in all MCTEP Segments for a period of thirty (30) days starting from July 1, 2024 at 12:01 AM and directed its implementation subject to two (2) months extension of the respective MCTEP concession periods, based on the agreement and consent of CIC.

The toll collection activities in all MCTEP segments resumed on July 31, 2024.

CALAX Concession Agreement

On May 26, 2015, after a competitive bidding, the DPWH announced MPCALA as the winning bidder to implement the CALAX. The CALAX will be undertaken using the BOT contractual arrangement, which is one of the Public-to-Private Partnership (PPP) variants specifically authorized under the BOT Law, or RA No. 6957, as amended by RA No. 7718 and its Revised Implementing Rules and Regulations of 2012.

On June 8, 2015, MPCALA received the Notice of Award (NOA) from the DPWH to implement the CALAX. Upon full compliance with all the requirements under the NOA on June 26, 2015, DPWH issued its Notice of Compliance on June 30, 2015.

On June 25, 2015, MPCALA issued an irrevocable standby letter of credit amounting to ₱700.0 million in favor of DPWH as security for the performance by MPCALA of its obligations under the concession agreement for the CALAX.

On July 10, 2015, under the concession agreement with DPWH, MPCALA is granted the concession to design, finance, construct, operate and maintain the CALAX, including the right to collect toll fees over a 35-year concession period. MPCALA and DPWH also acknowledge and agree that the concession period shall in no event be extended beyond the 50th anniversary of the operation period.

In consideration for granting the concession, MPCALA shall pay DPWH a concession fee totaling ₱27.3 billion, payable over nine (9) years from signing of the concession agreement. On July 10, 2015, MPCALA paid DPWH an upfront fee of ₱5.5 billion representing 20% of the concession fee. The remaining concession fee is payable on an installment basis at the rate of 16% annually beginning on the fifth (5th) year from the contract signing date up to the ninth (9th) year from the contract signing date of the concession agreement.

During the concession period, MPCALA shall pay for the project overhead expenses to be incurred by the DPWH and the TRB in the process of their monitoring, inspecting, evaluating and the checking the progress and qualities of the activities and works undertaken by MPCALA which shall



not exceed ₱150.0 million and ₱75.0 million, respectively; provided, that these limits may be increased in case of inflation, or in case of additional work due to a concessionaire variation that will result in an extension of the construction period or concession period, upon mutual agreement of the parties in the concession agreement.

Design and Construction. Pursuant to the concession agreement, MPCALA shall undertake the construction works of the CALAX in conformance with the design criteria of the Minimum Performance Standards and Specifications (MPSS). MPSS establishes the minimum requirements that MPCALA must comply with regards to the design, construction, operation and maintenance of the CALAX.

The DPWH shall determine if MPCALA has fully complied with the requirements for the completion of the CALAX before issuing the Certificate of Final Completion.

Operation and Maintenance. The MPSS also sets out key performance indicators that measure MPCALA's performance and imposes penalties for non-performance. The performance requirements are categorized as (i) operation requirements that include the toll collection system, traffic safety and control system and power and water supply; and (ii) maintenance requirements that include the maintenance of expressway structures, toll plazas and buildings and operating equipment and utilities. As indicated in the MPSS, MPCALA shall preserve the assets so it can be handed back to DPWH in a manner that complies with the pavement performance standards specified in the concession agreement. MPCALA must also manage the maintenance of the assets so that there is a residual asset life that complies with the residual life standards stated in the agreement at the end of the concession period.

Ownership of the CALAX. Pursuant to the concession agreement, upon issuance of the Certificate of Final Completion by the independent consultant, ownership of all works comprising the CALAX shall vest in the DPWH. Regardless of the ownership of all the works comprising the CALAX, including the Right of Way (ROW), possession, custody and risk of loss or deterioration shall vest in MPCALA during the concession period. Upon termination date or transfer date, whichever is earlier, possession, custody and risk of loss or deterioration of the CALAX, including the ROW, shall vest with the DPWH.

Subject to the limits and conditions under the BOT Law, the DPWH is responsible for the payment of all applicable real property taxes on the CALAX throughout the concession period. In the event that the relevant Government Authority assesses MPCALA of the real property taxes for the CALAX, the DPWH shall, upon prior notice and submission by MPCALA of the subject assessments, pay directly the relevant Government Authority the amount of such assessed real property taxes. Conversely, MPCALA may advance the payment of such real property taxes, which payments shall be fully reimbursed by the DPWH within 30 days after receipt of written request from reimbursement from MPCALA.

CCLEX Concession Agreement

On December 23, 2015, MPTNC received the NOA from both the City of Cebu and the Municipality of Cordova (collectively "the Grantors") which authorizes the formation of a joint venture (JV) company and the implementation by the JV company of the CCLEX. The NOA was issued by the Grantors in favor of MPTNC after no expression of interest to submit comparative proposals was received by the Grantors.

On April 15, 2016, the Grantors and MPTNC finalized and executed the JVA which governs the Grantors' and MPTNC's respective rights and obligations to each other in relation to the JV company. The JV company will be responsible for implementing the CCLEX as concessionaire under the JVA. Pursuant to the JVA, CCLEX was incorporated on August 8, 2016.



As indicated in the JVA, the Grantors shall receive a combined share of 2% of the annual toll revenues of the CCLEX. The JVA shall be effective from April 15, 2016 until its termination as indicated in the JVA, which includes among others, the termination of the concession agreement for the CCLEX.

On October 3, 2016, CCLEC and the Grantors signed the concession agreement for the CCLEX. Under the concession agreement, CCLEC is granted the concession to design, construct, finance, operate and maintain the CCLEX, including the right to collect toll fees over the concession period. The concession period shall commence from the date the Grantors issued to CCLEC the notice to proceed to start the construction of the CCLEX and shall end after 35 years unless otherwise extended in accordance with the concession agreement.

On January 16, 2019, CCLEC and the Grantors signed an amendment to the concession agreement. Among the matters amended is the deletion of the term “Toll Regulatory Board” or “TRB”. All references to “Toll Regulatory Board” or “TRB” in the concession agreement and all its attachments, annexes and schedules thereto shall be deemed to refer to “Local Toll Regulatory Council” or “LTRC”.

On April 27, 2022, the Grantors approved the concession period extension of ten (10) years (from 35 years to 45 years) and extraordinary toll adjustments of ₱2, ₱4 and ₱6 for Class 1, 2 and 3, respectively, starting 2025 and every two (2) years thereafter until 2039 to recoup the additional project costs in accordance with the concession agreement.

The ownership of all works comprising CCLEX shall vest with the Grantors immediately after construction completion and upon issuance of the certificate of final completion.

Pursuant to the concession agreement, CCLEX shall preserve the asset so it can be handed back to the LGUs in a manner that complies with the pavement performance standards specified in the concession agreement and that all the building and equipment necessary to operate the expressway remain functional and in good condition that is equivalent to prudent industry practice. CCLEC must also manage the maintenance of the assets so that there is a residual asset life that complies with the residual life standards stated in the concession agreement at the end of the concession period.

LLEX Concession Agreement

On June 17, 2022, LLEX Corp. and the City Government of Lapu-Lapu, signed a JVA for the design, financing, construction and operation of LLEX which is a private-public-partnership project wherein the Grantor is a local government. Lapu-Lapu City is the Grantor and LLEX Corp. is the concessionaire. LLEX Project consists of four (4) segments with a total length of 12 kilometers.

The initial term of the concession is 35 years and subject to an automatic renewal of 15 years upon request by LLEX Corp. and provided that the share of Lapu-Lapu City in the toll revenues shall be increased from 2% to 2.5%. Summary of percentage share of Lapu-Lapu City in the toll revenues under the JVA:

Period	% Share per Annum
Years 1 to 15	1.0%
Years 16 to 25	1.5%
Years 26 to 35	2.0%
Years 36 to 50	2.5%



The title and ownership of the LLEX Project shall be transferred to Lapu-Lapu City at the end of the concession period.

As discussed in Note 1, LLEX Corp. was acquired by MPTC through MPT Vizmin on June 20, 2025. As of September 24, 2025, the management is undertaking pre-construction activities.

MMN concession covering rights in Ujung Pandang toll road

On August 26, 1994, the Ministry of Public Works of the Republic of Indonesia has granted the permission to Jasa Marga and MMN for the development and operation of Ujung Pandang toll road. On August 29, 1994, through Deed No. 322 of Mestariany Habie, S.H., MMN received its rights to operate the Ujung Pandang toll road for 30 years. After the concession period, the toll road and all its facilities on the area will be handed over to Jasa Marga.

On October 23, 2017, MMN obtained Minister Decree from Ministry of Public Works Republic Indonesia containing the extension of the Ujung Pandang toll road up to 2043 (from the previous 2028).

MAN concession covering rights in Makassar Section IV Toll Road

In 2006, MAN entered into Toll Road Concessionaire Agreement with the Ministry of Public Works of the Republic of Indonesia for the rights of the Makassar Section IV Toll Road for a period of 35 years including construction period. After the concession period, the toll road and all its facilities on the area will be handed over to The Toll Road Regulatory Authority (BPJT). Concession period of MAN is until 2041.

BSD concession covering rights in Pondok Aren-Serpong Toll Road

In 1996, BSD entered into a Toll Road Operational Authority Agreement with Jasa Marga for the rights of the Pondok Aren-Serpong toll road. Jasa Marga granted BSD the authority to develop and operate the toll road for a period of 28 years including the construction period. Concession period for BSD is until 2028. At the end of the concession period, BSD will hand over the toll road to BPJT.

BSD will pay Jasa Marga costs in relation to the toll road operation and maintenance fees computed based on a fixed percentage of 5.98% of the toll road revenues.

PT Sarana Catur Tirta Kelola (SCTK) concession covering rights in Cijeruk Water Treatment Plant

In 1995, SCTK entered into a cooperation agreement with the Regional Water Company II Serang ("PDAM"). PDAM appointed SCTK to build and operate the water treatment plant and to transfer it back in 2039.

Based on the Cooperation Agreement dated January 14, 1999 between PT Sarana Tirta Rejeki (STR) and PT Jasa Sarana Nusa Makmur (JSNM) regarding the development of water supply in East Serang with capacity up to 100 litres per second, STR and JSNM agreed to cooperate in management and distribution of treated water in East Serang Timur with terms as stated in the agreement.

As at December 2, 2013, SCTK and STR agreed to terminate the right transfer agreement of water management in Serang. With the termination of the transfer agreement, the Cooperation Agreement between STR and JSNM was also terminated and the right of management and distribution of treated water in East Serang was transferred to SCTK.

On April 13, 2023, SCTK and Perumda Tirta Al Bantani entered into an amendment to the Cooperation Agreement regarding the changes in treated water tariff to IDR3,120 per cubic meter (m³). On the same day, SCTK and Perumda Tirta Al Bantani signed a profit sharing cooperation agreement in marketing and socialization services to the industrial community. SCTK agreed to



provide a profit share of IDR600 per m³ of water sold to Perumda Tirta Al Bantani for its measurable performance in ensuring the supply of raw water allocation and organizing marketing and outreach to SCTK's industrial community.

PT Dain Celicani Cemerlang (DCC) concession covering rights in Medan Water Treatment Plant

On April 24, 2012, DCC, a subsidiary of PT MPTIS, entered into a cooperation agreement for the supply of treated water to PT Kawasan Industri Medan (Persero) (KIM) for a period of 20 years (excluding construction phase). The agreement states that DCC shall build a Water Treatment Plant II (WTP II) on the land owned by KIM under BOT scheme. Both parties agree the minimum supply of treated water volume at transfer point is 250,000 m³ per month at IDR5,800 per m³ (excluding VAT). The price will be evaluated and agreed upon every three (3) years. On April 21, 2017, KIM has agreed the increment rate amounted to 10% or IDR6,380 per m³ (excluding VAT).

On October 19, 2022, DCC entered into the second amendment to the Cooperation Agreement on Clean Water Supply with KIM regarding the construction of two (2) Water Treatment Plants carried out by DCC with a capacity of 100 liters/second with a construction value of IDR8,578,006,350 and a bank guarantee of 5% of the construction value.

DCC and KIM agreed to impose a new tariff for treated water of IDR7,200 per m³ (excluding VAT) which is effective from January 24, 2022. On August 28, 2023, DCC got an adjustment on minimum supply of water volume at transfer point to 400,000 m³ per month.

PT Rezeki Perkasa Sejahtera Lestari (RPSL) concession covering rights in Biomass Power Plant

In August 2018, PT Energi Infranasantara (EI), an indirect subsidiary of PT MPTIS, acquired 80% of the capital stock of RPSL, a biomass power plant operator.

RPSL has an Electrical Power Purchase Agreement with PT Perusahaan Listrik Negara (Persero) (PLN) for the construction and operation of a Biomass Power Plant for a period of 20 years from the start of operations. Under the agreement, RPSL will supply a portion of the generated power from the power plant to PLN in accordance with the terms and conditions of the agreement.

3. Material Accounting Policy Information

Basis of Preparation

The consolidated financial statements have been prepared in compliance with Philippine Financial Reporting Standards (PFRS) Accounting Standards.

The consolidated financial statements have been prepared on a historical cost basis, except for certain debt and equity financial assets that are measured at fair value. The consolidated financial statements are presented in Philippine Peso, which is the Parent Company's functional currency, and all values are rounded to the nearest million peso (P000,000), except when otherwise indicated.

The Company has previously issued separate sets of consolidated financial statements as at and for the years ended December 31, 2024, 2023 and 2022 in accordance with PFRS Accounting Standards, which were approved by the BOD for issuance on June 20, 2025, May 10, 2024 and April 3, 2023, respectively.

The accompanying consolidated financial statements as at and for the years ended December 31, 2024, 2023, and 2022 have been prepared and re-issued solely for the purpose of inclusion in the prospectus related to the Company's bond offering.



Basis of Consolidation

The consolidated financial statements comprise the financial statements of the Parent Company and its subsidiaries as at and for the years ended December 31, 2024, 2023 and 2022.

A complete list of the Company's subsidiaries is disclosed in Note 37.

Non-controlling Interests (NCI) represent the interests in NLEX Corp., Metro Strategic Infrastructure Holdings, Inc. (MSIHI), Easytrip Services Corporation (ESC) and PT Nusantara and its subsidiaries, not held by the Parent Company and are presented separately in the consolidated statement of income and within equity in the consolidated statements of financial position, separately from equity attributable to equity holders of the Parent Company.

Changes in Accounting Policies

The accounting policies adopted are consistent with those of the previous financial year, except that the Company has adopted the following new accounting pronouncements starting January 1, 2024. The standards that have been adopted did not have any significant impact on the Company's consolidated financial statements.

- Amendments to PAS 1, *Classification of Liabilities as Current or Non-current*

The amendments clarify:

- That only covenants with which an entity must comply on or before reporting date will affect a liability's classification as current or non-current.
- That classification is unaffected by the likelihood that an entity will exercise its deferral right.
- That only if an embedded derivative in a convertible liability is itself an equity instrument would the terms of a liability not impact its classification.

- Amendments to PFRS 16, *Lease Liability in a Sale and Leaseback*

The amendments specify how a seller-lessee measures the lease liability arising in a sale and leaseback transaction in a way that it does not recognize any amount of the gain or loss that relates to the right of use retained.

- Amendments to PAS 7 and PFRS 7, *Disclosures: Supplier Finance Arrangements*

The amendments specify disclosure requirements to enhance the current requirements, which are intended to assist users of financial statements in understanding the effects of supplier finance arrangements on an entity's liabilities, cash flows and exposure to liquidity risk.



Standards Issued but not yet Effective

The Company has not early adopted any of the following standards, interpretations or amendments that has been issued but is not yet effective. The Company does not expect the impact of these standards, interpretations or amendments to be significant upon adoption.

Effective beginning on or after January 1, 2025

- Amendments to PAS 21, *Lack of Exchangeability*

Effective beginning on or after January 1, 2026

- Amendments to PFRS 9 and PFRS 7, *Classification and Measurement of Financial Instruments*
- Annual Improvements to PFRS Accounting Standards—Volume 11
 - Amendments to PFRS 1, *Hedge Accounting by a First-time Adopter*
 - Amendments to PFRS 7, *Gain or Loss on Derecognition*
 - Amendments to PFRS 9, *Lessee Derecognition of Lease Liabilities and Transaction Price*
 - Amendments to PFRS 10, *Determination of a 'De Facto Agent'*
 - Amendments to PAS 7, *Cost Method*

Effective beginning on or after January 1, 2027

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

Deferred effectivity

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

Business Combinations and Goodwill

Business combinations are accounted for using the acquisition method. The cost of an acquisition is measured as the aggregate of the consideration transferred, which is measured at acquisition date fair value and the amount of any NCI in the acquiree. For each business combination, the acquirer elects whether to measure the NCI in the acquiree either at fair value or at the proportionate share of the acquiree's identifiable net assets. Acquisition-related costs are expensed as incurred and included in "General and administrative expenses".

The Company determines that it has acquired a business when the acquired set of activities and assets include an input and a substantive process that together significantly contribute to the ability to create outputs. The acquired process is considered substantive if it is critical to the ability to continue producing outputs, and the inputs acquired include an organized workforce with the necessary skills, knowledge, or experience to perform that process or it significantly contributes to the ability to continue producing outputs and is considered unique or scarce or cannot be replaced without significant cost, effort, or delay in the ability to continue producing outputs.

If the acquired set of assets and activities does not constitute a business as defined under PFRS 3, the transaction is accounted for as an asset acquisition. In such case, the Company identifies and recognizes the individual identifiable assets acquired and liabilities assumed. The cost of the acquisition, including transaction costs that are directly attributable to the acquisition, is allocated to the assets acquired and liabilities assumed on a relative fair value basis at the acquisition date. Goodwill is not recognized in an asset acquisition.

Any contingent consideration to be transferred by the acquirer will be recognized at fair value at the acquisition date. Contingent consideration classified as equity is not remeasured and its subsequent settlement is accounted for within equity. Contingent consideration classified as an asset or liability



that is a financial instrument and within the scope of PFRS 9, is measured at fair value with the changes in fair value recognized in profit or loss in accordance with PFRS 9. Other contingent consideration that is not within the scope of PFRS 9 is measured at fair value at each reporting date with changes in fair value recognized in profit or loss.

Investments in Associates and Joint Venture

The Company's investments in its associates and joint venture are accounted for using the equity method.

The aggregate of the Company's share in profit or loss of an associate or joint venture is shown on the face of the consolidated statement of income outside operating profit and represents profit or loss after tax and NCI in the subsidiaries of the associate or joint venture. If the Company's share of losses of an associate or joint ventures equals or exceeds its interest in the associate, the Company discontinues recognizing its share of further losses.

After the application of the equity method, the Company determines whether it is necessary to recognize an additional impairment loss on the Company's investments in associates or joint venture. The Company determines at each balance sheet date whether there is any objective evidence that the investment in the associate or joint venture is impaired. If this is the case, the Company calculates the amount of impairment as the difference between the recoverable amount of the investment in associate or joint venture and its carrying value and recognizes the impairment loss in the consolidated statement of income.

Financial Instruments

Date of Recognition. The Company recognizes a financial asset or a financial liability in the statements of financial position when it becomes a party to the contractual provisions of the instrument.

Financial Assets

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

As at December 31, 2024, 2023 and 2022, the Company has financial assets at FVTPL and FVOCI.

Subsequent Measurement. For purposes of subsequent measurement, financial assets are classified in three categories: Financial assets at amortized cost (debt instruments), Financial assets at FVTPL and Financial assets at FVOCI.

Financial assets at amortized cost (debt instruments). Financial assets at amortized cost are subsequently measured using the effective interest rate (EIR) method and are subject to impairment. Gains and losses are recognized in profit or loss when the asset is derecognized, modified or impaired.

As at December 31, 2024, 2023 and 2022, the Company's financial assets at amortized cost include cash and cash equivalents, restricted cash, receivables (excluding advances to officers and employees), due from related parties, finance lease receivable, concession financial receivables and refundable deposits (see Notes 7, 8, 9, 16 and 21).

Financial assets at fair value through profit or loss. Financial assets at FVTPL are carried in the statement of financial position with net changes in fair value recognized in profit or loss.



As at December 31, 2024, 2023 and 2022, the Company's financial assets at FVTPL pertain to investments in Unit Investment Trust Fund (UITF) (see Note 15).

Financial assets at fair value through other comprehensive income. Financial assets at FVOCI are carried in the statement of financial position with value changes recognized in other comprehensive income.

As at December 31, 2024, 2023 and 2022, the Company's financial assets at FVOCI pertain to investments in quoted shares, unquoted shares and quoted club shares (see Note 15).

Impairment of Financial Assets

Expected Credit Losses (ECLs) are recognized in two (2) stages. For credit exposures for which there has not been a significant increase in credit risk since initial recognition, ECLs are provided for credit losses that result from default events that are possible within the next 12 months ("12-month ECL"). For those credit exposures for which there has been a significant increase in credit risk since initial recognition, a loss allowance is required for credit losses expected over the remaining life of the exposure, irrespective of the timing of the default ("lifetime ECL").

For receivables, the Company applies a simplified approach in calculating ECLs. Therefore, the Company does not track changes in credit risk, but instead recognizes a loss allowance based on lifetime ECLs at each reporting date. The Company has established a provision matrix that is based on its historical credit loss experience, adjusted for forward-looking factors specific to the debtors and the economic environment.

For cash and cash equivalents (excluding cash on hand) and restricted cash, the Company applies the low credit risk simplification.

The Company considers a financial asset in default when contractual payments are 90 days past due. However, in certain cases, the Company may also consider a financial asset to be in default when internal or external information indicates that the Company is unlikely to receive the outstanding contractual amounts in full before taking into account any credit enhancements held by the Company. A financial asset is written off when there is no reasonable expectation of recovering the contractual cash flows.

Financial Liabilities

Initial Recognition and Measurement. Financial liabilities are classified, at initial recognition, as financial liabilities at fair value through profit or loss, loans and borrowings, payables, or as derivatives designated as hedging instruments in an effective hedge, as appropriate.

All financial liabilities are recognized initially at fair value and, in the case of loans and borrowings and payables, net of directly attributable transaction costs.

Subsequent Measurement. For purposes of subsequent measurement, financial liabilities are classified in two (2) categories:

- Financial liabilities at FVTPL
- Financial liabilities at amortized cost (loans and borrowings)

As at December 31, 2024, 2023 and 2022, the Company has no financial liabilities at FVTPL.

Financial liabilities at amortized cost (loans and borrowings). This category which generally applies to interest-bearing and noninterest-bearing loans and borrowings is most relevant to the Company.



After initial recognition, interest-bearing and noninterest-bearing loans and borrowings are subsequently measured at amortized cost using the EIR method. Gains and losses are recognized in profit or loss when the liabilities are derecognized as well as through the EIR amortization process.

As at December 31, 2024, 2023 and 2022, this category includes accounts payable and other current liabilities (excluding statutory liabilities), short-term loans, long-term debts, service concession fees payable and due to related parties (see Notes 17, 19, 20 and 21).

Advances to Contractors and Consultants

Advances to contractors and consultants represent the advance payments for mobilization of the contractors and consultants. These are stated at costs less any impairment in value. These are progressively reduced upon receipt of the equivalent amount of services rendered by the contractors and consultants. These are recognized as current or noncurrent depending on the classification of its underlying asset.

Service Concession Arrangements - Intangible Asset Model

The Company accounts for its concession arrangements in accordance with Philippine Interpretation IFRIC 12, *Service Concession Arrangements*, under the intangible asset model as it receives the right (license) to charge users of public service.

Construction and Upgrade Services: Revenue and Cost Recognition. The Company recognizes revenue and costs for construction and upgrade services in accordance with PFRS 15. The Company, as operator, receives non-cash consideration in the form of an intangible asset (a license to charge users of the public service) in exchange for construction and upgrade services. The operator measures the intangible asset initially at cost, being the amount of the contract asset recognized during the construction or upgrade phase in accordance with PFRS 15. The operator recognizes revenue and a contract asset (that represents the right to receive an intangible asset, as “Service Concession Asset”) as it performs the construction performance obligation.

Operations Revenues. An operator that recognizes an intangible asset also recognizes revenue for the consideration received from users of the public service during the operation phase.

Contractual Obligations. The Company recognizes its contractual obligations, (i) to maintain the toll roads to a specified level of serviceability or (ii) to restore the toll roads to a specified condition before it is handed over to the grantor at end of the concession term, in accordance with PAS 37, as the obligations arise which is as a consequence of the use of the toll roads and therefore it is proportional to the number of vehicles using the toll roads and increasing in measurable annual increments.

Service Concession Assets. The service concession assets acquired through business combinations are recognized initially at the fair value of the concession agreement using multi-period excess earnings method. The service concession assets that were not acquired through business combinations are recognized initially at cost. The cost of the service concession assets consists of the construction or upgrade costs, including related borrowing costs; upfront fees payments on the concession agreements; and future fixed fee considerations in exchange for the license or right.

The fixed fees are recognized at present value using the discount rate at the inception date with a corresponding liability recognized. Interest on the unwinding of discount of the liability is recognized as a borrowing cost that is capitalized as part of the service concession asset during construction of the infrastructure asset and as an expense in the period incurred starting from the commercial operations of the said infrastructure asset. Following initial recognition, the service concession assets are carried at cost less accumulated amortization and any impairment losses.



Subsequent costs and expenditures related to the toll road infrastructure arising from the Company's commitments to the concession agreements, or that increase future revenues are recognized as additions to the service concession assets and are stated at cost. Repairs and maintenance and other expenses that are routine in nature are expensed and recognized to the consolidated statement of income as incurred.

The amortization shall commence upon full completion, regardless of partial opening of certain segments as these were intended to be a single intangible asset (the NLEX Connector Road, CALAX and C5 South Link).

The service concession assets are amortized using the unit-of-production (UOP) method and straight-line method, for toll roads and water treatment plant, respectively. Using the UOP method, the annual amortization of the service concession asset is calculated by applying the ratio of actual traffic volume of the underlying toll roads compared to the total expected traffic volume over the respective remaining concession periods to the net carrying value of the assets. The expected traffic volume is estimated by management with reference to the traffic projection reports. Using the straight-line method, the service concession asset is amortized over the concession term.

The amortization expense is recognized under the "Cost of services" account in the consolidated statement of income.

The concession fees paid in consideration for the concession which vary in relation to future activity (i.e., based on toll revenues) are treated as executory and are expensed as incurred.

The service concession assets will be derecognized upon turnover to the Grantor. There will be no gain or loss upon derecognition as the service concession assets which are expected to be fully amortized by then, will be handed over to the Grantor with no consideration.

Service Concession Fee Payable. The service concession fee payable shall be accounted for by discounting the value of expected future cash flows based on the contractual provisions of the concession agreement (CA).

In accordance with Philippine Interpretation IFRIC 1, *Changes in Existing Decommissioning, Restoration and Similar Liabilities*, changes in the measurement of service concession fee payable that result from changes in the estimated timing or amount of the outflow of resources embodying economic benefits required to settle the obligation, or a change in discount rate, shall be accounted for as follows:

- (a) Subject to (b) below, changes in the liability shall be added to, or deducted from, the cost of the related asset in the current period.
- (b) The amount deducted from cost of the service concession asset shall not exceed its carrying amount. If a decrease in the liability exceeds the carrying amount of the asset, the excess shall be recognized immediately in profit or loss.
- (c) If the adjustment results in an addition to the cost of the asset, the Company shall consider whether this is an indication that the new carrying amount of the asset may not be fully recoverable. If there is such indication, the entity shall test the asset for impairment and shall account for any impairment loss in accordance with PAS 36, *Impairment of Assets*.



Deferred Project Costs. Costs directly attributable to the acquisition of a service concession asset are recorded as deferred project costs (under “Other noncurrent assets” account) when certain criteria for development expenditures are met and until the concession rights are awarded to the Company, whereupon the costs are transferred to the “Service concession assets” account. Development expenditures on an individual project are recognized as deferred project costs for intangible assets when the Company can demonstrate:

- The technical feasibility of completing the intangible asset;
- Its intention to complete and its ability and intention to use the intangible asset;
- How the asset will generate future economic benefits;
- The availability of resources to complete the asset; and
- The ability to measure reliably the expenditure during development.

Costs capitalized as deferred project costs are assessed for impairment whenever there is an indication that these may be impaired.

Service Concession Arrangements - Financial Asset Model

Where the operator has an unconditional contractual right to receive cash or another financial asset from, or at the direction of, the grantor, the Company accounts for such arrangement under the financial asset model.

In accordance with PFRS 15, the Company determines each performance obligation and the corresponding transaction price. The transaction price is determined as the fair value of the consideration received or receivable in exchange for the services delivered. Where the Company does not receive remuneration separately for the services provided (i.e., construction, maintenance and operational services in a single contract), the Company allocates the transaction price between the construction and operation services by reference to the stand-alone selling prices of the services delivered.

During the construction phase, the Company recognizes revenue and costs by reference to the stage of completion as the contract activity progresses over the construction period. The Company measures progress using a method that depicts the entity’s progress towards satisfying its performance obligation. As the Company recognizes revenue for the construction service performance obligation, it recognizes a financial asset (as “Concession financial receivables” under “Other current assets” and “Other noncurrent assets” accounts). The financial asset is subsequently measured in accordance with PFRS 9.

During the operating phase, the Company allocates a proportion of the cash receipts to settle part of the financial asset. It allocates the remaining receipts between revenue for providing maintenance and operation services and finance income.

Contract Assets

Service Concession Asset, with on-going construction and upgrade services on concession arrangements under the scope of Philippine Interpretation IFRIC 12, is considered as contract asset. Contract assets are initially recognized for revenue earned from the ongoing construction and upgrade services as receipt of consideration is conditional on the successful completion of the construction and upgrade services and until the service concession asset is ready for its intended use.



Property and Equipment

Depreciation commences once the property and equipment is available for use and is calculated on a straight-line basis over the estimated useful life of the asset as follows:

Building and building improvements	5-50 years
Leasehold improvements	3-5 years or lease term, whichever is shorter
Transportation equipment	3-5 years
Office equipment and others	3-5 years

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

Fully depreciated property and equipment are retained in the accounts until they are no longer in use and no further depreciation is charged to the consolidated statement of income.

The assets' residual values, useful lives and method of depreciation are reviewed at each financial year-end, and adjusted prospectively, if appropriate.

Impairment of Non-financial Assets

Investments in Associates and Joint venture, Service Concession Assets under Intangible Asset Model, Property and Equipment, Right-of-Use (ROU) Assets, Investment Properties, Software Cost and Other Noncurrent Assets (except for Deferred Project Costs). The Company assesses at each balance sheet 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 assets or CGU's fair value less costs of disposal (FVLCD) 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. When 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. In determining fair value less costs to sell, recent market transactions are taken into account, if available. If no such transactions can be identified, an appropriate valuation model is used. These calculations are corroborated by valuation multiples, quoted share price for publicly-traded companies, or other available fair value indicators.

Impairment losses are recognized in the consolidated statement of income in those expense categories consistent with the function of the impaired asset.

For assets excluding goodwill, an assessment is made at each reporting date as to whether there is any indication that previously recognized impairment losses may no longer exist or may have decreased. If such indication exists, the recoverable amount is estimated. A previously recognized impairment loss is reversed only if there has been a change in the estimates used to determine the asset's recoverable amount since the last impairment loss was recognized. If that is the case, the carrying amount of the asset is increased to its recoverable amount. That increased amount cannot exceed the carrying amount that would have been determined, net of depreciation or amortization, had no impairment loss been recognized for the asset in prior years. Such reversal is recognized in the consolidated statement of income unless the asset is carried at revalued amount, in which case the reversal is treated as a revaluation increase. After such a reversal, the depreciation (in case of



property and equipment) and amortization (in case of service concession assets and software) charges are adjusted in future periods to allocate the asset's revised carrying amount, less any residual value, on a systematic basis over its remaining useful life.

Goodwill. Goodwill is tested for impairment annually and when circumstances indicate that the carrying value may be impaired. Impairment is determined for goodwill by assessing the recoverable amount of each CGU (or group of CGUs) to which the goodwill relates. When the recoverable amount of the CGU is less than its carrying amount, an impairment loss is recognized. Impairment losses relating to goodwill cannot be reversed in future periods.

Service Concession Assets not yet Available for Use. Service concession assets not yet available for use are tested for impairment annually. Impairment is determined by comparing the carrying value of the asset with its recoverable value. Where the recoverable value of the service concession assets not yet available for use is less than the carrying value, an impairment is recognized.

Provisions and Contingencies

Provisions. Provisions are recognized when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation, and a reliable estimate can be made of the amount of the obligation. When the Company expects some or all of a provision to be reimbursed, the reimbursement is recognized as a separate asset but only when the reimbursement is virtually certain. The expense relating to any provision is presented in the consolidated statement of income, net of any reimbursement. If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, where appropriate, the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognized as interest expense.

Contingent Liabilities. Contingent liabilities are not recognized in the consolidated statements of financial position but are disclosed in the notes to the consolidated financial statements unless the possibility of an outflow of resources embodying economic benefits is remote.

Contingent Assets. Contingent assets are not recognized in the consolidated statements of financial position but are disclosed in the notes to the consolidated financial statements when an inflow of economic benefits is probable.

Equity

Other reserves comprise the premium paid on the acquisition of NCI in a subsidiary, dilution in ownership interests, the contribution from MPIC in relation to its executive stock option plan granted to MPTC employees accounted for as equity-settled share-based payment transactions, the 20% of the 2010 to 2012 Long-term Incentive Plan (LTIP) which grants cash incentives to eligible key executives of the Company which are shouldered by MPIC and treated as additional equity of MPIC, and the transaction costs on the issuance of the Parent Company's preferred shares.

Non-controlling interests. Non-controlling interests represent the portion of profit or loss and net assets in its subsidiaries not held by the Company and are presented separately in the consolidated statement of comprehensive income and within equity in the consolidated statement of financial position, separately from equity attributable to equity holders of the parent.



The acquisition or sale of ownership interest in a subsidiary without a change of control is accounted for as an equity transaction. Any excess or deficit of consideration paid over the carrying amount of the non-controlling interests is recognised in “Other Reserves” in the consolidated statement of financial position for transactions where the non-controlling interests are acquired or sold without loss of control.

Revenue from Contracts with Customers

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

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

- Revenue from toll fees is recognized upon the sale of toll tickets and passage on the toll roads. The Company recognizes toll revenues over time since the customer simultaneously receives and consumes the benefits, provided by the Company’s performance of its obligation to operate and maintain toll roads, during the time of passage on the toll roads which occur on the same day.
- Revenue from issuance of tags is recognized upon sale of the RFID and dedicated short-range communications tags. The Company is discharged of the performance obligation upon delivery of the tag to the customer. Non-refundable up-front payments arising from the issuance of tags are recognized as revenue in the period the tags are issued.
- Construction revenue and construction costs are recognized and measured accordance with PFRS 15 for the services it performs. When the Company provides construction or upgrade services, the consideration received or receivable by the Company is recognized at its fair value. The revenue and cost from these services are recognized based on the percentage of completion measured principally on the basis of estimated completion of a physical proportion of the contract works. Since the Company subcontracted the works to outside contractors, the construction revenue is equal to the construction cost.
- Revenue from sales of treated water, included in “Non-toll revenues” account, is recognized based on the provision of clean water volume delivered to the customers, either specifically read and billed or estimated based on the output of the network of water supply and most likely will receive payments previously agreed. Revenue from sales of treated water also includes connection fees which are one-time connection and installation fees upon initial set-up of its service connection. The connection and installation fee are payable upfront and is non-refundable. The connection and installation fees are not separate performance obligation from the water services and hence, initially recorded as contract liabilities. The contract liability is subsequently recognized as revenue over the contract term.
- Revenue from electricity sales, included in “Non-toll revenues” account in the consolidated statement of income, is recognized based on actual delivery of electricity generated and made available to customers at prices in accordance with the terms of the agreements. Revenue from electric sales are recognized over time.
- Income from utility facility contracts, toll service facilities (TSF) and advertising, included in “Non-toll revenues” account in the consolidated statement of income, are recognized over time in accordance with the terms of the agreement.



- Rental income, included in “Non-toll revenues” account in the consolidated statement of income, is accounted for on a straight-line basis over the lease term.
- Service revenue, included in “Non-toll revenues” account in the consolidated statement of income, is recognized over time as services are rendered in accordance with the terms of the agreements.
- Management fees and parking fee income, included in “Other income” account in the consolidated statement of income, are recognized over time when services are rendered.
- Dividend income, included in “Other income” account in the consolidated statement of income, is recognized when the right to receive the payment is established which is upon the declaration date.
- Interest income is recognized as the interest accrues using the EIR method.
- Other income is recognized when there are incidental economic benefits, other than the usual business operations, that will flow to the Company through an increase in asset or reduction in liability and that can be measured reliably.

Cost and Expense Recognition

Cost of services, general and administrative expenses, construction costs and interest expense and other finance costs are recognized in the consolidated statement of income in the period these are incurred.

Foreign Currency-denominated Transactions and Translations

The consolidated financial statements are presented in Philippine peso, which is the Parent Company’s functional currency. All subsidiaries and associates evaluate their primary economic and operating environment and determine their functional currency. Items included in the financial statements of each entity are initially measured using that functional currency.

Group Companies. On consolidation, the assets and liabilities of foreign operations are translated into Philippine peso at the rate of exchange prevailing at the reporting date and their statements of comprehensive income are translated at exchange rates prevailing at the dates of the transactions. The exchange differences arising on translation for consolidation are recognized in OCI. Upon disposal of a foreign operation, the component of OCI relating to that particular foreign operation is reclassified to profit or loss.

Any goodwill arising on the acquisition of a foreign operation and any fair value adjustments to the carrying amounts of assets and liabilities arising on the acquisition are treated as assets translated at the spot rate of exchange at the reporting date.

Borrowing Costs

Borrowing costs are capitalized as part of service concession assets when the activities to prepare for the construction of the projects are in progress and expenditures and borrowing costs are incurred, until the assets are ready for their intended use.

Borrowing costs include interest charges, amortization of debt issue costs and other costs incurred in connection with the borrowing of funds, including exchange differences arising from foreign currency borrowings used to finance the projects, to the extent that they are regarded as adjustments to interest cost.



All other borrowing costs are expensed in the period they are incurred.

Other Long-term Employee Benefits

MPIC has LTIP which grants cash incentives to eligible key executives of the Parent Company and certain subsidiaries, including the Company. Also, the Company has LTIP that grants cash incentives to eligible key executives of the Company and certain subsidiaries. Liability under the LTIP is determined using the projected unit credit method. Employee benefit costs include current service costs, interest cost, actuarial gains and losses and past service costs. Past service costs and actuarial gains and losses are recognized immediately.

The liability under the LTIP comprises the present value of the defined benefit obligation (using discount rate based on government bonds) vested at the end of the reporting period.

Taxes

Current Tax. Current tax assets and liabilities are determined at the amount expected to be recovered from or paid to the tax authorities. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted as at the balance sheet date in the jurisdiction where the Company operates and generates taxable income.

Current tax relating to items recognized directly in equity is recognized in equity and not in profit or loss. Management periodically evaluates positions taken in the tax returns with respect to situations in which applicable tax regulations are subject to interpretation and establishes provisions where appropriate.

Deferred Tax. Deferred tax liabilities are recognized for all taxable temporary differences, except:

- When the deferred tax liability arises from the initial recognition of goodwill or an asset or liability in a transaction that is not a business combination and, at the time of the transaction, affects neither the accounting income nor taxable income or loss.
- In respect of taxable temporary differences associated with investments in subsidiaries, associates and interests in joint venture, when the timing of the reversal of the temporary differences can be controlled and it is probable that the temporary differences will not reverse in the foreseeable future.

Deferred tax assets are recognized for all deductible temporary differences, carryforward benefits of net operating loss carry over (NOLCO) and excess minimum corporate income tax (MCIT), to the extent that it is probable that taxable income will be available against which the deductible temporary differences, NOLCO and excess MCIT can be utilized, except:

- When the deferred tax asset relating to the deductible temporary difference arises from the initial recognition of an asset or liability in a transaction that is not a business combination and, at the time of the transaction, affects neither the accounting income nor taxable income or loss.
- In respect of deductible temporary differences associated with investments in subsidiaries, associates and interests in joint venture, deferred tax assets are recognized only to the extent that it is probable that the temporary differences will reverse in the foreseeable future and taxable income will be available against which the temporary differences can be utilized.



The carrying amount of deferred tax assets is reviewed at each balance sheet date and reduced 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. Unrecognized deferred tax assets are reassessed at each balance sheet date and are recognized to the extent that it has become probable that future taxable income will allow the deferred tax assets to be recovered.

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

Tax benefits acquired as part of a business combination, but not satisfying the criteria for separate recognition at that date, are recognized subsequently if new information about facts and circumstances change. The adjustment is either treated as a reduction in goodwill (as long as it does not exceed goodwill) if it was incurred during the measurement period or recognized in the consolidated statement of income.

Deferred Tax related to Assets and Liabilities arising from a Single Transaction. The amendment narrows the scope of the initial recognition exception under PAS 12, so that it no longer applies to transactions that give rise to equal taxable and deductible temporary differences. If at the initial recognition, the underlying transaction does not give rise to equal taxable and deductible temporary differences, initial recognition exception (IRE) shall apply.

The amendments also clarify that where payments that settle a liability are deductible for tax purposes, it is a matter of judgement (having considered the applicable tax law) whether such deductions are attributable for tax to the liability recognized in the financial statements (and interest expense) or to the related asset component (and interest expense).

The Company assessed that its deferred tax assets and liabilities arising from certain service concession fees payable and leases meet the IRE criteria under the amendments. A net deferred tax liability related to lease accounting of a subsidiary amounting to ₱195.5 million related to the adoption of amendments to PAS 12 in 2023 was identified and accounted for only in the consolidated financial statements only in 2024 since the amount was assessed by the Company to be immaterial. This amount has been recognized to the Company's statement of changes in equity in 2024.

VAT. For its VAT-registered activities, 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 consolidated 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 consolidated statements of financial position up to the extent of the recoverable amount.

For its non-VAT registered activities, the amount of VAT passed on from its purchases of goods or service is recognized as part of the cost of goods/asset acquired or as part of the expense item, as applicable.

Creditable Withholding Tax (CWT). CWT represents amounts withheld by counterparties from payments for services rendered by the Company which can be claimed as income tax credits. These are recognized as an asset in the consolidated statements of financial position to the extent of the recoverable amount.



4. Significant Accounting Judgments, Estimates and Assumptions

The preparation of the consolidated financial statements in compliance with PFRS Accounting Standards requires management to make judgments, estimates and assumptions that affect certain reported amounts and disclosures. In preparing the consolidated financial statements, management has made its best judgments and estimates of certain amounts, giving due consideration to materiality. The judgments and estimates used in the accompanying consolidated financial statements are based upon management's evaluation of relevant facts and circumstances as at the date of the consolidated financial statements. Actual results could differ from those estimates, and such estimates will be adjusted accordingly.

The Company believes that the following represents a summary of these significant judgments and estimates and the related impact and associated risks in the consolidated financial statements.

Judgments

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

Determination of Functional Currency. The consolidated financial statements are presented in Philippine Peso, which is the Parent Company's functional and presentation currency. All subsidiaries and associates evaluate their primary economic and operating environment and determine their functional currency. Items included in the consolidated financial statements of each entity are initially measured using their functional currencies, which were determined using the same basis:

	Functional Currency
PT Metro Pacific Tollways Indonesia (PT MPTI), PT Metro Pacific Tollways Indonesia Services (PT MPTIS) and subsidiaries	Indonesian Rupiah (IDR)
MPT Asia Corporation, MPT Thailand Corporation, CAIF III Infrastructure Holdings Sdn Bhd, CIIF Infrastructure Holdings Sdn Bhd and Metro Pacific Tollways Asia, Corporation Pte. Ltd.	U.S. Dollar (USD)
Metro Pacific Tollways Vietnam Company Limited, MPT Management Vietnam Co., Ltd, MPT Services Vietnam Co., Ltd, CII Bridges and Roads Investment Joint Stock Company (CII B&R) and CII Bridge and Road Management Operation Services Joint Stock Company (formerly MCSC Services Vietnam Co., Ltd)	Vietnamese Dong (VND)

Service Concession Arrangements under the Intangible Asset Model. In applying Philippine Interpretation IFRIC 12, *Service Concession Arrangements*, the Company has made a judgment that certain service concession arrangements of the Company's water and tollways businesses (see Note 11) qualify under the intangible asset model as these companies receive the right to charge users of public service. Details of the Company's accounting policy in respect of the service concession arrangements are set out in Note 3 to the consolidated financial statements.

The Company also recognizes construction revenues and costs in accordance with PFRS 15, *Revenue from Contracts with Customers*. It measures contract revenue at the fair value of the consideration received or receivable. Given that the construction works have been subcontracted to outside contractors, the construction revenue recognized substantially approximates the construction costs. Construction revenue and costs recognized in the consolidated statements of income



amounted to ₱12,232.3 million, ₱16,000.8 million and ₱17,157.2 million in 2024, 2023 and 2022, respectively (see Note 11).

Consolidation of CIC in which the Company Holds No Voting Rights. The Company considers that it controls CIC even though it does not own any voting rights by virtue of the MLA (see Note 1). Under the MLA, MPTC has the power to solely direct the entire operations, including the capital expenditure and expansion plans of CIC. MPTC shall then receive all the financial benefits from CIC's operations and all losses incurred by CIC are to be borne by MPTC.

Investment in JTT as 'silo'. Silos in substance are treated separately from the overall assets, liabilities and equity of the investee. A portion of MPTC's investment in JTT acquired in 2024 is held by PT Margautama Nusantara (MUN), wherein by virtue of an agreement, MPTC and the minority stockholder ring-fenced their respective ownership in the investment in JTT, hence, MPTC accounted for its investment in JTT based on its effective ownership (see Notes 5 and 10).

Estimates and Assumptions

The key assumptions concerning the future and other key sources of estimation uncertainty at the balance sheet date that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are discussed below. The Company based its assumptions and estimates on parameters available when the consolidated financial statements were prepared. Existing circumstances and assumptions about future developments, however, may change due to market changes or circumstances arising that are beyond the control of the Company. Such changes are reflected in the assumptions when they occur.

Amortization of Service Concession Assets. The methods of amortization that the Company uses depends on which method best reflects the pattern of consumption of the concession assets.

The Units of Production ("UOP") method is being used for the toll concession assets (NLEX Corp, CIC, CCLEC and PT Nusantara). The Company annually reviews the total expected traffic volume/kilometers travelled in the case of the toll concession with reference to traffic projection reports, based on factors that include market conditions such as population growth, usage of the toll facility, and service coverage including ongoing and future expansions. The Company makes appropriate adjustments to the assumptions of the traffic volume with reference to the latest studies, if any. It is possible that future results of operations could be materially affected by changes in the Company's estimates brought about by changes in the aforementioned factors.

The Company has not started amortization of service concession assets under on-going rehabilitation or construction. The amortization period for the service concession assets will begin upon determination that the assets are ready for their intended use. For the service concession asset related to the construction of certain toll roads (the Connector Road, Cavite Laguna Expressway ("CALAX"), and C5 South Link Project) the amortization will start upon full completion of the construction regardless of partial opening of certain segments as these were considered as a single intangible asset.

The straight-line method is currently being used to amortize the water concession assets in relation to PT Nusantara's water treatment plant. The estimated useful lives used by the Company to amortize the service concession assets are based on the terms of the service concession contracts.

The Company recognized UOP amortization for toll roads amounting to ₱2,445.3 million, ₱2,095.6 million and ₱1,818.0 million as at December 31, 2024, 2023 and 2022, respectively (see Notes 11 and 24).



The Company recognized straight-line amortization for water treatment plant amounting to ₱34.4 million, ₱34.4 million and ₱35.0 million as at December 31, 2024, 2023 and 2022, respectively (see Notes 11 and 24). The total carrying values of service concession assets amortized amounted to ₱199,003.3 million, ₱185,179.8 million and ₱165,695.9 million as at December 31, 2024, 2023 and 2022, respectively (see Note 11).

Service Concession Asset as Qualifying Asset and Capitalization of Borrowing Costs. The Company has made a judgment to apply Philippine Accounting Standards (“PAS”) 23, *Borrowing Costs*, in classifying the service concession assets’ components pre/on-going construction (in the case of the construction of the CCLEX, Connector Road, CALAX, and C5 South Link Projects) as qualifying assets.

The Company capitalizes borrowing costs that are directly attributable to the acquisition or construction of the qualifying asset as part of the cost of that asset using the specific borrowing approach, as the Company uses specific borrowings to finance its qualifying assets. Capitalized borrowing costs included as part of “additions” for the years ended December 31, 2024, 2023 and 2022 amounted to ₱3,958.9 million, ₱3,208.4 million and ₱3,220.4 million, respectively (see Note 11). Capitalization of borrowing costs ceases when substantially all the activities necessary to prepare the components of the service concession asset for its intended use are complete.

Impairment of Service Concession Assets not yet Available for Use and Investments in Associates and a Joint Venture. Service concession asset not yet available for use is subject to annual impairment testing while investments in associates and a joint venture are tested when indicators exist. Impairment exists when the carrying value of an asset or CGU exceeds its recoverable amount, which is the higher of its FVLCD and its value in use. The FVLCD calculation is based on available data from binding sales transactions, for similar assets or observable market prices less incremental costs of disposing of the asset. The value in use calculation is based on a discounted cash flow (DCF) model. The cash flows are derived from the budget for the concession period and do not include restructuring activities that the Company is not yet committed to or significant future investments that will enhance the performance of the assets of the CGU being tested. Risks related to the expected variations in the timing of cash flows have been incorporated in computing for the recoverable amounts of the relevant service concession asset. The recoverable amount is sensitive to the discount rate used for the DCF model as well as the expected future cash inflows and the growth rate used for extrapolation purposes. These estimates are most relevant to service concession assets not yet available for use recognized by the Company. The recoverable amount of the Company is based on value in use.

While it is believed that the assumptions used in the estimation of recoverable values reflected in the consolidated financial statements are appropriate and reasonable, significant changes in these assumptions may materially affect the assessment of recoverable values and any resulting impairment loss could have a material adverse impact on the results of operations.

No impairment loss was recognized for service concession assets not yet available for use and investments in associates and a joint venture for the years ended December 31, 2024, 2023 and 2022. The carrying values of the Company’s service concession assets not yet available for use amounted to ₱86,092.4 million, ₱76,724.3 million and ₱62,597.9 million as at December 31, 2024, 2023 and 2022, respectively (see Note 11). The carrying values of the Company’s investments in associates and a joint venture amounted to ₱63,645.0 million, ₱23,782.0 million and ₱23,736.0 million as at December 31, 2024, 2023 and 2022, respectively (see Note 10).

Purchase Price Allocation in Business Combinations. The Company accounts for the acquired businesses using the acquisition method which requires extensive use of accounting judgments and estimates to allocate the purchase price to the fair market values of the acquiree’s identifiable assets and



liabilities and contingent liabilities, if any, at the acquisition date. Any difference in the purchase price and the fair values of the net assets acquired is recorded as either goodwill, a separate account in the consolidated balance sheet, or gain on bargain purchase in profit or loss. Thus, the numerous judgments made in estimating the fair value to be assigned to the acquiree's assets and liabilities can materially affect the Company's financial position and performance. The same principle is also applied to acquisition of interest in associates which qualifies as a business at the date of acquisition. Further details of the transactions to which this estimate is applied are described in Note 5.

Impairment of Goodwill. Goodwill is subject to annual impairment test. This requires an estimation of the value in use of CGUs to which the goodwill is allocated. Estimating the value in use requires the Company to make an estimate of the expected future cash flows from the CGU and also to choose a suitable discount rate in order to calculate the present value of those cash flows.

While it is believed that the assumptions used in the estimation of recoverable values reflected in the consolidated financial statements are appropriate and reasonable, significant changes in these assumptions may materially affect the assessment of recoverable values and any resulting impairment loss could have a material adverse impact on the results of operations.

In 2024, an impairment of goodwill was recognized amounting to ₱28.4 million (see Note 13). The carrying value of goodwill amounted to ₱9,470.3 million, ₱9,498.0 million and ₱9,505.4 million as at December 31, 2024, 2023 and 2022, respectively (see Note 13).

Recognition of Deferred Tax Assets. The carrying amount of deferred tax assets is reviewed at each balance sheet date and reduced to the extent that it is no longer probable that sufficient taxable income will be available to allow or part of the deferred tax assets to be utilized.

Deferred tax assets are recognized on deductible temporary differences and the carryforward benefits of NOLCO and MCIT to the extent that it is probable that taxable income will be available against which the deductible temporary differences and the carryforward benefits of NOLCO and MCIT can be utilized. The Company's assessment on the recognition of deferred tax assets on deductible temporary differences is based on the expected future financial performance.

The components of deferred tax assets amounted to ₱4,324.0 million, ₱4,601.3 million and ₱4,596.0 million as at December 31, 2024, 2023 and 2022, respectively (see Note 30).

Temporary differences, NOLCO and MCIT for which no deferred tax assets were recognized, as management believes that it is more likely than not that there will be no sufficient taxable income to realize the benefits of the deferred tax, amounted to ₱10,732.0 million, ₱6,273.0 million and ₱3,656 million as at December 31, 2024, 2023 and 2022, respectively (see Note 30).

Retirement Benefits. The cost of defined benefit retirement plan and the present value of retirement obligation is determined based on actuarial valuations. The actuarial valuations involve making various assumptions about discount rates, expected return on assets, future salary increases and mortality rates. Due to the complexity of the valuation, the underlying assumptions and long-term nature of the plan, a defined benefit obligation is highly sensitive to changes in these assumptions. All assumptions are reviewed at each balance sheet date. Further details about the assumptions used are given in Note 26 to the consolidated financial statements.

Pension asset under the defined benefit plan amounted to nil, ₱3.5 million and ₱3.6 million as at December 31, 2024, 2023 and 2022, respectively. Accrued retirement costs under the defined benefit plan amounted to ₱632.5 million, ₱473.6 million and ₱451.4 million as at December 31, 2024, 2023 and 2022, respectively (see Note 26).



Long-Term Incentives Benefits. The MPTC Group's LTIP is a cash plan that is intended to provide meaningful and contingent financial incentive compensation for eligible executives and officers of the MPTC Group, who are consistent performers and contributors to the achievement of the long-term financial targets, strategic plans and objective, as well as the functional strategy and goals of the MPTC Group. Likewise, the MPTC Group LTIP is intended to attract and retain talented employees to ensure the sustained growth and success of the MPTC Group. Total amount of LTIP is fixed upon achievement of the target core income and is not affected by changes in future salaries of the employees covered. The cost of LTIP is determined using the projected unit credit method based on prevailing discount rates and profit targets. While management's assumptions are believed to be reasonable and appropriate, significant differences in actual results or changes in assumptions may materially affect the Company's other long-term incentives benefits.

Carrying value of the LTIP, recognized under "Other reserves" in the equity section of the consolidated statements of financial position, amounted to ₱23.1 million as at December 31, 2024, 2023 and 2022 (see Notes 22 and 26). LTIP payable recognized as at December 31, 2024, 2023 and 2022 amounted to nil, ₱125.1 million and ₱148.3 million, respectively (see Note 26).

Provisions. The Company recognizes provisions based on estimates of whether it is probable that an outflow of resources will be required to settle an obligation. Where the final outcome of these matters is different from the amounts that were initially recognized, such differences will impact the financial performance in the current period in which such determination is made.

The Company also recognizes its contractual obligations to restore the toll roads to a specified level of serviceability. The Company recognizes a provision following PAS 37 as the obligation arises which is a consequence of the use of the toll roads and therefore it is proportional to the number of vehicles using the roads and increasing in measurable annual increments.

The provision for heavy maintenance requires an estimation of the periodic cost, generally estimated to be every five (5) to ten (10) years or the expected heavy maintenance dates, to restore the assets to a level of serviceability during the concession term and in good condition before turnover to the Grantor. This is based on the best estimate of management to be the amount expected to be incurred to settle the obligation at every heavy maintenance date discounted using a pre-tax rate that reflects the current market assessment of the time value of money and the risk specific to the liability.

Provisions (current and noncurrent) amounted to ₱1,887.1 million, ₱2,055.5 million and ₱1,868.2 million as at December 31, 2024, 2023 and 2022, respectively (see Note 18).

Determination of Fair Value of Financial Instruments. The Company initially records all financial instruments at fair value and subsequently carries certain financial assets and financial liabilities at fair value, which requires extensive use of accounting estimates and judgment. Valuation techniques are used particularly for financial assets and financial liabilities that are not quoted in an active market. Where valuation techniques are used to determine fair values (e.g., discounted cash flow and option pricing models), they are periodically reviewed by qualified personnel who are independent of the persons that initiated the transactions. All models are calibrated to ensure that outputs reflect actual data and comparative market prices. To the extent practicable, models use only observable data as valuation inputs. However, other inputs such as credit risk (whether that of the Company or the counterparties), forward prices, volatilities and correlations, require management to develop estimates or make adjustments to observable data of comparable instruments. The amount of changes in fair values would differ if the Company uses different valuation assumptions or other acceptable methodologies. Any change in fair value of these financial instruments would affect either the consolidated statement of comprehensive income or consolidated statement of changes in equity.



Fair values of financial assets and financial liabilities are presented in Note 33 to the consolidated financial statements.

Provision for ECL of Receivables. The Company uses a provision matrix to calculate ECLs for receivables. The provision rates are based on days past due for groupings of various customer/counterparty segments that have similar loss patterns (i.e., by location, service type, customer type and rating).

The provision matrix is initially based on the Company's historical observed default rates. The Company will calibrate the matrix to adjust the historical credit loss experience with forward-looking information. At every reporting date, the historical observed default rates are updated and changes in the forward-looking estimates are analyzed.

To capture the effect of changes to the economic environment in the future, the computation of Probability of Default (PD), Loss Given Default (LGD) and ECL, incorporates forward-looking information and assumptions on the path of economic variables that are likely to have an effect on the repayment ability of the Company's counterparties. The starting point for the projections of economic variables is based on management's view, which underlies the plan to deliver the Company's strategy and ensures it has sufficient capital over the medium term. Management's view covers a core set of economic variables required to set the strategic plan.

The assessment of the correlation between historical observed default rates, forecast economic conditions and ECLs is a significant estimate. The amount of ECLs is sensitive to changes in circumstances and of forecast economic conditions. The Company's historical credit loss experience and forecast of economic conditions may also not be representative of the customer's actual default in the future. The information about the ECLs on the Company's receivables is disclosed in Note 32 to the consolidated financial statements.

The carrying values of receivables, net of allowance for ECLs, amounted to P3,603.0 million, P3,235.0 million and P2,711.0 million as at December 31, 2024, 2023 and 2022, respectively (see Notes 8 and 32).

Contingencies. Certain subsidiaries of the Company are parties to certain lawsuits or claims arising from the ordinary course of business. However, the Company's management and legal counsels believe that the eventual liabilities under these lawsuits or claims, if any, will not have a material effect on the consolidated financial statements (see Note 34).

5. Business Combinations, Transactions with Non-controlling Interests and Asset Acquisitions

Acquisitions in 2024

Acquisition of NCI in PT Nusantara. On January 8, 2024, PT Metro Pacific Tollways Indonesia Services ("MPTIS") sent a letter to the Financial Services Authority, Otoritas Jasa Keuangan ("OJK"), involving the Voluntary Tender Offer ("VTO") of 4,104,990,344 shares representing 23.7% of the total outstanding shares in PT Nusantara.

On March 15, 2024, the plan was approved with VTO period from March 19, 2024 to April 17, 2024 and further extended until June 14, 2024.



During the VTO period, a total of 3,794,727,358 common shares, representing 21.9% of PT Nusantara's total issued and outstanding common shares, were validly tendered and accepted by the shareholders. The tendered shares were crossed through the Indonesian Stock Exchange facilitated by BCA Sekuritas on various dates during the year and settled at the final tender price of IDR 250 per share.

As at December 31, 2024, MPTIS owned 17,014,991,208 PT Nusantara shares representing 98.2% of the total issued and outstanding common shares of PT Nusantara. The increase in effective ownership by 21.9% has been accounted for as an equity transaction in the consolidated financial statements:

	<i>(In Millions)</i>
Total consideration	₹3,388
Less: Carrying value of non-controlling interests acquired*	2,872
Difference recognized in equity reserves	₹516

*Including transaction costs.

On December 3, 2024, OJK approved the extension for VTO period from December 6, 2024 to March 5, 2025. On March 17, 2025, a total of 149,215,666 common shares, which represent 0.86% of the total issued and outstanding common shares in PT Nusantara, were crossed through IDX facilitated by BCA Sekuritas and settled at the final tender price of IDR 250 per share, thus increasing the ownership interest of MPTIS in PT Nusantara to 99.1%.

Investment in PT Jasamarga Transjawa Tol (JTT). On June 28, 2024, MPTC through its wholly-owned indirect subsidiary MPTIS and a 60.4%-owned subsidiary MUN partnered with Warrington Investment Pte. Ltd. ("WIPL") to enter into agreements with Koperasi Konsumen Karyawan Jalin Margasejahtera ("KKJM") and PT Jasa Marga (Persero) Tbk ("Jasa Marga") to acquire a total of 35.0% equity interest in JTT. The total consideration is IDR15.75 trillion (approximately ₹58 billion) with a maximum additional earn-out payment of IDR250 billion (approximately ₹925 million). The earn-out shall be paid subject to pre-agreed target level of tariff adjustments. The consideration was paid in installments of 60% upon closing date and 40% in December 2024.

JTT was established in June 2017. It is principally engaged in the management, security, and operation of the Trans-Java Toll Road Segments in Java, Indonesia which has been in operation since 1983, with a total length of approximately 676-kilometer. It holds concessions for 13 toll road assets with concession periods ranging from 35 to 50 years and will expire between 2044 and 2066. The toll roads are strategically located across Java, connecting the country's economic center, major cities, industrial hubs, and tourist areas on an island that is home to a population of approximately 159 million, representing 57% of the total population and of the gross domestic product of Indonesia.

Upon the closing of the transaction on September 27, 2024, MPTC acquired 24.5% equity interest in JTT with 22.9% effective ownership interest for a consideration of IDR10.4 trillion (approximately ₹38 billion) equivalent to the funding agreement among the parties. Effective as of the transaction closing date on September 27, 2024, the total investment cost, amounting to IDR10.5 trillion (approximately ₹39 billion) includes transaction costs and earn-out calculated at present value, is presented under "Investments in Associates and Joint Venture" in the consolidated statement of financial position (see Note 10). The earn-out liability is classified as a financial liability at fair value through profit or loss (see Note 18) with fair value determined using discounted method.

Acquisition of NCI in MUN in relation to acquisition of NCI in JTT. On August 20, 2024, MUN issued new shares to MPTIS and WIPL amounting to 533 shares and 275 shares, respectively. In September 2024, MUN received equity infusions from MPTIS and WIPL amounting to



IDR 661 billion (P2.4 billion) and IDR 341 billion (P1.3 billion), respectively, to be used for the first installment payment of the consideration for the acquisition of shares in JTT. As at December 31, 2024, MPTC's effective ownership interest in MUN increased to 61.3% from 50.9% as at December 31, 2023.

Acquisition of NCI in NLEX Corp. On August 2, 2024, MPTC completed its purchase of 2.61% ownership interest in NLEX Corp. from the Republic of the Philippines ("ROP") for P2.35 billion, increasing MPTC's effective ownership interest in NLEX Corp. to 77.74%. The increase in effective ownership by 2.61% has been accounted for as an equity transaction in the consolidated financial statements:

	<i>(In Millions)</i>
Total consideration	P2,664
Less: Carrying value of non-controlling interests acquired*	880
<u>Difference recognized in equity reserves</u>	<u>P1,784</u>

* includes transaction costs.

Acquisition in 2023

Acquisition of Assist and Assistance Concept, Inc. (AACI). On July 31, 2023, MPT Mobility Corporation entered into a Sale and Purchase Agreement with Smart Target (Hong Kong) Limited ("Smart Target" or "Seller") and AXA Partners Holding SA ("AXA" or "Lender and Sponsor") relating to the sale and purchase of (a) 100,000 common shares in AACI or 100% of the issued and outstanding capital stock of AACI for the amount of P7 million; and (b) AXA advances in AACI for the amount of P10.5 million. AACI is a corporation engaged in the business of emergency roadside, travel, and health assistance in the Philippines.

The initial purchase price allocation upon acquisition in 2023 was accounted for under provisional fair values. In 2024, the related valuation of assets and liabilities were completed and resulted to no material changes from the provisional fair values initially recognized. The following are the final fair values of the identifiable assets and liabilities as at the date of acquisition:

	<i>(In Millions)</i>
Assets	
Current assets	P58
Noncurrent assets	6
	<u>P64</u>
Liabilities	
Current liabilities	P15
Noncurrent liabilities	42
	<u>57</u>
Total identifiable net assets at fair value	7
Goodwill arising on acquisition	—
<u>Consideration transferred</u>	<u>P7</u>



Net cash inflow on acquisition is as follows:

	<i>(In Millions)</i>
Cash acquired with the subsidiary	P42
Total cash payment on completion	(7)
Net cash inflow on completion ^(a)	P35

^(a)Cash acquired with the subsidiary is included in cash flows from investing activities.

Restructuring in 2023

Transfer of Ownership in PT Nusantara. On November 28, 2023, Metro Pacific Tollways Asia, Corporation Pte. Ltd., a wholly-owned subsidiary of the Company incorporated in Singapore, established a wholly-owned subsidiary, PT Metro Pacific Tollways Indonesia Services (PT MPTIS) in Indonesia, by subscribing to 1,090,000 of its ordinary shares at an issue price of IDR1,000,000 per share, amounting to IDR1,090 billion (US\$70.4 million).

On December 13, 2023, based on the Conditional Share Purchase Agreement (CSPA) executed by PT MPTI and PT MPTIS, PT MPTI agreed to sell and transfer its entire stake in PT Nusantara to PT MPTIS. The share transfer was completed through the Indonesia Stock Exchange on December 22, 2023.

Dilution of Interest in PT Margautama Nusantara (MUN). On November 3, 2023, MUN entered into a share subscription agreement (“SSA”) with Warrington Investment Pte. Ltd. (“WIPL”) for the acquisition of 2,673 primary shares in MUN by WIPL, representing approximately thirty three percent (33%) of the shares in MUN, on a fully diluted basis, for a total subscription price of approximately IDR3,317.2 billion (equivalent to approximately USD209.9 million or P11.9 billion) (the “WIPL Subscription”). On the same day, MUN entered into a separate SSA with PT MPTI for the acquisition by PT MPTI of 833 primary shares in MUN, representing an additional interest constituting approximately 10.3% of the shares in MUN, on a fully diluted basis, for a total subscription price of approximately IDR1,033.8 billion (equivalent to approximately USD65.4 million or P3.7 billion) (the “PT MPTI Subscription”). The PT MPTI Subscription shall be funded by MPTC with no additional investment from MPIC. The parties also entered into an agreement relating to the governance and management of MUN.

WIPL is an investment holding company established and incorporated under the laws of Singapore. WIPL is a wholly-owned subsidiary of GIC (Ventures) Pte Ltd (“GIC Ventures”). GIC Ventures is a private limited company incorporated under the laws of Singapore and is wholly-owned by the Minister for Finance, a statutory corporate body established under the Minister for Finance (incorporation) Act 1959 of the Singapore Statutes to own and administer assets of the Government of Singapore.

Prior to the entry of WIPL and PT MPTI in MUN, MPTC holds an effective ownership in MUN of 71.5%. Upon the closing of the Investment Transactions, MPTC’s effective ownership in MUN is expected to be 50.9% on a fully-diluted basis. The proceeds of the Investment Transactions will be utilized to fund MUN’s debt obligations and financing and transactions costs relating to its projects in Indonesia.

The decrease in effective ownership in MUN was accounted for as an equity transaction in the consolidated financial statements with the difference between the carrying value of the interest disposed and the total consideration received, recognized in equity under “Other reserves” (see Note 22).

	<i>(In Millions)</i>
Gross consideration received	P11,926
Less: Carrying value of non-controlling interest disposed	6,629
Difference recognized in equity reserves	P5,297



In 2024, additional transaction costs amounting to ₱214.5 million were incurred. The share of MPTC amounting to ₱130.5 million is presented as part of “Other reserves” and the share of non-controlling interests amounting to ₱84.0 million is presented as part of “Non-controlling Interests” in the statement of changes in equity.

Acquisitions in 2022

Acquisition of NCI in On-Us Solutions Inc (Byahe). On March 7, 2022, MPT Mobility Corporation (MPT Mobility) and On-Us Solutions Inc. (Byahe), entered into an Investment Agreement whereby On-Us shall issue to MPT Mobility up to 30,820,909 or such other number of new Common Shares constituting 35% of the entire enlarged share capital of Byahe on a fully diluted basis at the time of the investment for an aggregate investment amount of up to ₱150 million, which amount shall be infused in tranches and subject to the agreed investment milestones in accordance with the terms and conditions set out in the Investment Agreement.

On April 8, 2022, MPT Mobility Corporation (MPT Mobility) and On-Us Solutions Inc., entered a subscription agreement for 7,562,291 common shares (or 11.7% ownership in Byahe) at a subscription price of ₱6.61 per share, or a total subscription price of ₱50 million. MPT Mobility treated the investment in Byahe as investment in associate starting April 8, 2022.

On November 28, 2022, the 2nd tranche of MPT Mobility’s investment in Byahe amounting to ₱50 million was paid.

On February 17, 2024, MPT Mobility paid the last tranche of ₱50 million resulting to a total investment in Byahe amounting to ₱100 million.

As at December 31, 2024, 2023 and 2022, MPT Mobility’s ownership in Byahe is at 38.23%, 28.90% and 28.90%, respectively (see Note 10).

Byahe is a company engaged in the operation of public utility vehicles such as, but not limited to, passenger jeepneys and e-jeepneys, and to serve the commuting public in routes duly authorized by appropriate government agency as common carrier. Byahe is planning to expand its current Euro-IV compliant fleet, procure new state-of-the-art electric jeepneys, and expand the route network of the fleet as part of its larger mission to revolutionize the Philippines’ jeepney transportation ecosystem.

Acquisition of NCI in PT Jasa Marga Jalanlayang Cikampek (JJC). On June 30, 2022, MUN, an indirect subsidiary of MPTC in which it holds an aggregate equity interest of 89.66%, entered into a CSPA (the Agreement) with Perusahaan Perseroan (Persero) PT Jasa Marga (Indonesia Highway Corporatama), Tbk. (Jasa Marga) to acquire 40% of the outstanding shares of JJC.

JJC is the concession holder of Jakarta-Cikampek Elevated (Japex) toll road, which is a 38km fully elevated toll road forming part of the trans-java network, which serves as an entry/exit gate from Jakarta (capital city) to West, Central, and East Java. Japex has been in operation since December 12, 2019.

MUN entered into the Agreement to acquire a total of 2,265,778 shares, representing 40% of the outstanding shares of JJC, for a total consideration of up to IDR 4,389,000,000,000 (₱16.2 billion). The acquisition was implemented through secondary shares acquired from Jasa Marga.



The base consideration of the transaction is IDR 4,030,000,000,000 (P15 billion), which was settled as follows: (i) IDR 15,000,000,000 (P52 million) upon signing of CSPA on June 30, 2022, (ii) IDR 200,000,000,000 (P745 million) via escrow on August 10, 2022, (iii) IDR of 591,000,000,000 (P2,278 million) upon closing on October 10, 2022 and (iv) IDR 3,224,000,000,000 (P12,193 million) final payment on December 19, 2022.

An additional consideration (earn-out) of IDR 359,000,000,000 (P1,292 million) shall be paid subject to pre-agreed target level of tariff adjustment, with a long-stop date of December 31, 2024. Assuming that the earn-out becomes payable, the price per share shall be adjusted to IDR 1,937,083 (P6,979) per share. As at December 31, 2023 and 2022, the Company estimated the earn-out to be at IDR 190,000,000,000 (P680 million) and recorded "Provisions" under other current liability (see Note 18).

Following the completion of the transaction as at December 19, 2022, MPTC now holds 40% indirect interest in JJC equity accounted as an investment in joint venture (see Note 10). The transaction is being carried out pursuant to MPTC's plan to expand its toll road investment portfolio in Indonesia. The transaction presents a growth opportunity for MPTC's business in Indonesia.

As at May 10, 2024, MUN has reversed the earn-out liability of IDR 190 billion (P703 million) based on JJC's new tariff adjustments in 2024.

6. Material Partly-Owned Subsidiary

In determining whether NCI is material to the Company, management employs both quantitative and qualitative factors to evaluate the nature of, and risks associated with, the Company's interests in these entities; and the effects of those interests on the Company's financial position. Factors considered include, but not limited to, carrying value of the subsidiary's NCI relative to the NCI recognized in the Company's consolidated financial statements, the subsidiary's contribution to the Company's consolidated revenues and net income, and other relevant qualitative risks associated with the subsidiary's nature, purpose and size of activities.

Based on management's assessment, the Company has concluded that NLEX Corp. and PT Nusantara and its subsidiaries are the subsidiaries with NCI that are material to the Company.

The ability of these subsidiaries to pay dividends or make other distributions or payments to their shareholders is subject to applicable laws and other restrictions contained in shareholder agreements and other agreements that prohibit or limit the payment of dividends or other transfers of funds. Such applicable restrictions are as follows:

- Under the financing agreements as disclosed in Note 19, which include satisfying certain financial ratios and other covenants to be able to declare or pay cash dividends;
- Under Philippine law, a corporation is permitted to declare dividends only to the extent that it has unrestricted retained earnings that represent the undistributed earnings of the corporation which have not been allocated for any managerial, contractual or legal purposes and which are free for distribution to the shareholders as dividends;
- Under Indonesian law, a corporation is permitted to declare dividends as long as their equity balance does not fall below its issued and paid-up capital plus the amount of the reserved fund. A reserved fund is a fund required to be set aside by the corporation equivalent to 20% of its issued and paid-up capital; and



- Under NLEX Corp.'s shareholders' agreement, unless otherwise agreed upon by the shareholders, no amounts shall be distributed by way of dividends until the PNCC fee for the year has been repaid in full.

As at December 31, 2024, 2023 and 2022, NLEX Corp. has unpaid dividends to non-controlling shareholders amounting to ₱445.2 million, ₱818.8 million and ₱323.3 million, recorded under "Accounts payable and other current liabilities" account, which was fully paid on February 13, 2025, January 12, 2024 and January 26, 2023, respectively (see Note 17).

The table below presents the summarized financial information of material partly-owned subsidiaries before inter-company eliminations as at December 31:

	2024		2023		2022	
	NLEX Corp.	PT Nusantara	NLEX Corp.	PT Nusantara	NLEX Corp.	PT Nusantara
Equity share held by NCI	22.3%	1.8%	24.9%	23.7%	24.9%	23.7%
<i>Summarized statements of financial position</i>						
Current assets	₱6,423	₱1,608	₱6,498	₱1,580	₱7,743	₱3,386
Noncurrent assets	87,104	15,028	80,214	13,961	70,390	36,505
Current liabilities	(18,799)	(442)	(18,307)	(422)	(10,547)	(6,914)
Noncurrent liabilities	(41,538)	(1,633)	(40,263)	(1,837)	(41,746)	(20,522)
Total equity	(33,190)	(14,561)	(28,142)	(13,282)	(25,840)	(12,455)
Attributable to:						
Equity holders of MPTC	27,634	14,168	22,852	12,937	20,933	9,475
NCI	5,556	393	5,290	345	4,907	2,980
	2024		2023		2022	
	NLEX Corp.	PT Nusantara	NLEX Corp.	PT Nusantara	NLEX Corp.	PT Nusantara
<i>Summarized statements of comprehensive income</i>						
Revenues	₱25,525	₱1,062	₱21,616	₱3,352	₱18,072	₱5,149
Net income (loss)	12,071	1,198	10,013	(862)	8,004	450
Total comprehensive income (loss)	12,017	1,227	10,002	(870)	7,964	445
Net income (loss) attributable to NCI	2,889	30	2,483	(8)	1,977	184
Dividends paid to NCI	1,734	11	1,915	12	1,384	—
<i>Summarized statements of cash flows</i>						
Net cash flows from operating activities	₱15,028	₱216	₱12,568	₱487	₱ 9,245	₱665
Net cash flows used in investing activities	(8,022)	(168)	(10,608)	(2,727)	(8,173)	(16,273)
Net cash flows from (used in) financing activities	(8,262)	(171)	(3,314)	2,454	475	13,910
Net increase (decrease) in cash and cash equivalents	(1,256)	(123)	(1,354)	214	1,547	(1,699)

7. Cash and Cash Equivalents and Restricted Cash

Cash and cash equivalents:

	2024	2023	2022
		(in Millions)	
Cash on hand	₱145	₱174	₱106
Cash in banks	5,783	9,484	7,530
Short-term deposits	3,602	5,643	3,554
	₱9,530	₱15,301	₱11,190



Cash in banks earn interest at the prevailing bank deposit rates. Short-term deposits as cash equivalents are made for varying periods of up to three (3) months depending on the immediate cash requirements of the Company and earn interest at the respective short-term deposit rates.

Restricted Cash

Restricted cash includes revenue and debt service reserve and payment accounts amounting to ₱3,349.1 million, ₱15,537.4 million and ₱2,301.6 million, as at December 31, 2024, 2023 and 2022, respectively, which are established and maintained for debt servicing of long-term debt. This debt service reserve and payment accounts are maintained and replenished in accordance with the provisions of the loan agreements.

Interest earned from cash and cash equivalents and restricted cash amounted to ₱461.4 million, ₱326.0 million and ₱111.8 million for the years ended December 31, 2024, 2023 and 2022, respectively (see Note 27).

8. Receivables

	2024	2023	2022
	(in Millions)		
Trade receivables from:			
Third parties	₱850	₱739	₱620
Related parties (Note 21)	36	30	26
Advances to DPWH	1,421	1,411	1,441
Non-trade receivables	1,132	580	285
Concession financial receivables - current (Note 16)	147	69	17
Advances to officers and employees (Note 21)	130	129	107
Finance lease receivable - current (Note 16)	69	87	67
Interest receivables	25	27	23
Dividend receivable (Notes 10 and 15)	23	240	240
Other receivables	360	234	112
	4,193	3,546	2,938
Less: allowance for ECL	590	311	227
	₱3,603	₱3,235	₱2,711

Trade receivables. Trade receivables are noninterest-bearing and are generally on terms of 30 to 45 days.

Advances to DPWH. Advances to the Department of Public Works and Highway (“DPWH”) include (i) advances in order to fast track the acquisition of right-of-way for the construction of Segments 9 and 10, portions of Phase II of NLEX pursuant to the Reimbursement Agreement entered into by NLEX Corp. with DPWH in 2013; (ii) direct advances to certain Segment 9 landowners as consideration for the grant of immediate right-of-way possession to NLEX Corp. ahead of the expropriation proceedings. Under a Deed of Assignment (“DOA”) with Special Power of Attorney (“SPA”) agreement, these landowners agreed to assign their receivables from DPWH to NLEX Corp. in consideration for the direct advances received from NLEX Corp.; (iii) in its letters dated March 9, 2021 and July 1, 2021, the DPWH initially requested funding support from NLEX Corp. to



address challenges in the availability of Government funding for ROW acquisition for the Connector road Project. The DPWH proposed to offset the funding support against Periodic Payment due to the Government under Clause 7.3.11 of the Concession Agreement. NLEX Corp.'s obligation to pay Periodic Payments to the Government will commence on the first anniversary of the construction completion deadline. In line with the offsetting arrangement, DPWH has requested subsequent amounts of funding support in its letter dated February 14, 2022 and subsequent letters to NLEX Corp. during the year, mainly to cover court deposits required for expropriation of affected properties, (iv) advances and reimbursement agreement between MPCALA Holdings, Inc. ("MPCALA") and DPWH where the parties have agreed that DPWH shall execute its power to acquire the necessary right-of-way while MPCALA shall advance the amounts negotiated for such and shall be later reimbursed by DPWH within 60 days from the receipt of the MPCALA's request for reimbursement. These advances to DPWH are noninterest-bearing and are collectible within a year; and (v) advances and reimbursement agreement between Cavitex Infrastructure Corporation ("CIC") and DPWH in 2018 where DPWH requested these advances in order to fast track the acquisition of right-of-way ("ROW") for the construction of Segment 3, now referred to as C5 South Link. The balance also includes direct advances to certain Segment landowners as consideration for the grant of immediate ROW possession to the Company ahead of the expropriation proceedings.

Non-trade receivables. Non-trade receivables are noninterest-bearing and are collectible within a year.

Concession Financial Receivable. Concession financial receivable pertains to the following service concession arrangements:

- The financial concession receivable pertains to the guaranteed minimum payment that will be received by DCC from KIM under the water supply agreement.
- The concession financial receivable pertains to the guaranteed minimum payment that will be received by RPSL from PLN under the electrical power purchase agreement.

Finance income from concession financial receivables amounting to ₱161.7 million, ₱11.5 million and ₱107.2 million for the years ended December 31, 2024, 2023 and 2022, respectively, were recognized under "Interest income" in the consolidated statements of income (see Note 27).

Other receivables. Other receivables include receivables from motorists who caused accidental damage to property from day-to-day operations.

Movements in the allowance for individually assessed impaired receivables in 2024, 2023 and 2022 are as follows:

	Trade Receivables	Other Receivables	Total
	<i>(in Millions)</i>		
Balance at January 1, 2024	₱101	₱210	₱311
Provisions for ECL (Note 25)	263	16	279
Balance at December 31, 2024	₱364	₱226	₱590



	Trade Receivables	Other Receivables	Total
	(in Millions)		
Balance at January 1, 2023	₱57	₱170	₱227
Provisions for ECL (Note 25)	53	3	56
Reclassification	(9)	9	—
Translation adjustment	—	28	28
Balance at December 31, 2023	₱101	₱210	₱311

	Trade Receivables	Other Receivables	Total
	(in Millions)		
Balance at January 1, 2022	₱54	₱79	₱133
Provisions for ECL (Note 25)	3	33	36
Translation adjustment	—	58	58
Balance at December 31, 2022	₱57	₱170	₱227

9. Other Current Assets

	2024	2023	2022
	(in Millions)		
Input VAT (net of allowance of ₱14.8 million as at December 31, 2024, 2023 and 2022)	₱5,960	₱5,474	₱4,768
Advances to contractors, consultants and suppliers	448	238	156
Creditable withholding taxes (net of allowance of ₱15.4 million as at December 31, 2024, 2023 and 2022)	240	219	166
Input VAT - deferred	239	564	351
Inventories	205	182	153
Prepaid expenses	122	264	216
Others	20	1,354	269
	₱7,234	₱8,295	₱6,079

Input VAT. Input VAT pertains to VAT imposed on purchases of goods and services. These are expected to be offset against output VAT arising from the Company's revenue subject to VAT in the future (see Note 16).

Input VAT - deferred. These pertains to input VAT on capital goods exceeding ₱1.0 million which shall be amortized within the next 12 months.

Advances to contractors, consultants and suppliers. Advances to contractors, consultants and suppliers mainly represent the advance payments for mobilization of the contractors, consultants and suppliers for various contracts. These are progressively reduced upon receipt of the equivalent amount of services rendered by the contractors, consultants and suppliers. Noncurrent portion presented in the consolidated statements of financial position as at December 31, 2024, 2023 and 2022 amounted to ₱1,099.1 million, ₱1,909.1 million and ₱2,917.2 million, respectively.



Creditable withholding taxes. Creditable taxes are the amount withheld by the payees which the Company can claim as tax credits against income tax payable. The noncurrent portion, included under “Other noncurrent assets” account amounted to ₱215.9 million, ₱230.0 million and nil as at December 31, 2024, 2023 and 2022, respectively (see Note 16).

Prepaid expenses. Prepaid expenses include prepaid insurance covering the service concession assets of the Company, prepayments to National Telecommunications Commission and Department of Environment and Natural Resources with regards to permit and registration fees for the renewal of Restricted Radiotelephone Operator’s certificates and radio license, and prepaid maintenance for software and hardware systems.

Others. Others include investments in PT Tirta Bangun Nusantara (TBN) and PT Tirta Kencana Cahaya Mandiri (TKCM) classified as asset held for sale, and funds held by a third party in PT Bank Digital BCA.

On December 23, 2022, PT Potum Mundi Infranasantara (Potum) entered into a CSPA with PT Bahtera Hijautk Mandiri to sell TBN for a total transaction value of ₱196 million (IDR 55 billion). Potum received an advance payment of ₱157 million (IDR 44 billion) at the time of the agreement. Investment in TBN is classified as “Asset Held for Sale” as at December 31, 2022.

On January 25, 2023, the agreement was finalized, and TBN, along with its associate TKCM, were divested. Potum received the final payment of ₱36 million (IDR 10 billion) on that date, with the remaining ₱4 million (IDR 1 billion) to be paid one year after the signing of the CSPA (see Note 10). Potum received the remaining balance in January 2024.

	<i>(in Millions)</i>
Consideration received or receivable:	
Gross proceeds	₱196
Less: Transaction costs	14
	182
Less: Carrying amount of net assets deconsolidated	155
Gain on deconsolidation (Note 29)	₱27

The carrying amounts of the net assets of TBN as at the date of deconsolidation were:

	<i>(In Millions)</i>
Total assets	₱172
Less: Total liabilities	17
Net assets	₱155

The Company recognized a loss for TKCM’s unamortized fair value adjustment amounting to ₱83 million (IDR 17.8 billion) and deferred tax of ₱27 million (IDR 5 billion) (see Note 29).

Funds held by a third party in PT Bank Digital BCA as at December 31, 2023 amounting to ₱1,313 million (IDR 365 billion) for the settlement of MUN’s loan was subsequently paid on January 2, 2024.



10. Investments in Associates and Joint Venture

Details of investments in associates and joint venture as at December 31 are as follows:

	Ownership interest		
	2024	2023	2022
Investment in associates:			
CII Bridges and Roads Investment Joint Stock Company	44.9%	44.9%	44.9%
PT Jakarta Lingkar Baratsatu (JLB)	35.0%	35.0%	35.0%
PT Jasamarga Transjawa Tol (JTT) ^(a)	22.9%	—	—
Others			
CII Bridges and Road Management Operation Services Joint Stock Company (MCSC)	45.0%	45.0%	45.0%
On-Us Solutions Inc (Byahe)	38.2%	23.3%	23.3%
Investment in joint venture:			
PT Jasa Marga Jalanlayang Cikampek (JJC) ^(b)	40.0%	40.0%	40.0%

(a) Acquired by the Group on September 27, 2024 (see Note 5).

(b) JJC is 40%-owned by JTT which increased the Group's equity interest in JJC by 9.2% through the acquisition of JTT from September 27, 2024 (see Note 5). This additional interest in JJC has been accounted as part of JTT.

Movements in this account are as follows:

	2024	2023	2022
	(in Millions)		
Acquisition cost:			
Balance at beginning of year	₱26,050	₱25,010	₱9,904
Equity infusion into existing investees	50	1,118	—
Acquisition of associates (Note 5)	39,891	—	15,250
Disposal of an associate	—	(78)	—
Reclassification (Note 9)	—	—	(144)
Balance at end of year	65,991	26,050	25,010
Accumulated equity in net earnings (losses):			
Balance at beginning of year	(1,818)	(877)	(991)
Equity in net earnings (losses) for the year	995	(164)	413
Dividends received	(437)	(766)	(228)
Disposal of an associate	—	(11)	—
Reclassification (Note 9)	—	—	(71)
Balance at end of year	(1,260)	(1,818)	(877)
Share in cumulative translation adjustment (CTA):			
Balance at beginning of year	(450)	(397)	(420)
Disposal of an associate (Notes 5 and 22)	—	7	—
Share in CTA during the year (Note 22)	(636)	(60)	24
Reclassification (Notes 9 and 22)	—	—	(1)
Balance at end of year	(1,086)	(450)	(397)
	₱63,645	₱23,782	₱23,736



Material associates and joint venture

In determining whether an equity method investee is material to the Company, management employs both quantitative and qualitative factors to evaluate the nature of, and risks associated with, the Company's interests in these entities; and the effects of those interest on the Company's financial position. Factors considered include, but not limited to, carrying value of the investee relative to the total equity method investments recognized in the Company's consolidated financial statements, the equity investee's contribution to the Company's consolidated net income, and other relevant qualitative risks associated with the equity investee's nature, purpose and size of activities.

CII B&R. CII B&R and its subsidiaries are primarily engaged in the construction, development and operation in urban infrastructure sector under the BOT contracts and built-transfer contracts. CII B&R is incorporated in Vietnam and listed in Ho Chi Minh City Stock Exchange.

The fair value of CII B&R shares held by the Company (including the equivalent shares of the potential voting rights) based on quoted market price amounted to VND5,928 billion (P13.6 billion), VND4,437 billion (P10.1 billion) and VND4,680 billion (P11.0 billion) as at December 31, 2024, 2023 and 2022, respectively.

Cash Dividends. On October 31, 2022, CII B&R's BOD declared dividends amounting to VND154.3 billion (P369.3 million). The Company's share in the total dividends declared amounted to P165.8 million.

On September 18, 2023 and May 11, 2023, the Company received its share in the dividends declared in 2017 and 2021 amounting to P228.8 million and P266.0 million, respectively. As at December 31, 2023, the Company's total share in the dividends declared that are still outstanding amounted to P381.3 million.

In December 2023, CII B&R's BOD declared cash dividends amounting to VND52 billion (P114.4 million) and were an outstanding dividend receivable as at December 31, 2023.

In 2024, CII B&R's BOD declared and paid cash dividends amounting to P98.6 million. During the same year, the Company also received its share in the dividends declared in 2020, 2022 and 2023 with an aggregate amount of P393.2 million.

JLB. JLB is a company that holds the concession to operate a 9.7 km length toll road until 2042 in Jakarta, Indonesia. This toll road connects Kebon Jeruk (West Jakarta) with Penjaringan (Soekarno-Hatta International Airport area, Cengkareng).

On June 16, 2023, JLB's BOD approved the distribution of cash dividends amounting to IDR100 billion (P369 million) cash dividends. MPTC's share in the total dividends declared amounted to IDR35 billion (P126 million) which is lodged under "Receivables" account as at December 31, 2023. As at December 31, 2024, the dividend has been collected.

On June 12, 2024, JLB's BOD approved the distribution of cash dividends amounting to IDR270 billion (P973 million) cash dividends. MPTC's share in the total dividends declared amounted to IDR94.5 billion (P338 million). As at December 31, 2024, the dividend has been collected.

JJC. On June 30, 2022, PT Margautama Nusantara ("MUN"), an indirect subsidiary of MPTC in which it holds an aggregate equity interest of 89.66%, entered into a Conditional Share and Purchase Agreement with Perusahaan Perseroan ("Persero") PT Jasa Marga (Indonesia Highway Corporatama), Tbk. ("Jasa Marga") to acquire 40% of the outstanding shares of JJC.



On June 23, 2022, JLB's BOD approved the distribution of cash dividends amounting to IDR50 billion (P182 million). MPTC's share in total dividends declared amounted to IDR18 billion (P62.5 million).

JJC is the concession holder of Jakarta-Cikampek Elevated ("Japex") toll road, which is a thirty-eight (38) km fully elevated toll road forming part of the trans-java network, which serves as an entry/exit gate from Jakarta (capital city) to West, Central, and East Java. Japex has been in operation since December 12, 2019.

MUN entered into the agreement to acquire a total of 2,265,778 shares, representing 40% of the outstanding shares of JJC, for a total consideration of up to IDR 4,389 billion (or P16.6 billion). The acquisition was implemented through secondary shares acquired from Jasa Marga.

The base consideration of the transaction is IDR 4,030 billion (P15.3 billion), which was settled as follows: (i) IDR 15 billion (P52 million) upon signing of conditional share purchase agreement ("CSPA") on June 30, 2022, (ii) IDR 200 billion (P745 million) via escrow on August 10, 2022, (iii) IDR 591 billion (P2,278 million) upon closing on October 10, 2022 and (iv) IDR 3,224 billion (P12,193 million) final payment on December 19, 2022. In 2023, MPTC capitalized directly attributable transaction costs of P1.1 billion in connection with the acquisition of JJC.

An additional consideration (earn-out) of IDR 359 billion (P1,292 million) shall be paid subject to pre-agreed target level of tariff adjustment, with a long-stop date of December 31, 2024. Assuming that the earn-out becomes payable, the price per share shall be adjusted to IDR 1,937,082.98 (P6,979) per share. As at December 31, 2023, MUN estimated the earn-out to be at IDR 190 billion (P679 million) and recorded "Provisions" under other current liability (see Note 18). As at December 31, 2024, MUN has reversed the earn-out liability of IDR 190 billion (P679 million) as the pre-agreed target level of tariff adjustment is no longer expected to be met based on JJC's latest tariff adjustment on March 9, 2024. The reversal has been recognized in profit or loss under "Other income" for the year ended December 31, 2024 (see Note 29).

Following the series of fund-raising activities by MUN in late 2023, MPTC effectively owns 24.5% and 20.3% of JJC as at December 31, 2024 and 2023, respectively.

In 2024, following the second year of acquisition of JJC, it reported a recurring net loss position, hence, an impairment testing was performed in accordance with PAS 36, *Impairment of Assets*. The Company determined the recoverable amount by calculating the value in use as of impairment testing date using the following key assumptions:

	December 31, 2024
Pre-tax discount rate	8.89%
Average forecast period	38 years
Growth rate	4.0% to 6.0%

As at December 31, 2024 and 2023, no impairment was recognized for the Company's investment in JJC as its recoverable amount continues to exceed the carrying amount of the investment.

JTT. On June 28, 2024, MPTC through its wholly-owned indirect subsidiary MPTIS and a 60.4%-owned subsidiary MUN partnered with WIPL to enter into agreements with KKKJM and Jasa Marga to acquire a total of 35.0% equity interest in JTT (see Note 5).



Summarized material financial information in respect of CII B&R, JLB, JJC and JJT as at and for the years ended December 31 are as follows:

	2024				2023			2022		
	<i>(in Millions)</i>									
	CII B&R	JLB	JJC	JJT	CII B&R	JLB	JJC	CII B&R	JLB	JJC
Current assets	₱3,863	₱689	₱1,749	₱8,736	₱1,554	₱732	₱1,462	₱2,121	₱1,193	₱1,228
Noncurrent assets	22,409	7,099	52,603	217,237	24,219	7,398	53,553	22,010	8,113	54,233
Current liabilities	(4,028)	(169)	(2,423)	(8,340)	(7,183)	(968)	(1,731)	(6,686)	(776)	(1,611)
Noncurrent liabilities	(19,751)	(511)	(37,772)	(91,826)	(15,626)	(236)	(38,384)	(13,455)	(2,133)	(37,587)
Equity	2,493	7,108	14,157	125,807	2,964	6,926	14,900	3,990	6,397	16,263
Proportion of the Company's ownership	44.9%	35.0%	40.0%	22.9%	44.9%	35.0%	40.0%	44.9%	35.0%	40.0%
Share in equity of the investees	1,119	2,488	5,663	28,810	1,331	2,424	5,960	1,792	2,239	6,505
Goodwill	1,341	3,170	9,812	11,126	1,024	3,255	9,713	1,167	3,215	8,643
Carrying amount of the investment	₱2,460	₱5,658	₱15,475	₱39,936	₱2,355	₱5,679	₱15,673	₱2,959	₱5,454	₱15,148

	2024				2023			2022		
	<i>(in Millions)</i>									
	CII B&R	JLB	JJC	JJT	CII B&R	JLB	JJC	CII B&R	JLB	JJC
Operating revenues	₱5,725	₱2,032	₱3,947	₱25,950	₱3,600	₱1,918	₱3,215	₱3,401	₱1,781	₱3,191
Cost of services	(1,861)	(512)	(1,867)	(17,250)	(1,512)	(519)	(2,061)	(1,597)	(360)	(1,969)
General and administrative expenses	(403)	(167)	(77)	(730)	(64)	(221)	–	(68)	(154)	(44)
Other expenses - net	(1,575)	13	(2,792)	4,572	(1,525)	(122)	(2,622)	(1,389)	(197)	(2,561)
Income (loss) before income tax	1,886	1,366	(789)	12,542	499	1,056	(1,468)	347	1,070	(1,383)
Provision for income tax	(76)	(301)	–	1,329	(50)	(265)	(77)	(37)	(334)	(57)
Net income (loss)	1,810	1,065	(789)	13,871	449	791	(1,545)	310	736	(1,440)
Other comprehensive income (loss)	–	1	–	(480)	–	3	–	(7)	–	37
Total comprehensive income (loss)	₱1,810	₱1,066	(₱789)	₱13,391	₱449	₱794	(₱1,545)	₱303	₱736	(1,403)
Company's share of:										
Net income (loss)	₱813	₱373	(₱316)	₱3,176	₱202	₱277	(₱618)	₱139	₱258	(₱576)
Total comprehensive income (loss)	813	373	(316)	3,067	202	278	(618)	136	258	(561)



Individually immaterial associates

TKCM. TKCM owns a Water Treatment Plant at Cikokol, Tangerang, Banten, which operates at 1,275 liter per second capacity bulk water supplying clean water to PDAM Tirta Kerta Raharja (TKR) Tangerang, Indonesia. On January 25, 2023 TKCM was divested. Potum received the final payment of ₱36 million (IDR 10 billion) on that date, with the remaining ₱4 million (IDR 1 billion) to be paid one year after the signing of the CSPA. The remaining balance was received in January 2024.

As at December 31, 2023 and 2022, the investment in TKCM was reclassified to “Other current assets” account in the consolidated statements of financial position (see Note 9).

PT Intisentosa Alam Bahtera (ISAB). ISAB is mainly engaged in the port services, warehousing, loading and unloading services, and storage tank rental services with its operations located in Lampung, Indonesia.

On February 7, 2023, PT Portco Infranasantara (Portco) entered into a Sale Purchase Agreement with PT LDC Indonesia to sell and transfer 39% of ISAB’s shares owned by Portco for a total transaction value of ₱319 million (IDR 88 billion). On March 10, 2023, the payment was received in full. The Company recognized a net gain on sale of ₱224 million (see Note 29).

MCSC. MCSC is primarily engaged in providing toll collection and road maintenance services.

Byahe. Byahe is a company that operates public utility vehicles, including passenger jeepneys and e-jeepneys, to serve the commuting public on government-authorized routes as a common carrier.

Aggregate financial information of these associates is presented as follows:

	2024	2023	2022
		(in Millions)	
Carrying amount of investment	₱116	₱74	₱174
Share in:			
Net income (loss)	8	(25)	33
Other comprehensive income	—	—	13
Total comprehensive (loss) income	8	(25)	46
Current assets	271	185	635
Noncurrent assets	112	94	1,074
Current liabilities	(57)	(123)	(290)
Noncurrent liabilities	(1)	(86)	(712)



11. Service Concession Assets

	MNEP	SCTEX	NLEX-SLEX Connector Road	CALAX	CAVITEX ^(a)	CCLEX	Pondok Ranji and Pondok Aren	Soekarno Hatta Port- Pettarani	Tallo- Hasanuddin Airport	Seran, Banten (Water treatment)	Total
	<i>(in Millions)</i>										
Cost:											
At January 1, 2022	₹50,945	₹5,003	₹10,420	₹37,970	₹15,274	₹23,911	₹4,111	₹11,632	₹4,064	₹536	₹163,866
Additions (Note 35)	1,408	345	7,183	3,503	1,726	4,769	2,188	—	96	41	21,259
Change in estimate (Note 20)	—	—	—	(2,657)	—	—	—	—	—	—	(2,657)
Translation adjustment	—	—	—	—	—	—	(55)	(9)	(1)	(1)	(66)
At December 31, 2022	₹52,353	₹5,348	₹17,603	₹38,816	₹17,000	₹28,680	₹6,244	₹11,623	₹4,159	₹576	₹182,402
Additions (Note 35)	4,069	153	7,425	4,930	3,345	62	2,852	3	82	4	22,925
Change in estimate (Note 20)	—	—	—	(1,416)	—	—	—	—	—	—	(1,416)
Translation adjustment	—	—	—	—	—	—	28	56	20	5	109
At December 31, 2023	₹56,422	₹5,501	₹25,028	₹42,330	₹20,345	₹28,742	₹9,124	₹11,682	₹4,261	₹585	₹204,020
Additions (Note 35)	5,538	140	2,955	4,735	3,509	47	341	—	1	71	17,337
Reclassification	(376)	376	65	—	—	—	—	3	(2)	—	66
Change in estimate (Note 20)	—	—	—	(1,131)	—	—	—	—	—	—	(1,131)
Translation adjustment	—	—	—	—	—	—	36	32	15	2	85
At December 31, 2024	₹61,584	₹6,017	₹28,048	₹45,934	₹23,854	₹28,789	₹9,501	₹11,717	₹4,275	₹658	₹220,377
Accumulated amortization:											
At January 1, 2022	10,949	480	—	—	1,622	—	1,033	358	312	101	14,855
Amortization (Note 24)	1,144	75	—	—	207	29	83	204	76	35	1,853
Translation adjustment	—	—	—	—	—	—	(3)	3	(1)	(1)	(2)
At December 31, 2022	₹12,093	₹555	₹—	₹—	₹1,829	₹29	₹1,113	₹565	₹387	₹135	₹16,706
Amortization (Note 24)	1,266	85	—	—	248	104	102	204	87	34	2,130
Translation adjustment	—	—	—	—	—	—	2	—	1	1	4
At December 31, 2023	₹13,359	₹640	₹—	₹—	₹2,077	₹133	₹1,217	₹769	₹475	₹170	₹18,840
Amortization (Note 24)	1,560	82	—	—	242	93	177	211	81	34	2,480
Reclassification	5	(5)	—	—	—	—	—	—	—	—	—
Translation adjustment	—	—	—	—	—	—	28	11	12	3	54
At December 31, 2024	₹14,924	₹717	₹—	₹—	₹2,319	₹226	₹1,422	₹991	₹568	₹207	₹21,374
Carrying values:											
At December 31, 2024	₹46,660	₹5,300	₹28,048	₹45,934	₹21,535	₹28,563	₹8,079	₹10,726	₹3,707	₹451	₹199,003
At December 31, 2023	₹43,063	₹4,861	₹25,028	₹42,330	₹18,268	₹28,609	₹7,907	₹10,913	₹3,786	₹415	₹185,180
At December 31, 2022	₹40,260	₹4,793	₹17,603	₹38,816	₹15,171	₹28,651	₹5,131	₹11,058	₹3,772	₹441	₹165,696

(a) Consists of R1 Expressway, R1 Expressway Extension and C-5 South Link.



Additions to the service concession assets for the years 2024, 2023 and 2022 included the following:

- i. Ongoing construction of CALAX;
- ii. NLEX – Construction of NLEX-SLEX Connector Road and third Candaba Viaduct project, roadway lighting, side and median barriers, drainage, bridge retrofitting and new toll plazas; installation of RFID equipment and enhancement of existing ones in certain areas of Phase I; installation of fixed operating equipment in SCTEX Bambang Toll Plaza Project and SCTEX Toll Plaza Expansion; construction of toll booths and other technical upgrades;
- iii. Civil works of C5 Link, R-1 enhancement phase 2 and Segment 4 extension;
- iv. CCLEC's enhancements in the toll collection system; and,
- v. Remaining additions pertain to construction costs on other various concession projects.

Service concession assets with ongoing construction and upgrade services amounting to ₱46,503.1 million, ₱63,741.4 million and ₱51,820.3 as at December 31, 2024, 2023 and 2022, respectively, are considered as contract assets under PFRS 15, *Revenue from Contracts with Customers* (see Note 3).

The reclassification amounting to ₱376.2 million in 2024 pertains to the share of SCTEX concession in the cost of interconnection on the Toll Collection System (TCS) to harmonize the NLEX-SCTEX toll operations. This amount was previously included in the balance of MNEP.

The reclassification amounting to ₱65.0 million in 2024 pertains to the reclassification from property and equipment to service concession assets due to the turnover of land to Philippine National Railways (PNR) in connection with the construction of NLEX-SLEX Connector Road.

The Company also recognizes construction revenues and costs in accordance with PFRS 15. It measures contract revenue at the fair value of the consideration received or receivable. Given that the construction works have been subcontracted to outside contractors, the construction revenue recognized substantially approximates the construction costs. Construction revenue and costs recognized in the consolidated statements of income amounted to ₱12,232.3 million in 2024, ₱16,000.8 million in 2023 and ₱17,157.2 million in 2022.

No amortization was recognized in 2024, 2023 and 2022 for NLEX-SLEX Connector Road, C-5 South Link and CALAX as these service concession assets are not yet available for use as at December 31, 2024, 2023 and 2022.

PT Nusantara's concession assets comprise of toll roads and water concession rights. Toll road concession rights cover the following toll road sections: (a) Tallo- Hasanuddin Airport; (b) Soekarno Hatta Port-Pettarani; (c) Pondok Ranji and Pondok Aren. The water concession rights pertain to right to treat and distribute clean water in the Serang District, Banten in Indonesia.

As at December 31, 2024, 2023 and 2022, toll road concession rights under MUN are pledged as collateral for MUN's loans (see Note 19).



Impairment Testing of Service Concession Assets Not Yet Available for Use

The key inputs and assumptions used in the impairment testing follows:

	Growth rate	Average forecast period	Pre-tax discount rate
December 31, 2024:			
CIC – C-5 South Link	2% to 36%	23-25 years	14.6%
NLEX Corp. – NLEX-SLEX			
Connector Road	2% to 27%	34 years	14.2%
MPCALA – CALAX	1% to 31%	25.5 years	10.6%
December 31, 2023:			
CIC – C-5 South Link	3% to 20%	24-26 years	11.9%
NLEX Corp. – NLEX-SLEX			
Connector Road	1% to 31%	35 years	11.7%
MPCALA – CALAX	1% to 20%	26.5 years	10.7%
December 31, 2022:			
CIC – C-5 South Link	2% to 6%	25-27 years	14.2%
NLEX Corp. – NLEX-SLEX			
Connector Road	1% to 2.1%	35 years	14.5%
MPCALA – CALAX	1% to 31%	27.5 years	11.1%

For the purposes of impairment testing of an intangible asset (service concession asset) not yet available for use under the requirements of PAS 36, *Impairment of Assets*, the Company has performed the analysis by comparing the recoverable amount and the carrying amount of the service concession assets as at balance sheet date.

As at December 31, 2024, 2023 and 2022, the total carrying amount of service concession assets not yet available for use amounted to ₱86,092.4 million, ₱76,724.3 million and ₱62,597.9 million, respectively.

The recoverable amounts of these service concession assets have been determined based on a value in use computation using the cash flow projections from most recent financial budgets and forecast of the Company. Risks related to the expected variations in the timing of cash flows have been incorporated in computing for the recoverable amounts of the relevant assets.

Based on the impairment tests, management did not identify any impairment loss for these service concession assets. Management also believes that no reasonably possible change in any of the key assumptions used would cause the carrying values of the service concession assets not yet available for use to materially exceed their respective recoverable amounts.



12. Property and Equipment

	Building, Improvements and Leasehold Improvements	Transportation Equipment	Office Equipment and Others	Construction in Progress	Total
	(in Millions)				
Cost:					
At January 1, 2022	₱2,497	₱661	₱1,178	₱87	₱4,423
Additions	223	169	291	285	968
Disposals	(6)	(18)	(11)	—	(35)
Reclassifications	(3)	(5)	(25)	(54)	(87)
Translation adjustment	—	—	1	—	1
At December 31, 2022	₱2,711	₱807	₱1,434	₱318	₱5,270
Additions	107	198	272	55	632
Disposals	(7)	(26)	(17)	—	(50)
Reclassifications	263	—	—	(263)	—
Translation adjustment	(34)	(86)	(19)	(4)	(143)
At December 31, 2023	₱3,040	₱893	₱1,670	₱106	₱5,709
Additions	283	154	236	39	712
Reclassifications	(70)	—	(7)	—	(77)
Adjustment	(19)	—	—	—	(19)
Retirement	—	—	(2)	—	(2)
Translation adjustment	1	—	2	—	3
At December 31, 2024	₱3,235	₱1,047	₱1,899	₱145	₱6,326
Accumulated depreciation:					
At January 1, 2022	₱358	₱358	₱867	₱—	₱1,583
Depreciation* (Notes 24 and 25)	129	94	157	—	380
Disposals	—	(13)	(10)	—	(23)
Reclassification	131	(8)	(17)	—	106
Translation adjustment	—	—	(1)	—	(1)
At December 31, 2022	₱618	₱431	₱996	₱—	₱2,045
Depreciation (Notes 24 and 25)	127	78	174	—	379
Disposals	(7)	(21)	(13)	—	(41)
Reclassification	—	(49)	49	—	—
Translation adjustment	(2)	(2)	(3)	—	(7)
At December 31, 2023	₱736	₱437	₱1,203	₱—	₱2,376
Depreciation (Notes 24 and 25)	299	136	160	—	595
Reclassifications	(4)	(4)	—	—	(8)
Adjustment	(19)	—	—	—	(19)
Retirement	—	—	(2)	—	(2)
Translation adjustment	(2)	(1)	(1)	—	(4)
At December 31, 2024	₱1,010	₱568	₱1,360	₱—	₱2,938
Net book values:					
At December 31, 2024	₱2,225	₱479	₱539	₱145	₱3,388
At December 31, 2023	₱2,304	₱456	₱467	₱106	₱3,333
At December 31, 2022	₱2,093	₱376	₱438	₱318	₱3,225

*Includes depreciation expense capitalized to service concession assets amounting to ₱9.9 million in 2022 (see Note 11).

Building and building improvements include ROU assets as at December 31, 2024, 2023 and 2022 amounting to ₱604.5 million, ₱439.1 million and ₱381.4 million, respectively. Accumulated depreciation of ROU assets as at December 31, 2024, 2023 and 2022 amounted to ₱551.2 million, ₱360.2 million and ₱293.2 million, respectively, while additions of ROU assets amounted to ₱85.7 million, ₱68.0 million and ₱1 million as at December 31, 2024, 2023 and 2022, respectively (see Note 35).

Construction in progress pertains to the construction of a building as headquarters of toll operations of CAVITEX and CALAX, corporate office and motor assistance area and other ancillary works for MPT Vizmin (see Note 31).



Gain on sale of property and equipment amounted to nil, ₱7.5 million and ₱7.2 million in 2024, 2023 and 2022, respectively (see Note 29).

13. Goodwill and Other Intangible Assets

	Goodwill	Franchise	Software	Total
	(in Millions)			
Cost:				
At January 1, 2022	₱9,505	₱100	₱337	₱9,942
Additions	—	—	104	104
Disposal	—	—	(74)	(74)
Reclassification	—	—	8	8
Translation adjustments	—	—	2	2
At December 31, 2022	₱9,505	₱100	₱377	₱9,982
Additions	—	—	428	428
Disposal	—	—	(31)	(31)
Reclassification	—	—	—	—
Translation adjustments	(7)	—	5	(2)
At December 31, 2023	₱9,498	₱100	₱779	₱10,377
Additions	—	—	187	187
Reclassifications	—	—	(36)	(36)
At December 31, 2024	₱9,498	₱100	₱930	₱10,528
Accumulated amortization:				
At January 1, 2022	₱—	₱—	₱159	₱159
Amortization (Note 25)	—	—	16	16
Translation adjustments	—	—	15	15
At December 31, 2022	₱—	₱—	₱190	₱190
Amortization (Note 25)	—	—	21	21
Translation adjustments	—	—	12	12
At December 31, 2023	—	—	₱223	₱223
Amortization (Note 25)	—	—	38	38
At December 31, 2024	—	—	₱261	₱261
Impairment:				
At January 1, 2022, 2023 and 2024	₱—	₱—	₱—	₱—
Additions	28	—	—	28
At December 31, 2024	₱28	₱—	₱—	₱28
Carrying values:				
At December 31, 2024	₱9,470	₱100	₱669	₱10,239
At December 31, 2023	₱9,498	₱100	₱556	₱10,154
At December 31, 2022	₱9,505	₱100	₱187	₱9,792

Goodwill. Goodwill is the difference between the cost of business combination and the fair values of identifiable assets and liabilities. The carrying amount of goodwill allocated to each of the CGU are as follows:

	2024	2023	2022
	(in Millions)		
CIC	₱4,979	₱4,979	₱4,979
NLEX	3,110	3,110	3,110
PT Nusantara	894	894	897
ESC	388	388	388
RPSL	99	127	131
	₱9,470	₱9,498	₱9,505

Franchise. Franchise pertains to the Company's professional basketball team, NLEX Road Warriors, which participates in the Philippine Basketball Association.



Software. Software costs pertain to computer software relating to the Company's accounting, reporting and asset management systems with estimated useful lives of five (5) years.

Impairment Testing of Goodwill

The key inputs and assumptions used in the impairment testing follows:

	Growth rate	Average forecast period	Pre-tax discount rate
December 31, 2024:			
CIC	2% to 23%	24 years	14.6%
NLEX Corp.	9% ^(a)	13 years	14.2%
	8% ^(b)		
ESC	3%*	4.5 years	10.6%
PT Nusantara	7% to 14%	16 to 19 years	11.5%
RPSL	0%-1%	14 years	10.4%
December 31, 2023:			
CIC	1% to 12%	25 years	11.7%
NLEX Corp.	6% ^(a)	14 years	14.9%
	7% ^(b)		
ESC	1%*	4 years	11.5%
PT Nusantara	1% to 7%	5 to 19 years	11.8%
RPSL	3% to 4%	14 years	10.2%
December 31, 2022:			
CIC	1%-5%	26 years	13.5%
NLEX Corp.	4% ^(a)	15 years	13.4%
	7% ^(b)		
ESC	3%*	5 years	12.8%
PT Nusantara	4%-8%	6 to 20 years	16.7%
RPSL	0.3%	15 years	11.5%

* Terminal growth rate

^(a) Open system

^(b) Closed System

For impairment testing purposes, the recoverable amounts were determined based on "value-in-use" using discounted cash flows method. There is impairment loss recognized related to the goodwill from acquisition of RPSL amounting to P28.4 million (IDR7,944,478,755) in 2024.

In assessing the impairment for goodwill, the Company compares the carrying amounts of the underlying assets against their recoverable amounts (the higher of the assets' fair value less costs of disposal and their VIU).

The recoverable amounts for each business have been determined based on VIU calculations using cash flow projections covering a five-year period (for CGUs with indefinite life) or the applicable concession periods for the Company's water and toll road businesses. The discount rates applied to cash flow projections reflect the weighted average cost of capital of the relevant businesses. The VIUs were calculated based on their cash flow projections as per the most recent financial budgets and forecasts, which management believes are reasonable and are management's best estimates of the ranges of economic conditions that will exist over the forecast period. The cash flows beyond the five-year period were extrapolated using a growth rate that is consistent with the average growth rate of the industry.



The forecasted periods for the Company's toll road business are more than five (5) years as management can reliably estimate the cash flows for their entire concession periods. The cash flows during the projection periods are derived using estimated average growth rates which do not exceed the long-term average growth rate of the industry in the country where the businesses operate.

Philippine Basketball Association Franchise. The recoverable amount of the franchise cost has been determined using its FVLCD as of impairment testing date. The Company used market approach in determining the fair value of the intangible asset (franchise cost) in reference to prices generated in similar recent transactions from other market participants involving identical or comparable assets. The Company adjusted the price to account for costs of disposal to determine FVLCD as one of the measures of recoverable amount required by PAS 36. Based on the impairment testing, management did not identify any impairment loss for this intangible asset (franchise cost) as FVLCD exceeds the carrying amount of the intangible asset (franchise cost). The FVLCD of the franchise cost is classified under Level 2 of fair value hierarchy.

14. Investment Properties

	Land	Building and building improvements	Total
	<i>(in Millions)</i>		
Cost:			
At January 1, 2022	₱350	₱360	₱710
Additions	—	118	118
At December 31, 2022	₱350	₱478	₱828
Additions	—	58	58
At December 31, 2023	₱350	₱536	₱886
Additions	—	59	59
At December 31, 2024	₱350	₱595	₱945
Accumulated depreciation:			
At January 1, 2022	₱—	₱23	₱23
Depreciation (Note 25)	—	9	9
At December 31, 2022	₱—	₱32	₱32
Depreciation (Note 25)	—	22	22
At December 31, 2023	₱—	₱54	₱54
Depreciation (Note 25)	—	49	49
At December 31, 2024	₱—	₱103	₱103
Net book values:			
At December 31, 2024	₱350	₱492	₱842
At December 31, 2023	₱350	₱482	₱832
At December 31, 2022	₱350	₱446	₱796

Rental income earned from this investment property amounted to ₱113.9 million, ₱108.2 million and ₱97.1 million in 2024, 2023 and 2022, respectively (see Notes 23 and 31).



Fair Value of Investment Properties

As at December 31, 2024, 2023 and 2022, the fair value of investment properties amounted to ₱1,212.0 million, ₱966.9 million and ₱908.1 million, respectively. The investment properties' fair values are based on the appraisal reports prepared by an accredited independent appraiser.

A valuation model in accordance with that recommended by the International Valuation Standards Committee has been applied. The latest fair value appraisal reports show the fair market value as at December 31, 2024.

The income capitalization approach is based on the premise that the value of a property is directly related to the income it generates. This approach converts anticipated future gains to present worth by projecting reasonable income and expenses for the subject property. The income capitalization approach is considered appropriate for valuing investment properties, as it mirrors the analysis of typical investors. This comparative approach considers income and expense data relating to the property being valued and estimates value through a capitalization process. Capitalization relates to income (usually a net income figure) and a defined value type by converting an income amount into a value estimate. This process may consider direct relationships, yield of discount rates, or both. In general, the principle of substitution holds that the income stream which produces the highest return commensurate with a given level of risk leads to the most probable figure.

The determination of the fair value of investment properties is categorized under Level 3 fair value hierarchy measurement.

The Company has no obligations to purchase, construct or develop, or an obligation for repairs, maintenance and enhancements in relation to these investment properties.

15. Financial Assets at Fair Value

The movements in UITFs classified as financial assets at FVTPL are as follows:

	2024	2023	2022
		(in Millions)	
Balance at beginning of year	₱1,742	₱8,827	₱3,529
Additions	11,572	16,032	16,086
Sale or maturity of financial assets	(11,210)	(23,187)	(10,794)
Gain on fair value changes during the year (Note 29)	48	70	6
Balance at end of year	₱2,152	₱1,742	₱8,827

UITFs are ready-made investments that allow the pooling of funds from different investors with similar investment objectives. These are managed by professional fund managers and are invested in various financial instruments such as money market securities, bonds and equities, which are normally available to bigger investors only. A UITF uses the mark-to-market method in valuing the fund's securities. It is a valuation method which calculates the Net Asset Value (NAV) based on the estimated fair market value of the assets of the fund based on prices supplied by independent sources.

Interest earned from financial assets at FVTPL amounted to ₱58.3 million, ₱26.0 million and ₱70.0 million for the years ended December 31, 2024, 2023 and 2022, respectively (see Note 27).



As at December 31, 2024, 2023 and 2022 financial assets at FVOCI consist of:

	2024	2023	2022
	(in Millions)		
Current:			
Investment in quoted equity shares - PT Kawasan Industri Jababeka Tbk (PT Kawasan)	₱156	₱99	₱107
Noncurrent:			
Investments in unquoted equity shares - SMC Skyway Corporation (SMCSC)	2,234	1,808	1,955
Investment in quoted club shares	8	8	8
	2,242	1,816	1,963
	₱2,398	₱1,915	₱2,070

PT Kawasan. This represents the Company's investments in shares of PT Kawasan which is listed in Indonesia. The fair value of the investment is determined based on market value issued by the Indonesia Stock Exchange.

As at December 31, 2024, 2023 and 2022, the fair value of the investment in PT Kawasan amounted to ₱156.4 million, ₱98.8 million and ₱107.0 million, respectively. Changes in fair value of investment in PT Kawasan were recognized under other comprehensive income in 2024, 2023 and 2022 amounting to gain of ₱57.6 million, loss of ₱8.2 million and loss of ₱14.6 million, respectively (see Note 22).

SMCSC. Investment in SMCSC represents 2.03% interest in unquoted shares of stocks of SMCSC. SMCSC, formerly Citra Metro Manila Tollways Corporation, is engaged primarily in the design, construction and financing of the Metro Manila Skyway (in three stages) and the proposed Metro Manila Tollways projects. The 30-year franchise period for the Stage 1 of the South Metro Manila Skyway (SMMS) and for the integrated Stage 1 and Stage 2 of the SMMS commenced on October 10, 1999 and April 25, 2011, respectively. In January 2021, Stage 3 was opened for motorists.

As at December 31, 2024, 2023 and 2022, the fair value of the investment in SMCSC amounted to ₱2,234.0 million, ₱1,808.3 million and ₱1,954.9 million. Changes in fair value of investment in SMCSC were recognized under other comprehensive income in 2024, 2023 and 2022 amounting to gain of ₱425.7 million, loss of ₱146.6 million and gain of ₱604.6 million, respectively.

The Company's share in the dividends declared by SMCSC's BOD in 2024, 2023 and 2022 amounted to ₱136.6 million, ₱125.0 million and ₱103.4 million, respectively (see Note 29). Uncollected dividends amounted to ₱16.6 million as at December 31, 2024 and nil as at December 31, 2023 and 2022, respectively (see Note 8).

Investments in club shares. Investment in quoted corporate bonds typically involves fixed rate bonds issued by various listed companies.

Investment in quoted club shares pertains to purchased club shares of Cebu Country Club, Inc.

The fair values of the investments in club shares are based on quoted market price of the instruments as at December 31, 2024, 2023 and 2022.



The movements of the Other Comprehensive Income Reserve (gross of tax effect) for financial assets at FVOCI for the years ended December 31 follows:

	2024	2023	2022
		(in Millions)	
Balance at beginning of year	₱1,391	₱1,546	₱956
Changes in fair value during the year (Note 22)	483	(155)	590
Balance at end of year	₱1,874	₱1,391	₱1,546

16. Other Noncurrent Assets

	2024	2023	2022
		(in Millions)	
Finance lease receivable	₱1,157	₱1,201	₱1,276
Concession financial receivables - net of current portion	985	1,100	1,098
Creditable withholding taxes (Note 9)	216	230	—
Sinking fund	190	228	165
Deferred project costs	135	174	235
Refundable deposits	60	27	60
Input VAT - deferred - net of current portion (Note 9)	290	19	166
Pension assets (Note 26)	—	4	4
Others	231	167	313
	₱3,264	₱3,150	₱3,317

Finance lease receivable. Represents the fair value of receivables from PT Perusahaan Listrik Negara (Persero) (PLN), a state-owned company, as the single off-taker of the electricity sales generated by the PT Inpola Meka Energi (IME)'s, an indirect subsidiary, mini-hydroelectric power plant.

The future minimum lease payments are as follows:

	2024	2023	2022
		(in Millions)	
Within one year	₱163	₱165	₱164
Between one to two years	132	163	164
After two years	1,840	1,966	2,280
Total future lease payments	2,135	2,294	2,608
Less future interest payments	909	1,006	1,265
Present value of finance lease receivable	1,226	1,288	1,343
Less current portion of finance lease receivable	69	87	67
Noncurrent portion of finance lease receivable	₱1,157	₱1,201	₱1,276

Based on the review of finance lease receivables as at December 31, 2024, 2023 and 2022, management is of the opinion that all finance lease receivables are realizable and no provision for expected credit loss is necessary to be provided.



The finance lease receivable is subject to discount rate of 7.89% per annum. The lease term is for 20 years until 2040. Interest income earned from the accretion of finance lease receivables amounted to ₱99.8 million, ₱145.8 million and ₱111.1 million, in 2024, 2023 and 2022, respectively (see Note 27).

Concession financial receivables. On April 24, 2012, DCC, a subsidiary of PT MPTIS, entered into a Cooperation Agreement for the supply of treated water to KIM for a period of 20 years (excluding construction phase). The concession financial receivables pertain to the guaranteed minimum payment that will be received by DCC from KIM under the water supply agreement. On September 5, 2016, RPSL entered into an Electrical Power Purchase Agreement with PLN for the construction and operation of a Biomass Power Plant for a period of 20 years from the start of operations. Under the agreement, RPSL will supply a portion of the generated power from the power plant to PLN in accordance with the terms and conditions of the agreement. The concession financial receivable pertains to the guaranteed minimum payment that will be received by RPSL from PLN under the electrical power purchase agreement.

Interest income earned from the accretion of concession financial receivables amounted to ₱162.0 million, ₱11.5 million and ₱107.2 million in 2024, 2023 and 2022, respectively (see Note 27).

Input VAT - deferred. These costs pertain to 12% VAT on amount of retention and unpaid purchase of services which are incurred, and billings have been received as of reporting date.

Sinking fund. The sinking fund was established to finance the future major road repairs, re-pavements and other extraordinary costs and expenses of the R-1 Expressway (see Note 2).

Deferred project costs. These costs are directly attributable to the construction of service concession assets until establishment of formal ownership to the concession where the costs are subsequently reclassified to the "Service concession assets" account.

Others. This account primarily pertains to prepaid debt issue costs and the non-current portion of security deposits.

17. Accounts Payable and Other Current Liabilities

	2024	2023	2022
		(in Millions)	
Trade payables (Note 32) ^(a) :			
Third parties	₱1,670	₱2,184	₱3,222
Related parties (Note 21)	157	159	—
Accrued expenses (Note 32) ^(a)	3,772	5,745	3,723
Customer deposit ^(c)	2,804	1,682	1,349
Interest payable ^(d)	2,108	1,657	1,206
Retention payable ^(b)	1,924	1,816	1,773
Output VAT	1,214	1,222	383
Dividends payable (Notes 6 and 22) ^(e)	793	738	363
Withholding taxes payable	550	718	606
Payable to CHI ^(f)	163	163	163
Unearned toll revenue	71	49	32
Lease liabilities - current portion ^(g)	36	18	18
Others ^(h)	1,449	1,553	1,000
	₱16,711	₱17,704	₱13,838



- a. Trade payables and accrued expenses are noninterest-bearing and are normally settled within one (1) year.

Accrued expenses consist of:

	2024	2023	2022
	<i>(in Millions)</i>		
Construction costs	₱2,325	₱3,450	₱2,150
Advertising and marketing expenses	231	325	142
Outside services	229	337	67
TRB fees	211	315	260
Salaries and employee benefits (Note 26)	173	234	61
Concession fees	165	189	219
PNCC and grantor's share	109	121	87
Repairs and maintenance	70	300	200
Professional fees	51	181	225
Insurance	38	65	16
Taxes and licenses	10	36	1
Vaccine costs	—	—	44
Others	160	192	251
	₱3,772	₱5,745	₱3,723

- b. Retention payable is a percentage of the amount certified as due to the contractor on an interim certificate, that is deducted from the amount due and retained by the Company. Retention payable is usually released upon completion of the relevant project.
- c. Customer deposit represents amount received from postpaid customers of ESC. The amount serves as security in case of customer default and is refundable when the contract is terminated.

In 2024, a provision expense amounting to ₱326.6 million was recognized involving the increase in customer load balances as "Provisions" under "General and Administrative Expenses" (see Note 25).

- d. Interest payable is settled within three (3) to six (6) months.
- e. As at December 31, 2024, 2023 and 2022, the Company's dividends payable amounted to ₱793 million, ₱738 million and ₱363 million, respectively. In 2024, 2023 and 2022, the Parent Company declared cash dividends to its common stockholders amounting to ₱3,686 million, ₱3,563 million and ₱2,011 million, respectively. The corresponding cash dividends paid by the Parent Company to its common stockholders amounted to ₱3,686 million, ₱3,561 million and ₱2,010 million, respectively. Partly-owned subsidiaries declared dividends to non-controlling stockholders amounted to ₱1,961 million, ₱1,931 million and ₱1,043 million in 2024, 2023 and 2022, respectively. Cash dividends paid by partly-owned subsidiaries to their non-controlling stockholders amounted to ₱1,906 million, ₱1,558 million and ₱1,315 million in 2024, 2023 and 2022, respectively.
- f. Payable to CHI relates to noninterest-bearing advances obtained by CIC in 2012 for its debt service requirements. The amount is due and demandable.



- g. The carrying amounts of lease liabilities and the movements as at and for the year ended December 31:

	2024	2023	2022
	<i>(in Millions)</i>		
Balance at beginning of year	₱74	₱79	₱127
Additions	86	68	1
Accretion of interest (Note 28)	8	9	4
Payments	(86)	(82)	(53)
Balance at end of year	₱82	₱74	₱79
Current portion	₱36	₱18	₱18
Noncurrent portion	46	56	61
	₱82	₱74	₱79

The noncurrent portion of lease liabilities amounted to ₱46 million, ₱55.8 million and ₱60.7 million as at December 31, 2024, 2023 and 2022, respectively, are included under “Other noncurrent liabilities” account in the consolidated statements of financial position.

- h. Others. This account primarily consists of non-trade payables and security deposits.

18. Provisions

	Heavy Maintenance	Others	Total
	<i>(in Millions)</i>		
At January 1, 2022	₱655	₱456	₱1,111
Additions (Notes 5, 24 and 25)	246	957	1,203
Accretion (Note 28)	62	—	62
Payments	(197)	(99)	(296)
Reversals	(2)	(210)	(212)
At December 31, 2022	₱764	₱1,104	₱1,868
Additions (Notes 24 and 25)	133	82	215
Accretion (Note 28)	31	—	31
Payments	(1)	(30)	(31)
Reversals	—	(34)	(34)
Translation adjustment	3	4	7
At December 31, 2023	₱930	₱1,126	₱2,056
Additions (Notes 5, 24 and 25)	159	363	522
Accretion (Note 28)	37	6	43
Payments	(30)	(22)	(52)
Reversals (Note 29)	—	(679)	(679)
Translation adjustment	1	(4)	(3)
At December 31, 2024	₱1,097	₱790	₱1,887
At December 31, 2024:			
Current	₱410	₱230	₱640
Noncurrent	687	560	1,247
	₱1,097	₱790	₱1,887
At December 31, 2023:			
Current	₱217	₱1,077	₱1,294
Noncurrent	713	49	762
	₱930	₱1,126	₱2,056
At December 31, 2022:			
Current	₱466	₱981	₱1,447
Noncurrent	298	123	421
	₱764	₱1,104	₱1,868



Provision for Heavy Maintenance. Provision for heavy maintenance pertains to the present value of the estimated contractual obligations of the Company to maintain the service concession assets to a specified level of serviceability during the concession term and to restore the same assets in good condition prior to turnover of the assets to the Grantor. The amount of provision is reduced by the actual obligations paid for heavy maintenance of the service concession assets.

Other Provisions. Other provisions include the additional consideration (earn-out) in acquiring JJC in 2022 (see Note 10), earn-out in acquiring JTT in 2024 and estimates of incentives to employees and estimated liabilities for losses of claims by third parties. The information usually required by PAS 37 *Provision, Contingent Liabilities and Contingent Assets*, is not disclosed as it may prejudice the Company's negotiation with third parties.

In March 2024, MUN reversed the earn-out amounting to IDR 190 billion (P679 million), as level tariff was not achieved, as reflected under "Other income" in profit or loss (see Note 29). As at December 31, 2024, the earn-out involving the acquisition of JTT, amounting to IDR 90 billion (P324 million), was classified as non-current payable given the expected payment in March 2026 upon achievement of the tariff increase.

19. Long-term Debts and Short-term Loans

	2024	2023	2022
		(in Millions)	
Short-term loans	P33,797	P3,530	P530
Current portion of long-term debt	13,367	25,212	9,865
Noncurrent portion of long-term debt	143,588	123,537	127,621
	P190,752	P152,279	P138,016

Short-term Loans

MPT Mobility

Prior to 2022, MPT Mobility has a total of P300.0 million outstanding short-term loans, for a period of 3 to 6 months and with interest rates from 3.0% to 4.7%, from Metropolitan Bank and Trust Company (MBTC) of P50.0 million, Security Bank Corporation (SBC) of P50.0 million, Rizal Commercial Banking Corporation (RCBC) of P50.0 million and Bank of the Philippine Islands (BPI) of P150.0 million. The loans from SBC and RCBC were paid in 2022 and the loan from MBTC was paid in 2023.

In 2022 and 2023, MPT Mobility obtained a 180-day unsecured short-term loan from BPI amounting to a total of P330 million and P50 million, respectively. The interest rates on these loans varied between 4.70% and 6.70%. The proceeds were partially used for working capital requirements, NLEX Drive and Dine expansion and payments of maturing short-term loan. NLEX Drive & Dine is a drive stop convenience spot featuring a wide variety of retail and food establishments located at the southbound of NLEX in between Meycauayan and Valenzuela exits.

As at December 31, 2024, 2023 and 2022, MPT Mobility has outstanding short-term loans totalling P530.0 million with maturities ranging from 3 to 6 months and are rolled over upon maturity for another 3 to 6 months.



NLEX Corp.

On November 6, 2023, NLEX Corp. availed of 91-day short-term loans from RCBC and Philippine National Bank (PNB) amounting to ₱2.0 billion and ₱1.0 billion, respectively, both with an annual interest rate of 6.0% and maturity date of February 5, 2024. The proceeds were used to bridge finance the NLEX Corp.'s capital expenditures. These short-term loans were paid on their maturity dates.

On March 27, 2024, NLEX Corp. availed of 268-day short-term loans from PNB amounting to ₱1.0 billion, with an annual interest rate of 5.9% and maturity date of December 20, 2024. The proceeds were used to bridge finance the NLEX Corp.'s capital expenditures. The short-term loan was paid on its maturity date.

On April 29, 2024, NLEX Corp. availed of 91-day short-term loans from MBTC amounting to ₱1.5 billion, with an annual interest rate of 5.2% and maturity date of July 29, 2024. The proceeds were used to bridge finance the NLEX Corp.'s capital expenditures. The short-term loan was paid on its maturity date.

On December 20, 2024, NLEX Corp. availed of 32-day short-term loans from MBTC amounting to ₱2.0 billion, with an annual interest rate of 5.2% and maturity date of January 21, 2025. The proceeds will be used to bridge finance the Company's capital expenditures. NLEX Corp. partially settled the short-term loan amounting to ₱1,400.0 million on maturity date, while the remaining ₱600.0 million loan was rolled over for another 30 days and was fully settled on February 20, 2025.

As at December 31, 2024, 2023 and 2022, NLEX Corp. has outstanding short-term loans amounting to ₱2.0 billion, ₱3.0 billion and nil, respectively.

MPTC

In June 2024, MPTC availed short-term loans with a 6-month term from MBTC totaling to an aggregate amount of ₱3,300.0 million with annual interest rate of 6.6%. The proceeds were used to finance the equity requirements of CALAX Construction. In December 2024, MPTC converted these short-term loans to a term loan with maturity date on July 2034 with annual principal repayment every July.

On July 11, 2024, MPTC availed a short-term loan with a 6-month term from MBTC amounting to ₱487.0 million with an annual interest rate 6.7%. The proceeds were used to finance the equity requirements of CALAX Construction. In 2025, the debt was converted to term debt with a maturity date of July 2034, with annual repayments every July.

In August 2024, MPTC availed short-term loans with MBTC amounting to ₱950.0 million (for CCLEC's debt servicing), ₱770.0 million and ₱496.0 million (for C5 Southlink project financing) with an annual interest rate of 6.1% and subject to a term of 186 days, 170 days, and 160 days, respectively. In February 2025, the debts were converted to term debt with a maturity date of July 14, 2034, with annual principal repayments every July.

In September 2024, MPTC entered into a promissory note with RCBC amounting to ₱7.2 billion to finance the first installment payment of the consideration on the acquisition of shares in JTT. The loan is subject to an annual interest rate of 6.5% with maturity on March 18, 2025. The debt was rolled over with a revised maturity date of September 2025.



In October 2024, MPTC availed an additional short-term loan with MBTC amounting to ₱900 million with an annual interest rate of 6.5% to finance the CALAX Construction. In February 2025, the loan was converted to term loan with a maturity date of July 14, 2034, with annual principal repayments every July.

In November 2024, MPTC entered into various short-term bridge loans maturing in various dates as follows:

- a. ₱1.1 billion with SBC, as advances to CCLEX (₱537.0 million) and CIC (₱600.0 million), subject to 6.15% interest rate and original maturity date in February 2025. The debts were rolled over with a revised maturity date of March 2026;
- b. ₱6.0 billion with BPI, for the deferred payment of the JTT consideration in December 2024, subject to 5.95% interest rate and original maturity of May 2025. The debt was rolled over with a revised maturity date of August 2025. On September 2, 2025, the loan was consolidated to a new facility amounting to ₱10,877.0 million with a revised maturity on October 2, 2025;
- c. ₱8.0 billion with MBTC, for the deferred payment of the JTT consideration in December 2024, subject to 6% interest rate and original maturity of May 2025. The debt was rolled over with revised maturity date of November 2025; and
- d. ₱3.6 billion with BPI, for the privatization of PT Nusantara, subject to 5.95% interest rate and original maturity date of May 2025. The debt was rolled over with a revised maturity date of August 2025. On September 2, 2025, the loan was consolidated to the ₱10,877.0 million facility with a revised maturity on October 2, 2025.

In December 2024, MPTC entered into a short-term bridge loan with BPI for an aggregate amount of ₱1.2 billion, as advances for CIC and CCLEX and payment of transaction costs in JTT acquisition. The loans are subject to an interest ranging from 6% to 6.10% with original maturity in March 2025. The loans were rolled over with a revised maturity date of October 2025. MPTC also entered into bridge loans with RCBC for the payment of transaction costs in JTT acquisition amounting to ₱600 million, subject to annual interest of 6.5% and original maturity date of April 2025. The loan was rolled over with a revised maturity date of September 30, 2025.

As at December 31, 2024, 2023 and 2022, MPTC has outstanding short-term loans amounting to ₱31,267 million, nil and nil, respectively.

Long-term Debt

The long-term debts of the Company consist of:

	2024	2023	2022
	<i>(in Millions)</i>		
Peso-denominated Notes, Loans and Bonds:			
Term Loan Facilities	₱107,199	₱97,208	₱86,311
Fixed-rate Bonds	6,000	8,600	8,600
Corporate Notes	15,279	17,547	19,815
	128,478	123,355	114,726

(Forward)



	2024	2023	2022
	(in Millions)		
Foreign currency-denominated Loans:			
Indonesian Rupiah:			
Term Loan Facilities	₱11,553	₱21,333	₱18,595
Syndicated Loan Facility	18,027	4,988	5,245
	158,058	149,676	138,566
Less unamortized debt issue costs	1,103	927	1,080
	156,955	148,749	137,486
Less current portion of long-term debt - net of unamortized debt issue costs of ₱153.2 million, ₱133.1 million and ₱120.2 million as at December 31, 2024, 2023 and 2022, respectively	13,367	25,212	9,865
	₱143,588	₱123,537	₱127,621

The movements in debt issue costs are as follows:

	2024	2023	2022
	(in Millions)		
Balance at beginning of year	₱927	₱1,080	₱910
Amortization during the year* (Note 28)	(263)	(165)	(186)
Debt issue costs incurred during the year	439	12	356
Balance at end of year	₱1,103	₱927	₱1,080

*Includes amortization of debt issue costs capitalized to service concession assets amounting to ₱57.3 million ₱107.3 million and ₱118.3 million in 2024, 2023 and 2022, respectively (see Note 11).

MPTC

Term Loan Facilities

Details of MPTC's term loan facilities are as follows:

Financial institution	Date of drawdown	Facility	Drawdown Amount	Interest rate per annum	Maturity date	Outstanding principal balance		
						2024	2023	2022
			(in Millions)			(in Millions)		
BDO ^(a)	March 2018	₱1,500	₱900	6.10%	2028	₱590	₱895	₱747
BDO	March 2019	2,800	2,800	6.98%	2029	2,104	2,422	2,506
MBTC	December 2020	2,000	2,000	5.06%	2029	1,600	1,900	1,900
RCBC	December 2021	2,100	2,100	4.79%	2031	1,785	1,995	1,995
MBTC	May 2022	6,600	6,600	6.03%	2032	6,270	5,844	6,600
BDO	May 2022	3,100	3,100	6.27%	2032	2,868	3,061	3,061
BPI	July 2022	1,100	1,100	6.37%	2032	1,100	1,100	1,100
BPI	June 2023	1,200	1,200	6.64%	2033	1,170	1,200	—
BPI	August 2023	2,800	2,800	6.95%	2033	2,765	2,800	—
BPI	December 2023	5,700	5,700	6.87%	2033	5,629	5,700	—
MBTC	July 2024	3,000	3,000	6.74%	2034	3,000	—	—
MBTC	December 2024	7,000	3,397	6.00%	2034	3,397	—	—
						₱32,278	₱26,917	₱17,909

^(a) BDO Unibank, Inc. (BDO)



MPTC made various drawdowns to finance its operations and projects:

- In May 2022, MPTC entered a term loan facility agreement amounting to ₱6.6 billion with an interest rate of 6.03% to refinance its existing loan in MBTC and BDO.
- In May 2022, MPTC entered a term loan facility agreement amounting to ₱3.1 billion with an interest rate of 6.27% to finance the project funding requirements of C-5 Southlink and CCLEX.
- In July 2022, MPTC entered a term loan facility agreement amounting to ₱1.1 billion with an interest rate of 6.37% to finance the project funding requirements of CCLEX.
- In June 2023, MPTC entered a term loan facility agreement amounting to ₱1.2 billion with an interest rate of 6.64% for the purpose of partially financing the equity requirements of CCLEC and for other general corporate requirements.
- In August 2023, MPTC entered a term loan facility agreement amounting to ₱2.8 billion with an interest rate of 6.95% for the purpose of partially financing the equity requirements of MPCALA and CCLEC and for partially funding the transactions related to the acquisition of shares in JJC.
- In December 2023, MPTC entered a term loan facility agreement amounting to ₱5.7 billion with an interest rate of 6.87% for the purpose of partially financing the equity requirements of MPCALA and for partially refinancing the equity investment in MUN.
- On June 28, 2024, MPTC entered into a ₱3.0 billion, 10-year loan agreement with MBTC to finance the acquisition of an additional 2.6% ownership in NLEX Corp. On July 15, 2024, the facility was fully drawn with an annual interest rate of 6.74%. The acquisition of an additional 2.6% ownership in NLEX Corp. was closed on August 2, 2024.
- In November 2024, MPTC entered into a ₱7.0 billion, 10-year debt agreement with an interest of 6.5% for the purpose of financing the equity requirements of the various projects, including (i) CCLEX (ii) C5 Southlink (iii) Manila-Cavite Toll Expressway Project-Cavite Laguna Expressway link, and (iv) CALAX. On December 3, 2024, the Company converted its short-term debt entered in June 2024 amounting to ₱850 million to a term loan and drew an amount of ₱97.0 million from the facility. On December 18, 2024, the Company also converted its short loan entered in June 2024 amounting to ₱2,450.0 million to a term loan.

NLEX Corp.

Fixed-rate Bonds

Details of NLEX Corp.'s fixed-rate bonds are as follows:

Name of Security	Date of issuance	Issued amount	Interest rate per annum	Maturity date	Outstanding principal balance		
					2024	2023	2022
		(in Millions)				(in Millions)	
10-year bonds due 2024	March 2014	₱2,600	5.5%	2024	₱-	₱2,600	₱2,600
7-year bonds due 2025	July 2018	4,000	6.6%	2025	4,000	4,000	4,000
10-year bonds due 2028	July 2018	2,000	6.9%	2028	2,000	2,000	2,000
					₱6,000	₱8,600	₱8,600

NLEX made payments to its fixed-rate bonds amounting to ₱2.6 billion in 2024 and nil in 2023 and 2022.



Term Loan Facilities

Details of NLEX Corp.'s term loan facilities are as follows:

Financial institution	Date of drawdown	Facility	Drawdown amount	Interest rate per annum	Maturity date	Outstanding principal balance		
						2024	2023	2022
			(in Millions)			(in Millions)		
Sunlife ^(a)	October 2013	₱800	₱800	5.3%	2023	₱—	₱—	₱800
Insular ^(b)	November 2013	200	200	5.0%	2023	—	—	200
PNB ^(c)	December 2015	5,000	5,000	5.5%	2025	750	2,250	2,500
Unionbank ^(d)	January 2016	5,000	2,000	5.5%	2025	1,200	1,300	1,400
BDO	September 2019	5,000	5,000	6.6%	2029	4,000	4,250	4,500
MBTC	November 2022	7,000	7,000	7.1% - 7.5%	2032	6,650	6,825	4,000
BPI	December 2023	10,000	10,000	6.57%-6.7%	2033	9,750	2,000	—
Chinabank ^(e)	October 2024	10,000	1,000	6.56%	2033	1,000	—	—
						₱23,350	₱16,625	₱13,400

^(a) Sun Life of Canada (Philippines) Inc. (Sun Life)

^(b) The Insular Life Assurance Company, Ltd. (Insular)

^(c) Philippine National Bank (PNB)

^(d) Unionbank of the Philippines (Unionbank).

^(e) China Banking Corporation (Chinabank)

On October 8, 2013, NLEX entered into a Term Loan Facility Agreement with Sun Life for a fixed-rate loan amounting to ₱800.0 million payable in lump sum after 10 years. The fixed interest rate on the loan is 5.30% per annum. Debt issue costs incurred in the availment of the loan amounted to ₱6.5 million. On October 11, 2023, the Company fully paid the term loan with Sun Life.

On November 26, 2013, the Company entered into Term Loan Facility Agreement with Insular for a ₱200.0 million fixed-rate loan payables in lump sum after 10 years. The fixed interest rate on the loan is 5.03% per annum. Debt issue costs incurred in the availment of the loan amounted to ₱1.6 million. On November 29, 2023, the Company fully paid the term loan with Insular.

In November 2022, NLEX Corp. entered a term loan facility agreement amounting to ₱7.0 billion to refinance its existing loans and finance its capital expenditures. As of December 31, 2023 and 2022, the amount drawn is ₱4.0 billion with an interest rate of 7.1%.

On December 18, 2023, the NLEX Corp. entered into a ₱10.0 billion, 10-year term loan agreement with BPI to partially fund its capital expenditures and refinance its maturing debt. The loan is subject to intermediate re-pricing based on pre-agreed pricing options. On the same day, NLEX Corp. made an initial drawdown of ₱2.0 billion with an annual interest rate of 6.57%.

On February 2, 2024, July 26, 2024 and September 3, 2024, NLEX Corp. made its second, third and fourth drawdowns from BPI amounting to ₱2.2 billion, ₱1 billion and ₱4.8 billion, respectively, with an annual interest rates ranging from 6.57% to 6.69%.

On October 30, 2024, NLEX Corp. entered into a ₱10.0 billion, 10-year term loan agreement with China Banking Corporation to finance its capital expenditures and other general corporate purposes. The loan is subject to intermediate repricing based on a pre-agreed pricing options. On December 26, 2024, NLEX Corp. made an initial drawdown of ₱1.0 billion with an annual interest rate of 6.56%.

On February 5, 2024 and March 15, 2024, NLEX Corp. made partial repayments of its existing term loan facilities with Unionbank and BDO amounting to ₱100.0 million and ₱125.0 million, respectively.



On September 23, 2024, the interest rate on the ₱5.0 billion 10-year term loan of NLEX Corp. with BDO Unibank Inc. was repriced to 6.60% from interest ranging from 4.73% to 5.21% per annum.

2020 Corporate Notes Facility

On November 4, 2020, NLEX Corp. entered into a Corporate Notes Facility Agreement with various financial institutions for an unsecured note amounting to ₱20.0 billion (₱11.0 billion for Tranche A Facility and ₱9.0 billion for Tranche B Facility), with tenors ranging from seven (7) years (Tranche A) and ten (10) years (Tranche B). The proceeds were used to finance the NLEX Connector Road Project and other capital expenditures.

The details of the drawdowns are as follows:

Tranche	Date of drawdown	Drawdown amount	Interest rate per annum	Maturity date	Outstanding principal balance		
					2024	2023	2022
		<i>(in Millions)</i>			<i>(in Millions)</i>		
A	November 2020	₱2,750	4.04%	2027	₱1,634	₱2,178	₱2,723
B	November 2020	2,250	4.29%	2030	2,184	2,205	2,228
A	March 2021	4,400	5.13%	2027	2,614	3,485	4,356
B	March 2021	3,600	4.52%	2030	3,492	3,528	3,564
A	June 2021	1,100	4.58%	2027	653	871	1,089
B	June 2021	900	4.29%	2030	873	882	891
A	September 2021	1,100	4.64%	2027	653	871	1,089
B	September 2021	900	4.29%	2030	873	882	891
A	March 2022	825	6.28%	2027	493	658	820
B	March 2022	675	5.88%	2030	658	665	672
A	May 2022	825	6.86%	2027	494	657	820
B	May 2022	675	6.38%	2030	658	665	672
					₱15,279	₱17,547	₱19,815

CIC

Term Loan Facility

On March 26, 2018, CIC obtained a ₱16.2 billion term loan facility agreement, with tenor of ten (10) years with BDO with principal and interest payable semi-annually every March and September. The facility consists of Tranche A and Tranche B as follows:

- The proceeds of Tranche A shall be used exclusively to finance the prepayment of the Company's outstanding loan obligations under the RCBC/BDO Loan and for general corporate purposes; and
- The proceeds of Tranche B shall be used to finance up to 70% of the total costs of the C-5 South Link Expressway Project.

On September 10, 2021, the Company petitioned for the reduction of interest rates to 5.81% (inclusive of GRT) for the drawdowns made in Tranche A and Tranche B. The Company received approval for the reduction of rate on October 8, 2021 and will be effective from September 27, 2021 until the next repricing date of March 27, 2023.

On March 27, 2023, the interest rate of the facility was repriced to 7.4% and 8.2% for Tranche A and Tranche B, respectively.



The details of the term facilities are as follows:

Tranche	Date of drawdown	Drawdown amount	Interest rate per annum before rate repricing ^(a)	Interest rate per annum after rate repricing ^(b)	Maturity date	Outstanding principal balance		
						2024	2023	2022
		(in Millions)					(in Millions)	
A	March 2018	₱5,500	5.8%	7.4%	2028	₱3,300	₱3,575	₱3,850
B-1	April 2019	246	5.8%	8.2%	2028	160	185	203
B-1	March 2020	254	5.8%	8.2%	2028	171	197	216
B-2	July 2019	406	5.8%	8.2%	2028	274	325	365
B-2	July 2019	250	5.8%	8.2%	2028	169	200	225
B-2	March 2020	126	5.8%	8.2%	2028	85	101	113
B-4	March 2020	970	5.8%	8.2%	2028	655	776	873
B-5	March 2020	150	5.8%	8.2%	2028	425	120	135
B-4	April 2021	630	5.6%	8.2%	2028	666	504	567
B-5	April 2021	600	5.6%	8.2%	2028	729	480	540
B-4	April 2022	918	5.6%	8.2%	2028	248	780	872
B-5	April 2022	1,054	5.6%	8.2%	2028	101	896	1,001
B-4	July 2022	1,005	5.6%	8.2%	2028	405	854	955
B-5	July 2022	533	5.6%	8.2%	2028	764	453	506
B-4	October 2022	320	6.1%	8.2%	2028	386	288	320
B-5	October 2022	1,110	6.1%	8.2%	2028	860	998	1,112
						₱9,398	₱10,732	₱11,853

(a) Interest rates applicable for the year ended December 31, 2022, before rate repricing on March 27, 2023.

(b) Interest rates applicable from March 27, 2023 until December 31, 2024.

The loan agreement also requires CIC to provide a collateral security which consists of debt service reserve and payment accounts which are included under “Restricted cash” in the consolidated statements of financial position (see Note 7).

CIC made its principal repayment on its term loan facility with BDO amounting to ₱1.3 billion, ₱1.1 billion and ₱750.0 million in 2024, 2023 and 2022, respectively.

MPCALA

Term Loan Facility

On December 21, 2018, MPCALA signed an Omnibus Agreement for a total consideration of ₱24.2 billion, with a 15-year tenor allocated among the lenders as follows: (1) BDO - ₱9.2 billion; (2) Unionbank - ₱4.0 billion; (3) BPI - ₱3.5 billion; (4) RCBC - ₱3.5 billion; (5) Land Bank of the Philippines (LBP) - ₱3.0 billion; and (6) SBC - ₱1.0 billion. The total loan proceeds were used for the construction cost of the CALAX and concession fees payable to the government.

The details of the drawdowns are as follows:

Date of drawdown	Drawdown amount	Interest rate per annum	Maturity date	Outstanding principal balance		
				2024	2023	2022
	(in Millions)				(in Millions)	
January 2019	₱805	8.9%	2034	₱786	₱805	₱805
April 2019	1,963	7.5%	2034	1,917	1,963	1,963
June 2020	2,908	6.1%	2034	2,840	2,908	2,908
July 2020	4,342	6.1%	2034	4,240	4,342	4,342
October 2020	924	6.1%	2034	901	924	924
February 2021	1,297	6.1%	2034	1,265	1,297	1,297
April 2021	2,227	6.1%	2034	2,176	2,227	2,227
November 2021	1,200	6.1%	2034	1,170	1,200	1,200
March 2022	1,800	6.1%	2034	1,758	1,800	1,800
September 2022	3,900	7.4%	2034	3,807	3,900	3,900
				₱20,860	₱21,366	₱21,366

The outstanding loan is secured by MPCALA shares held by MPTC.



MPT SMC

Term Loan Facility

In January 2021, Metro Pacific Tollways South Management Corporation (MPT SMC) secured a ₱700 million term loan facility agreement with SBC at an interest rate of 4.45%. The loan was used to finance the project financing requirements of MPT South Hub and Hive located in Imus City, Cavite, Philippines. The loan is payable quarterly over a maximum term of ten years from the initial drawdown date.

As at December 31, 2024, 2023 and 2022, the outstanding principal loan balance amounted to ₱473 million, ₱506 million and ₱613 million, respectively.

CCLEC

Term Loan Facility

On December 27, 2018, CCLEC signed an Omnibus Loan and Security Agreement (OLSA) for a total consideration of ₱19.0 billion, with a 15-year tenor. For the ₱19.0 billion financing, the allocation among the lenders is as follows: (1) RCBC - ₱6.0 billion; (2) Development Bank of the Philippines - ₱5.0 billion; (3) Robinsons Bank Corporation - ₱3.0 billion; (4) Unionbank - ₱3.0 billion; (5) SBC - ₱1.0 billion; and (6) BPI - ₱1.0 billion.

On September 23, 2022, CCLEC signed the supplemental agreement to the OLSA with the existing lenders for the increase of the amount of loan facility by ₱2.1 billion. The allocation among the lenders is as follows: (1) RCBC - ₱0.7 billion; (2) Development Bank of the Philippines - ₱0.6 billion; (3) Robinsons Bank Corporation - ₱0.3 billion; (4) Unionbank - ₱0.3 billion; (5) SBC - ₱0.1 billion; and (6) BPI - ₱0.1 billion.

The total loan proceeds were used for the construction cost of the CCLEX. The loan of CCLEC is secured by CCLEC's shares held by MPT Vizmin, cash and cash equivalents and restricted cash and service concession assets.

The details of the drawdowns are as follows:

Date of drawdown	Drawdown amount (in Millions)	Interest rate per annum	Maturity date	Outstanding principal balance		
				2024	2023	2022
January 2019	₱2,020	8.2%	2034	₱1,990	₱2,010	₱2,020
May 2019	925	7.6%	2034	912	920	925
July 2019	1,035	6.7%	2034	1,020	1,030	1,035
November 2019	1,350	6.1%	2034	1,330	1,343	1,350
January 2020	1,650	6.3%	2034	1,627	1,642	1,650
April 2020	1,320	6.1%	2034	1,299	1,313	1,340
July 2020	1,720	6.2%	2034	1,695	1,711	1,700
October 2020	1,300	8.2%	2034	1,278	1,294	1,300
January 2021	2,820	6.3%	2034	2,777	2,806	2,820
April 2021	1,900	6.3%	2034	1,873	1,890	1,900
July 2021	2,060	6.3%	2034	2,028	2,050	2,060
October 2021	900	6.3%	2034	886	896	900
September 2022	2,100	8.1%	2034	2,069	2,090	2,100
				₱20,784	₱20,995	₱21,100

On June 22, 2023, Robinsons Bank Corporation assigned Notes with outstanding principal amount of ₱3.2 billion as of June 22, 2023, together with all rights, title, interests, remedies, and collateral to Bank of the Philippine Islands (BPI) for the outstanding loans.

In 2024, 2023 and 2022, CCLEC made semi-annual principal repayments on its term loan facility under the OLSA, totaling ₱211.0 million, ₱105.5 million and nil, respectively.



SAVVICE

Term Loan Facility

On January 27, 2022, the Company availed a 5-year long-term loan from BPI amounting to ₱70.0 million with an interest rate of 6.75% and a maturity date of July 29, 2027. The proceeds were used for its capital expenditure and/or general corporate purposes. The Company drawn the loan on July 29, 2022.

As at December 31, 2024, 2023 and 2022, the outstanding principal loan balance amounted to ₱56.0 million and ₱67.0 million and ₱70.0 million, respectively.

MPTIS

On April 22, 2024, MPTIS obtained a Time Loan Revolving (“TLR”) Credit Facility from PT Bank Central Asia Tbk amounting to IDR 1,000 billion (₱3.5 billion) with maturity on April 19, 2025. MPTIS made drawdowns amounting to IDR 925 billion (₱3.2 billion) and IDR 20 billion (₱69 million) on April 22, 2024 and May 27, 2024, respectively. The annual interest rates are 7.88% and 8.13% for the IDR 925 billion and IDR 20 billion, respectively. On August 20, 2024, MPTIS made another drawdown amounting to IDR 4.5 billion (₱16.6 million) for VTO purposes. The loans amounting to IDR 949.5 billion (₱3.4 billion) were fully paid on December 9, 2024.

On September 20, 2024, a Senior Term Facility Agreement has been entered between MPTIS and PT Bank Central Asia, PT Bank Rakyat Indonesia (Persero) Tbk and PT Sarana Multi Infrastruktur (Persero). MPTIS obtained a Senior Term Credit Facility amounting to IDR 5 trillion (approximately ₱18.5 billion) to finance up to 80% of the first installment payment of the consideration on the acquisition of shares in JTT. On September 26, 2024, MPTIS made the drawdown of IDR 5 trillion with maturity date on September 20, 2034.

On December 23, 2024, MPTIS made its first installment payment of its IDR5 trillion (₱18.0 billion) loan with BCA amounting to IDR5 billion (₱19.0 million).

The outstanding loan of MPTIS with BCA is subject to a pledge of all escrow account and JTT shares equivalent to 125% collateral value of the loan amounting to ₱22.6 billion (IDR 6,250 billion).

As at December 31, 2024, 2023 and 2022, the outstanding loan balance amounted to ₱18.0 billion, ₱5.0 billion, and ₱5.2 billion, respectively.

PT Nusantara and Subsidiaries

Term Loan Facilities

Details of PT Nusantara and its subsidiaries’ (PT Nusantara Group) term loan facilities are as follows:

Financial institution	Date of drawdown	Facility	Drawdown amount	Interest rate per annum	Maturity date	Outstanding principal balance		
						2024	2023	2022
(in Millions)			(in Millions)					
PT Nusantara Panin ^(a)	June 2014	₱223	₱162	9.75%	2024	₱–	₱17	₱50
MUN BCA ^(b)	June 2022	15,101	14,407	7.8%	2032	4,221	14,407	14,407

(Forward)



Financial institution	Date of drawdown	Facility	Drawdown amount	Interest rate per annum	Maturity date	Outstanding principal balance		
						2024	2023	2022
			(in Millions)				(in Millions)	
MMN								
BCA	April 2017	₹254	₹223	10.8%	2024	₹–	₹27	₹73
MAN								
BCA	December 2015	440	433	8.8%	2023	–	–	81
BCA	October 2022	513	513	8.3%	2035	489	500	513
BCA	October 2023	345	322	8.3%	2035	315	322	–
BCA	November 2024	577	577	8.3%	2036	577	–	–
BSD								
BCA	April 2017	34	34	8.8%	2024	–	2	7
BCA	August 2021	2,700	2,700	7.5%	2035	2,055	2,040	2,188
BCA	February 2023	2,293	2,069	8.3%	2036	2,199	2,162	–
SCTK								
IIF ^(c)	November 2021	339	339	8.9%	2030	–	–	314
Mandiri ^(d)	December 2023	468	386	8.8%	2029	412	386	–
IME								
Persero ^(e)	December 2021	1,062	796	11.8%	2031	809	915	739
RPSL								
BCA	November 2016	506	506	8.8%	2028	137	169	223
DCC								
Mandiri	December 2023	360	360	8.8%	2029	339	386	–
						₹11,553	₹21,333	₹18,595

^(a) PT Bank Pan Indonesia Tbk

^(b) PT Bank Central Asia Tbk

^(c) PT Indonesia Infrastructure Finance

^(d) PT Bank Mandiri Tbk

^(e) PT Jasa Marga Persero Tbk

Other relevant information on PT Nusantara Group's term loan facilities are provided below:

- During 2024, the PT Nusantara Group's made the following repayments:
 - a. On June 13, 2024, PT Nusantara fully paid the loan from Panin Bank for the purchase of office area amounting to IDR4.8 billion (₹17.0 million).
 - a. On July 15, 2024, MMN fully paid the Investment Credit Facility 2 ("KI 2") amounting to IDR7.6 billion (₹27.0 million).
 - b. On November 29, 2024, MMN fully paid the remaining Syndicated loan principal from BCA and Bank Sulselbar amounting to IDR1.3 trillion (₹4.7 billion).
 - c. BSD, MMN and MAN made repayments from its existing loan facilities amounting to IDR33 billion (₹121.0 million), IDR75 billion (₹271.0 million) and IDR5 billion (₹21.0 million), respectively.
 - d. RPSL, DCC, SCTK and IME made repayments from its existing loan facilities amounting to IDR9 billion (₹33.0 million), IDR6 billion (₹22.0 million), IDR 6.3 billion (₹23.0 million), and IDR30 billion (₹108.0 million), respectively.
- On January 2, 2024, MUN paid BCA an aggregate balance amounting to IDR 4,030 billion (₹14.4 billion) for the full settlement of the Time Loan Non-Revolving Facilities 1 amounting to IDR 806 billion (₹2.9 billion) and the prepayment of the Time Loan Non-Revolving Facilities 2 amounting to IDR 3,224 billion (₹11.5 billion). Payment of the Time Loan Non-Revolving Facilities 1 includes previously held funds by BCA of IDR 365 billion (₹1.3 billion) under "Other current assets" as at December 31, 2023.



- On June 19, 2024 and July 23, 2024, BSD made additional drawdowns amounting to IDR 29 billion (Rp102 million) and IDR 23 billion (Rp80 million) from its existing credit facility with BCA (Kredit Investasi 5 Facility), respectively, subject to a period of 5 years and an annual interest rate of 8.25%, for the financing of flood mitigation project, weaving area project, and access road to Makassar New Port.
- On November 28, 2024, MAN obtained an Additional Investment Credit Facility 6 from BCA amounting to no more than IDR160 billion (Rp577 million) for dividend distribution to MAN shareholders. This facility has a maximum period of 12 years, with loan interest rates calculated based on Indonesia Overnight Index Average (IndOnia) with margin rate per year. All loans are secured by the toll road concession right, all revenues from the toll road, shares of the Company owned by the Parent company, receipt of indemnity insurance from Government or Toll Road Regulator Agency in accordance with PPJT, Escrow Account, the operating account and Debt Service Account and JLB shares owned by MUN. The loan was drawn on November 29, 2024.
- In December 2023, DCC and SCTK obtained a credit facility from Mandiri with a maximum loan of IDR 230 billion (Rp828 million) to repay its remaining bank and shareholder loans and capital expenditures.
- On February 23, 2023, BCA provided the acceptance of Kredit Investasi 5 Facility to PT Jalan Tol Seksi Empat (“JTSE”) with principal amount no more than Rp348 million (IDR96 billion). The tenor is 12 years starting from the signing of the agreement with floating interest rate. This will be used by JTSE for the partial payment of tax penalty and obligation from underpayment of VAT for the year 2012 and 2016 with the maximum amount of Rp188 million (IDR52 billion). In addition, this will finance heavy maintenance costs for upgrading works or pavement improvement of Jalan Tol Seksi IV Makassar amounting to Rp159 million (IDR44 billion). In 2023, JTSE made a total drawdown of Rp329 million (IDR92 billion).
- On February 23, 2023, BCA provided Kredit Investasi 4 Facility to BSD with the principal amount no more than Rp2.7 billion (IDR750 billion). The tenor is 13 years or until February 23, 2036, with fixed interest rate of 7.5% until August 30, 2026, after which will bear a floating interest rate. BCA also provided the acceptance of Kredit Investasi 5 Facility with principal amount no more than Rp2.3 billion (IDR637 billion). The tenor is also 13 years starting from the initial drawdown with floating interest rate. Kredit Investasi Facility 4 and Kredit Investasi Facility 5 will be used for the financing of flood mitigation project, weaving area project, and access road to Makassar New Port.
- In 2022, BCA provided MUN with a Time Loan Non-Revolving facility of IDR 1,000 billion (Rp3.6 billion) to finance the initial payment for the 40% shares of JJC. This loan is secured by all shares of JLB owned by MUN, a corporate guarantee from BSD, MMN, and JTSE, 25% of PT Nusantara’s shares in MUN, and all shares of JJC owned by MUN. In addition, BCA provided MUN with two Credit Multi Facilities amounting to IDR2,859 billion (Rp10.2 billion) and IDR 365 billion (Rp1.3 billion), both secured by Standby Letter of Credit. These facilities serve to secure the remaining liabilities and finance the outstanding 40% payment of JJC shares.
- In 2021, Potum transferred its IIF loan to its subsidiary, SCTK, in accordance with the Novation Loan Agreement between the parties and the bank, which became effective in November 2021. SCTK has assumed all the rights and obligations associated with the loan from the effective date and for the next 10 years.
- The outstanding loan of PT Nusantara is secured by the office space purchased through the proceeds of the loan.



- Toll road concession rights under MUN are pledged as collateral for MUN's loans.
- Outstanding loan of MUN is secured by all shares of JLB, debt service payment and reserve accounts, dividend settlement accounts and all operating cash accounts. The loan is also subject to unlimited corporate guarantees from BMN, PT Jalan Tol Seksi Empat ("JTSE") and PT Bintaro Serpong Damai ("BSD").
- Based on notarial deed No. 115 of Karin Christina Basoeki, S.H., dated June 29, 2022 BCA provided Time Loan Non Revolving 2 ("TL 2") facility to MUN amounting to Rp1.000.000.000.000 to MUN which will be used to finance the first payment of 40% PT Jasamarga Jalanlayang Cikampek ("JJC") shares which owned by PT Jasa Marga ("Persero") Tbk. ("JSMR"). This loan is secured by All shares of JLB owned by MUN, Corporate Guarantee from BSD, MMN, and JTSE, 25% of NI shares in MUN, and All shares of JJC owned by MUN.
- Based on notarial deed No. 6 of Karin Christina Basoeki, S.H., dated December 6, 2022, BCA provided Credit Multi Facility (KMF) to MUN amounting to Rp2.859.000.000.000 and based on notarial deed No. 7 of Karin Christina Basoeki, S.H., dated December 6, 2022, BCA Digital also provided KMF to MUN amounting to Rp365.000.000.000 to guarantee remaining liabilities and finance 40% payment of PT Jasamarga Jalanlayang Cikampek shares purchase. Both of this loan are secured by Standby Letter of Credit (SBLC).
- The outstanding loans of MMN, JTSE, and BSD are secured by their respective concession rights, all revenues derived therefrom, and any indemnity insurance receivable from the Indonesian Government.
- The outstanding loan of DCC is secured by its concession right, receivables from the Grantor, and all assets of the concession financed by BCA.
- The outstanding loan of IME is secured by shares of EI in the debtor, fixed assets financed by BCA and other operating accounts.
- The outstanding loan of RPSL is secured by its biomass power plant, consisting of land, building, machineries and equipment. The loan facility obtained by RPSL with BCA in 2017 ended in March 2019.

Syndicated Loan

On July 30, 2018, MMN obtained a Credit Investment from syndication BCA and Sulselbar of up to IDR 1,547.5 billion (P5.6 billion), which consists of a principal Investment Credit of up to IDR 1,451.4 billion and an Investment Credit-Interest During Construction of up to IDR 96.1 billion. The purpose of the loan is to finance the construction of the elevated toll road Pettarani. The loan has a maximum term of 12 years, with interest rates based on a one-month weighted average of time deposit rates of 5.1% during construction and 4.9% upon commencement of operations. Payments are made monthly, with principal payments according to an agreed installment schedule.

The loan is secured by the toll road concession rights, all revenues from toll road sections I and II, Subsidiary shares owned by MMN, receipt of indemnity insurance from Government or new Toll Road in accordance with PPJT, Escrow Account, the Operating Account and Debt Service Account and a Letter of Undertaking (LoU) of MMN.

The loans have been fully repaid by MMN November 29, 2024. As at December 31, 2024, 2023 and 2022, the outstanding balance amounted to nil, P5.0 billion and P5.2 billion, respectively.



Total carrying value of above pledged assets for PT Nusantara Group as at December 31, 2024, 2023 and 2022 are as follows:

	2024		2023		2022	
	IDR (in Billions)	IDR (in Millions)	IDR (in Billions)	IDR (in Millions)	IDR (in Billions)	IDR (in Millions)
Concession assets	4,740	₹17,106	4,032	₹14,517	4,032	14,806
Shares of stocks	8,277	29,872	5,953	21,431	5,953	21,859
Cash and cash equivalents, trade receivables, concession receivables and inventories	745	2,720	661	2,381	739	2,714
Property and equipment	2	6	44	160	44	163
	13,764	₹49,704	10,690	₹38,489	10,768	₹39,542

The Company has access to the following undrawn borrowing facilities as at December 31, 2024:

	Expiring within 2025	Expiring beyond 2025	Total
		(in Millions)	
Toll Operations	₹—	₹11,445	₹11,445

Interest expense from short-term and long-term debts

Interest expense from short-term loans presented as part of borrowing cost under “Service Concession Assets” in the statement of financial position amounted to ₹18.3 million in 2023.

Interest charged to operations from these short-term and long-term debts presented as part of “Interest expense and other finance costs” in the consolidated statement of income amounted to ₹6,849 million, ₹5,963 million and ₹3,697 million for the years ended December 31, 2024, 2023 and 2022, respectively (see Note 28).

Compliance with Loan Covenants

The loan agreements contain, among others, covenants regarding the maintenance of certain financial ratios such as debt-to-equity ratio, debt service coverage ratio and maintenance of debt service reserve account.

- As at December 31, 2024, MPTC was able to comply with the minimum Debt-to-Equity Ratio (DER) however, MPTC was not able to comply with the minimum DSCR required under the entity’s long-term debt agreement with its lenders. Prior to year-end, MPTC obtained approvals from the banks on waiver of the DSCR noncompliance as at December 31, 2024. MPTC continues to pay its long-term loans in accordance with its credit terms.
- In September 2024, 2023 and 2022, CIC breached the minimum DSCR requirement by the loan agreement with BDO. Accordingly, the Company requested for the waiver of compliance with the financial covenant. On October 9, 2024, September 26, 2023 and December 27, 2022, BDO approved the request for the waiver by the Company granting an unconditional right to defer the settlement of the long-term debt for at least twelve months after such date.
- As at December 31, 2024, 2023 and 2022, CIC is compliant with the loan covenants based on the most recent interest payment date.



- Based on CIC's financial information as at March 31, 2025, CIC breached the minimum DSCR requirement by the loan agreement with BDO. Accordingly, CIC requested for the waiver of compliance with the financial covenant. On March 25, 2025, BDO approved the request for waiver by CIC for the test period from September 27, 2024 until March 27, 2025.
- As at December 31, 2023, CCLEC was not able to comply with the minimum DSCR set out in its existing loan agreement. The entity secured approval on the waiver on December 22, 2023.
- As at December 31, 2023, MUN and MMN failed to meet the minimum DER and DSCR set out in its loan agreement and approval on the waiver was received on November 22, 2023 and December 28, 2023, respectively.
- As at December 31, 2022, MUN, MMN, RPSL and BSD were not able to comply with the minimum DSCR set out in its existing loan agreement. The entities secured approval on the waiver on December 28, 2022.
- As at December 31, 2024 and December 31, 2023, CCLEC delivered a Standby Letter of Credit (SBLC) to its Lenders, in lieu of funding the DSRA, amounting to ₱954.7 million with maturity until October 25, 2024 and ₱750.0 million with maturity on January 25, 2024, respectively. The SBLC has been renewed on October 24, 2024 amounting to ₱954.7 million with maturity on January 27, 2025. Upon expiry, it was amended to mature on July 25, 2025, with a reduced amount of ₱918.6 million.

Except as discussed above, MPTC and its subsidiaries are in compliance with the required financial ratios and other loan covenants as at December 31, 2024, 2023 and 2022.

The loans of MPTC and its subsidiaries are unsecured, except on loans availed by MPCALA, CCLEC MPTIS and PT Nusantara Group.

20. Service Concession Fees Payable

	CALAX	NLEX-SLEX Connector Road	Total
		(in Millions)	
At January 1, 2022	₱16,560	₱3,274	₱19,834
Accretion (Notes 35)	640	218	858
Change in estimate (Note 11 and 35)	(2,657)	—	(2,657)
At December 31, 2022	₱14,543	₱3,492	₱18,035
Accretion (Notes 35)	921	210	1,131
Change in estimate (Note 11 and 35)	(1,416)	—	(1,416)
At December 31, 2023	₱14,048	₱3,702	₱17,750
Accretion (Notes 35)	1,069	204	1,273
Change in estimate (Note 11 and 35)	(1,131)	—	(1,131)
At December 31, 2024	₱13,986	₱3,906	₱17,892

Toll Operations

- **CALAX.** In consideration for granting the concession, MPCALA shall pay DPWH a concession fee totaling ₱27.3 billion, 20% or ₱5.5 billion of which was settled upon signing of the concession agreement (July 10, 2015). The balance of the concession fee (nominal amount of ₱21.8 billion) is payable in equal annual installments beginning on the 5th year (2020) over a period of 9 years from the signing of the concession agreement. Service concession fee payable



was initially recognized at its present value as at signing date of the concession agreement. For failure to pay the concession fee on or before the agreed upon dates, MPCALA shall pay interest at the rate of one-year Bloomberg Valuation Service (“BVAL”) rate plus 1.75%. The interest at such rate shall continue to accrue until the remaining concession fee is paid, or until a notice of default and termination is received by MPCALA. On July 7, 2020, MPCALA paid the first installment of CALAX concession fee amounting to ₱4.4 billion to DPWH. On April 7, 2022, DPWH informed that MPCALA's request dated June 10, 2021, in relation to the deferment of the scheduled concession fee payment, has already been forwarded to the Department of Finance (“DOF”) for comments/advice.

As at December 31, 2024, 2023 and 2022, based on the current progress of the construction project, the expected schedule of payment of CALAX concession fees was adjusted. Consequently, the service concession fees payable was remeasured based on the discounted value of expected future cash flows using the prevailing peso interest rates as of December 31, 2024, 2023 and 2022. As a result, the service concession fees payable was remeasured based on the discounted value of expected future cash flows using the prevailing peso interest rates as at December 31, 2024, 2023 and 2022.

In June 2025, based on the current progress of the construction project, the expected schedule of payment of CALAX concession fees was adjusted and the resulting balance of the concession fee (nominal amount) amounted to ₱19.4 billion. Consequently, the service concession fees payable were remeasured based on the discounted value of expected future cash flows using the prevailing peso interest rates as at June 30, 2025 resulting to a carrying value amounting to ₱17.3 billion.

In July 2025, MPCALA paid its second installment of CALAX concession fee amounting to ₱4.4 billion to DPWH. As at September 24, 2025, discussions with DPWH on the suspension of service concession fee payments are on-going.

- *Connector Road Project.* Under the concession agreement, NLEX Corp. shall pay periodic payments to DPWH representing the consideration for granting the concession and basic right of way in the Connector Road Project. Total payments to be made to DPWH amount to ₱8.5 billion payable at ₱243.2 million per annum. The payment shall commence on the first anniversary of the construction completion deadline, as extended, until the expiry of the concession period and shall be subject to an agreed escalation every two years based on the prevailing Consumer Price Index (“CPI”) for the two-year period immediately preceding the adjustment or escalation.

The service concession fees payable is based on the discounted value of future fixed cash flows using the prevailing peso interest rates on November 23, 2016. The undiscounted estimated future periodic payments, excluding the effect of the CPI, is ₱8,510 million as at December 31, 2024, 2023 and 2022.

21. Related Party Disclosures

Enterprises and individuals that directly, or indirectly through one or more intermediaries, control, or are controlled by, or under common control with the Company, including holding companies, subsidiaries and fellow subsidiaries are related parties of the Company. Associates and individuals owning, directly or indirectly, an interest in the voting power of the Company that gives them significant influence over the enterprise, key management personnel, including directors and officers of the Company and close members of the family of these individuals and companies associated with these individuals also constitute related parties.



The following table provides the total amount of significant transactions with related parties for the relevant years:

Related Party	Relationship		Management fees (see Note 29)	Income from utility facilities	Repairs and maintenance (see Notes 24 and 25)	IT services (see Notes 24 and 25)	Communication, light and water (see Notes 24 and 25)
SMART Communications, Inc. (SMART)	Associate of FPC	2024	P-	P-	P-	P-	P16
		2023	P-	P-	P-	P-	P21
		2022	P-	P-	P-	P-	P11
PLDT, Inc. (formerly Philippine Long Distance Telephone Company) (PLDT)	Associate of FPC	2024	-	4	-	-	27
		2023	-	5	-	2	20
		2022	-	20	-	2	9
Maynilad Water Services Inc. (Maynilad)	Subsidiary of MPIC	2024	-	-	-	-	7
		2023	-	-	-	-	10
		2022	-	-	-	-	6
Manila Electric Company (Meralco)	Associate of MPIC	2024	-	-	-	-	79
		2023	-	-	-	-	122
		2022	-	-	-	-	113
Indra Philippines Inc. (Indra)	Associate of MPIC	2024	-	-	41	-	-
		2023	-	-	45	-	-
		2022	-	-	32	194	-
TKCM	Associate of PT Nusantara	2024	-	-	-	-	-
		2023	-	-	-	-	-
		2022	11	-	-	-	-
Total		2024	P-	P4	P41	P-	P129
		2023	P-	P5	P45	P2	P173
		2022	P11	P20	P32	P196	P139



Outstanding balances of receivables from/payables to related parties are carried in the consolidated statements of financial position under the following accounts:

Related Party	Relationship		Receivables (see Note 8)	Advances to contractors and consultants	Accounts payable and other current liabilities (see Note 17)	Due from related parties	Due to related parties	Terms	Conditions
(in Millions)									
MPIC	Parent Company	2024	P—	P—	P—	P—	P20	On demand; noninterest-bearing	Unsecured; no impairment
		2023	P—	P—	P—	P—	P—		
		2022	P—	P—	P—	P5	P2		
PLDT ^(b)	Associate of FPC	2024	33	—	1	—	11	30-45 days; noninterest-bearing	Unsecured; no impairment
		2023	30	—	—	63	7		
		2022	26	—	—	294	1		
SMART	Associate of FPC	2024	—	—	1	11	—	30-45 days; noninterest-bearing	Unsecured; no impairment
		2023	—	—	—	—	1		
		2022	—	—	—	—	—		
Indra	Associate of MPIC	2024	—	—	42	—	—	On demand; noninterest-bearing	Unsecured
		2023	—	—	159	—	—		
		2022	—	—	—	—	—		
Meralco ^(b)	Associate of MPIC	2024	1	—	14	254	1	On demand; noninterest-bearing	Unsecured; no impairment
		2023	—	21	—	7	1		
		2022	—	21	—	5	2		
Maynilad ^(b)	Subsidiary of MPIC	2024	—	—	—	—	—	On demand; noninterest-bearing	Unsecured; no impairment
		2023	—	—	—	—	1		
		2022	—	—	—	19	1		
CHI ^(c)	Shareholder of CIC	2024	—	—	—	—	257	Within one year; noninterest-bearing	Unsecured
		2023	—	—	—	—	257		
		2022	—	—	—	—	257		
EIPPI	Shareholder of NLEX	2024	—	—	77	—	262	Within one year; noninterest-bearing	Unsecured
		2023	—	—	—	—	—		
		2022	—	—	—	—	—		
JJC	Associate of MPTIS	2024	—	—	—	353	—	On demand; noninterest-bearing	Unsecured; no impairment
		2023	—	—	—	—	—		
		2022	—	—	—	—	—		
Others ^(c)	Other Related Party	2024	2	—	22	—	38	Within one year; noninterest-bearing	Unsecured; no impairment
		2023	—	—	—	—	306		
		2022	—	—	—	26	313		
Total		2024	P36	P—	P157	P618	P589		
		2023	P30	P21	P159	P70	P573		
		2022	P26	P21	P—	P349	P576		

^(a) Included in "Other current assets" account in the consolidated statements of financial position (see Note 9).

^(b) Included in "Due to related parties" account under current liabilities in the consolidated statements of financial position.

^(c) Included in "Due to related parties" account under noncurrent liabilities in the consolidated statements of financial position.



Settlement of outstanding balances at year-end occurs in cash for the outstanding receivables from/payables to related parties, while advances to contractors and consultants will be applied to future services to be rendered.

Transactions with Associates

In 2012, PT Portco Infranasantara (“Portco”), a wholly owned subsidiary of PT Nusantara, made advances to ISAB, an associate of PT Nusantara, for the latter’s working capital. The nontrade receivables are interest-bearing with interest computed at USD LIBOR plus 3.5% per annum. The term of the receivable is up to May 2022. In February 2023, Portco entered into a Sale Purchase Agreement to sell and transfer ISAB’s shares (see Note 10).

Revenue from management fee represents fee for management services provided by TBN, an indirect subsidiary through PT Nusantara, to TKCM, an associate. In December 2022, TBN, including its associate, TKCM, was reclassified to “Asset Held for Sale” under current assets (see Note 9).

Transactions with Other Related Parties

Transactions with Indra Phils. Indra Phils renders services to MPIC’s subsidiaries for the implementation of information systems and the conduct of business process analysis and other IT-related services.

Transactions with PLDT, SMART and Digitel Mobile Philippines, Inc. (“Digitel”). The Company’s primary telecommunications carriers are PLDT (an associate of FPC) for its wireline and SMART (PLDT’s subsidiary) for its wireless services. The Company also has transactions with Digitel, a subsidiary of PLDT. Such services are covered by standard service contracts between the telecommunications carriers and each entity within the Company. Other than these service contracts, the Company also has the following transactions with these telecommunication carriers:

- *Utilities Facilities Contract* between NLEX Corp. and PLDT for the Fiber Optic Overlay along Phase I of the NLEX. PLDT pays an annual fee presented as “Others” in the consolidated statements of comprehensive income. Pursuant to the agreement, PLDT shall pay NLEX Corp. fixed annual fee which shall then be escalated annually by a percentage indicated in the agreement. The contract shall be effective for a period of 20 years from April 15, 2010 (i.e., until April 14, 2030) and may be renewed or extended upon mutual agreement by NLEX Corp. and PLDT.
- *Utilities Facilities Contract* between NLEX Corp. and SMART whereby NLEX Corp. provides SMART an access for the construction, operation and maintenance of a cellsite inside the NLEX right of way for a fixed annual fee which shall then be escalated annually starting on the fourth year of the contract and every year thereafter. The contract is effective for a period of five (5) years from April 27, 2015 and may be renewed or extended upon mutual agreement by NLEX Corp. and SMART. On April 26, 2020, the contract was renewed for another five (5) years effective April 27, 2020 until April 26, 2025. Upon maturity on April 26, 2025, the contract has been extended for another two (2) years from April 27, 2025 to April 26, 2027 between NLEX Corp. and an assignee of SMART, Edgepoint Towers, Inc. The assignment of the contract from SMART to Edgepoint Towers, Inc. was a result of the sale of SMART of its tower site to Edgepoint Towers, Inc.

Transactions with D.M. Consunji, Inc. (“Consunji”). Consunji also entered into construction contracts with MPCALA and NLEX Corp. for the construction of the Laguna Segment of the CALAX and first section of the NLEX-SLEX Connector Road. The contract price for the CALAX and NLEX-SLEX Connector Road amounted to ₱7.2 billion and ₱8.0 billion, respectively, subject to



adjustments as provided for in the contract. The contract prices were determined after negotiations between parties and were based on normal commercial terms.

Advances to DMCI in relation to toll projects are included under the account “Advances to Contractors” presented under “Other noncurrent assets” account in the consolidated statements of financial position as at December 31, 2024 and 2023.

Transactions with MERALCO. MERALCO sells electricity to the Company for the Company’s facilities within MERALCO’s franchise area. The rates charged by MERALCO are the same mandated rates by the ERC applicable to customers within the franchise area. Aside from this transaction, listed below are the Company’s transactions with MERALCO and its subsidiaries:

- As at December 31, 2023, NLEX Corp. has advances to MERALCO amounting to ₱21.0 million, which was included as part of “Advances to contractors and consultants” presented under “Other current assets” in the consolidated statements of financial position. The advances relate to electric line applications for Segment 9 of the NLEX, and the Balintawak and Valenzuela drainage system. These advances are consumable upon activation of the electric lines in Segment 9 and Balintawak and Valenzuela drainage system.

Transactions with Maynilad. In 2024, 2023 and 2022, NLEX Corp. and CIC were billed by Maynilad for its water consumption in its head office.

Other Transactions

- Compensation of key management personnel of the Company are as follows:

	2024	2023	2022
		(in Millions)	
Short-term employee benefits	₱675	₱632	₱561
LTIP expense	—	3	—
Retirement costs	40	40	10
	₱715	₱675	₱571

- The Company acts as a surety or co-obligor with certain Company officers for the payment of valid corporate expenses, through the use of corporate credit cards at specified approved amounts ranging from ₱0.04 million to ₱0.4 million.
- The Company paid its directors amounting to ₱2.8 million, ₱2.0 million and ₱4.0 million in 2024, 2023 and 2022, respectively, as recorded under “General and administrative expenses” account in the consolidated statements of income (see Note 25).
- Advances to officers and employees amounted to ₱129.7 million, ₱128.6 million and ₱107.1 million as at December 31, 2024, 2023 and 2022, respectively (see Note 8).
- In the normal course of business, the Company also grants and avails noninterest-bearing advances to/from subsidiaries, associates, joint venture and other related parties.



22. Equity

Capital Stock

As at December 31, the capital stock of the Parent Company consists of:

	2024	2023	2022
	<i>(in Millions)</i>		
Issued capital stock:			
Common shares	₱6,779	₱6,779	₱8,783

Movements in the number of shares of stock of the Parent Company are as follows:

	2024		2023		2022	
	Common Shares	Preferred Shares	Common Shares	Preferred Shares	Common Shares	Preferred Shares
Authorized:						
Balance at beginning of year	25,525,000	—	31,709,933	761,333	24,709,933	761,333
Decrease in capital stock	—	—	(6,946,266)	(761,333)	—	—
Increase in capital stock	—	—	761,333	—	7,000,000	—
Balance at end of year	25,525,000	—	25,525,000	—	31,709,933	761,333
Issued:						
Balance at beginning of year	22,597,120	—	29,278,220	—	22,261,950	—
Issuance at ₱300 par value	—	—	265,166	—	7,016,270	—
Decrease in authorized capital stock	—	—	(6,946,266)	—	—	—
Balance at end of year	22,597,120	—	22,597,120	—	29,278,220	—
Treasury shares:						
Balance at beginning of year	70,119	—	7,016,385	—	115	—
Purchase of treasury shares	—	—	—	—	7,016,270	—
Decrease in authorized capital stock	—	—	(6,946,266)	—	—	—
Balance at end of year	70,119	—	70,119	—	7,016,385	—
Issued and outstanding at end of year	22,527,001	—	22,527,001	—	22,261,835	—
Par value per share at end of year	₱300	₱—	₱300	₱—	₱300	₱300

a. Features of the Preferred Shares follow:

- The Preferred Shares shall have the full voting rights as common shares of the Parent Company.
- Subject to and upon declaration by the Parent Company's BOD, the holders of Preferred shares shall be entitled to receive out of the unrestricted retained earnings of the Parent Company, yearly cumulative dividends at 7% of the issue value of the Preferred Shares, before any dividends shall be set apart and paid to the holders of common shares. The holders of Preferred Shares shall not be entitled to participate with the holders of common shares in any further dividends payable by the Parent Company.
- The Preferred Shares shall not be convertible to common shares or any stock of the Parent Company.
- The Preferred Shares shall be redeemable at any time at the option of the Parent Company by paying the issue value of the Preferred Shares and all outstanding dividends due on the Preferred Shares at the time of redemption. Once redeemed, the Preferred Shares shall become treasury shares.
- In the event of any dissolution, liquidation or winding up of the Parent Company, the holders of the Preferred Shares shall be entitled to be paid in full, or pro rata insofar as the assets and properties of the Parent Company will permit, the issue value of the Preferred Shares and any accrued but unpaid dividends, in respect of such Preferred Shares before any distribution



shall be made to the holders of common shares. The holders of Preferred Shares shall not be entitled to any other distribution.

- b. On December 27, 2022, the Parent Company's BOD approved the amendment of the Parent Company's Article of Incorporation to decrease its authorized capital stock by ₱2,083.9 million and to reclassify all or 761,333 preferred shares to common shares.

The Philippine SEC approved the certificate of filing of amended Articles of Incorporation on February 2, 2023. The decrease in authorized capital stock resulted in the retirement of treasury shares amounting to ₱13,608.8 million. The difference of ₱11,525.0 million was charged to APIC.

- c. The Company entered into subscription agreements with MPIC on July 21, 2023 and September 4, 2023. MPIC subscribed to an aggregate of 265,166 common shares of the Company at a subscription price of ₱2,100 per common share, or a total consideration of ₱556.8 million. As a result of the new share issuance, the Company's issued shares increased by 265,166 common shares with a par value of ₱79.5 million. The APIC from this transaction amounted to ₱477.3 million. The proceeds of the new share issuance were used by the Company for the payment of professional fees relating to the Company's indirect equity interests in the Jakarta-Cikampek Elevated toll road project in Indonesia.

Merger between MPTC and MPTNC

On December 2, 2021 and January 18, 2022, the Parent Company's BOD and stockholders, respectively, approved the proposed merger between MPTC and MPTNC, with MPTC, as the surviving corporation (the Merger). On June 29, 2022, MPTC and MPTNC executed the Plan and Articles of Merger. Based on the Articles of Merger, MPTC shall be deemed to have acquired all assets and assumed all the liabilities of MPTNC.

MPTC will issue 7,016,270 new common shares, which will be divided into (i) 7,000,000 common shares to be issued from the increase in MPTC's authorized capital stock, and (ii) 16,270 common shares to be issued from the unissued portion of MPTC's authorized capital stock. The new MPTC common shares will be held in treasury, as MPTC is the principal stockholder and parent company of MPTNC.

The agreed aggregate issue price of the new MPTC common shares to be issued to MPTC is ₱13,746.2 million, equivalent to the net asset value of MPTNC as of the agreed cut-off date between the two parties. The price per share is approximately ₱1,959, which corresponds to the net asset value per common share as of the cut-off date.

The Philippine SEC approved the certificate of filing of the articles and plan of merger between MPTC (surviving corporation) and MPTNC (absorbed corporation) on November 4, 2022. The issuance of shares resulted to an increase in APIC by ₱11,641.3 million, gross of share issuance costs of ₱21.4 million and treasury shares by ₱13,746.2 million.

Also on November 4, 2022, SEC approved the increase in authorized capital stock from ₱7,641.4 million divided into: (i) 24,709,933 common shares with a par value of ₱300 per share; (ii) 761,333 voting, cumulative, non-convertible, redeemable and non-participating preferred shares with a par value of ₱300 per share, to ₱9,741.4 million divided into: (i) 31,709,933 common shares with a par value of ₱300 per share; (ii) 761,333 voting, cumulative, non-convertible, redeemable and non-participating preferred shares with a par value of ₱300 per share.



APIC

As at December 31, 2024, 2023 and 2022, APIC amounted to ₱32,730.0 million, ₱32,730.0 million and ₱43,778.3 million, respectively.

Deposit for Future Stock Subscription

Deposit for future stock subscription represents funds received by the Company from MPIC intended for subscription for an increase in investment in the Company. Deposits for future stock subscription are stated at cost. The deposit of future stock subscription as at December 31, 2024, 2023 and 2022 amounted to ₱0.5 million.

Equity Adjustment on Reverse Acquisition

Equity adjustment on reverse acquisition resulted from the transaction involving the transfer of the then shareholders of MPTNC of all their shares in MPTNC (regarded as the accounting acquirer) in exchange for the shares of MPTC (regarded as the legal acquirer and accounting acquiree), which was accounted for as a reverse acquisition in the consolidated financial statements of MPTC in 2007 amounting to ₱581.1 million.

Cash Dividends

The Parent Company's BOD declared the following cash dividends to common stockholders in 2024, 2023 and 2022:

Declaration Date	Record Date	Payment Date	Cash Dividend per Share	Total (in Millions)
March 4, 2024	March 4, 2024	April 30, 2024	₱50.35	₱1,134
August 16, 2024	August 16, 2024	September 24, 2024	113.30	2,552
March 6, 2023	March 21, 2023	April 17, 2023	71.71	1,596
July 11, 2023	July 25, 2023	August 22, 2023	87.33	1,967
March 2, 2022	March 16, 2022	April 12, 2022	35.18	783
July 26, 2022	August 9, 2022	September 5, 2022	55.14	1,228

As at December 31, 2024, 2023 and 2022, the unpaid cash dividends to common stockholders of the Parent Company amounted to ₱16.0 million, ₱16.7 million and ₱14.8 million, respectively (see Note 17).

Scrip Dividends

On October 16, 2008, the BOD of MPTC declared scrip dividends to all stockholders of record as at October 30, 2008, giving the stockholders the right to receive a proportionate share in the amounts that may be received by MPTC, through MPTNC, from Leighton International Limited (LIL) under Section 8.04.02 of the Amended and Restated Shareholders' Agreement (ARSA) with, among others, LIL dated September 30, 2004. Under the agreement, MPTNC has the right to 50% of the difference between the selling price of LIL and USD 19.4 million provided that any payment of LIL to MPTNC shall not exceed USD 4.4 million.

On November 12, 2009, LIL sold the shares to a third-party and thereby paid the amount of USD4.4 million (₱203.9 million) to MPTNC. In view of this, in 2009, the Company recognized the scrip dividends declared in 2008 payable to all stockholders of record as at October 30, 2008 amounting to USD3.9 million (₱181.5 million) giving the stockholders the right to receive a proportionate share in the amounts received by MPTC, through MPTNC, from LIL pursuant to the ARSA. As at December 31, 2024, 2023 and 2022, unpaid scrip dividends amounted to ₱0.3 million and were included under "Others" in "Accounts payable and other current liabilities" account (see Note 17).



Retained Earnings Not Available for Dividend Distribution

The Parent Company's retained earnings include undistributed earnings of subsidiaries amounting to ₱23,101.2 million, ₱20,523.5 million and ₱19,051.5 million as at December 31, 2024, 2023 and 2022, respectively, which are not currently available for dividend distribution.

Other Comprehensive Income Reserve

	Cumulative Translation Adjustment (CTA)	FVOCI Financial Assets	Income Tax Related to FVOCI Financial Assets	Re- measurement of Defined Benefit Plan	Income Tax Related to Defined Benefit Plan	Share in OCI of an associate	Total	Attributable to Parent Company Owners	Non- controlling Interest
Balance at January 1, 2024	(₱2,259)	₱1,391	(₱154)	(₱130)	₱29	₱567	(₱556)	₱51	(₱607)
Net movement in CTA	265	—	—	—	—	—	265	259	6
Change in fair value of financial assets at FVOCI									
(Notes 15 and 30)	—	483	(121)	—	—	—	362	330	32
Remeasurement loss (Note 26)	—	—	—	(3)	1	—	(2)	33	(35)
Balance at December 31, 2024	(₱1,994)	₱1,874	(₱275)	(₱133)	₱30	₱567	₱69	₱673	(₱604)
Balance at January 1, 2023	(₱1,658)	₱1,546	(₱173)	(₱115)	₱26	₱620	₱246	₱812	(₱566)
Net movement in CTA	(601)	—	—	—	—	(60)	(661)	(653)	(8)
Change in fair value of financial assets at FVOCI									
(Notes 15 and 30)	—	(155)	19	—	—	—	(136)	(108)	(28)
Derecognition of OCI due to disposal of an associate									
(Note 10)	—	—	—	—	—	7	7	7	—
Remeasurement loss (Note 26)	—	—	—	(15)	3	—	(12)	(7)	(5)
Balance at December 31, 2023	(₱2,259)	₱1,391	(₱154)	(₱130)	₱29	₱567	(₱556)	₱51	(₱607)
Balance at January 1, 2022	(₱1,742)	₱956	(₱89)	(₱51)	₱13	₱597	(₱316)	₱224	(₱540)
Net movement in CTA	84	—	—	—	—	24	108	112	(4)
Change in fair value of financial assets at FVOCI									
(Notes 15 and 30)	—	590	(84)	—	—	—	506	510	(4)
Reclassification of OCI of an associate to "Asset Held for Sale" (Notes 9 and 10)									
	—	—	—	—	—	(1)	(1)	(1)	—
Remeasurement loss (Note 26)	—	—	—	(64)	13	—	(51)	(33)	(18)
Balance at December 31, 2022	(₱1,658)	₱1,546	(₱173)	(₱115)	₱26	₱620	₱246	₱812	(₱566)

Other Reserves

As at December 31, other reserves of the Company consist of:

	2024	2023	2022
		<i>(in Millions)</i>	
Premium paid on acquisition of NCI - net (Note 5)	(₱5,336)	(₱2,905)	(₱2,905)
Acquisition of a subsidiary	67	67	67
Dilution of ownership interest in subsidiaries without loss of control, including sale of ownership and effect of rights issuance of a subsidiary (Note 5)	5,251	5,251	(46)
Long-term incentive plan reserves (Note 26)	23	23	23
Other transactions with NCI (Note 5)	128	128	128
	₱133	₱2,564	(₱2,733)



23. Non-toll Revenues

	2024	2023	2022
		(in Millions)	
Revenue from electricity sales	₱475	₱565	₱420
Income from toll service facility	304	191	132
Treated water sales	280	260	221
Service revenue	252	274	181
Income from advertising	232	202	189
Rental income (Notes 14 and 31)	114	108	97
Income from utility facilities	61	50	73
Others	75	92	63
	₱1,793	₱1,742	₱1,376

Revenue from electricity sales pertains to revenue from sale of electricity of RPSL.

Treated water sales pertain to revenue generated by SCTK for the sale and distribution of water.

Service revenue pertains to the traffic management services, supply and application of pavement markings of MPT Mobility, parking revenue from Dibztech and manpower services of SAVVICE to various customers.

Timing of recognition

The Company's non-toll revenues (except rental income which is accounted under PFRS 16, *Leases*) are recognized over time.

24. Cost of Services

	2024	2023	2022
		(in Millions)	
Amortization of service concession assets (Note 11)	₱2,480	₱2,130	₱1,853
Concession fees (Note 2)	2,307	1,946	1,629
Salaries and employee benefits (Note 26)	1,604	1,517	1,085
PNCC and grantor's share (Note 31)	1,186	1,065	876
Outside services	711	618	444
Repairs and maintenance (Note 21)	685	558	392
Direct cost of energy	327	359	343
Communication, light and water (Note 21)	280	300	187
Insurance	279	270	233
Depreciation of property and equipment (Note 12)	243	224	205
Transportation and travel	210	219	228
Provision for heavy maintenance (Note 18)	159	133	246
Toll collection and medical services	148	187	246
Cost of advertising	110	132	63
Cost of water treatment	97	64	63
Taxes and licenses	83	64	53
TRB share in non-toll revenues	81	36	57
Operator's fee	72	69	63
Materials and labor	35	146	66
Professional fees	24	25	21
Others	188	153	136
	₱11,309	₱10,215	₱8,489



25. General and Administrative Expenses

	2024	2023	2022
		(in Millions)	
Salaries and employee benefits (Note 26)	₱1,919	₱1,536	₱1,306
Taxes and licenses	568	387	453
Depreciation (Notes 12 and 14)	401	177	165
Professional fees	381	350	265
Provisions (Notes 17 and 18)	366	82	277
Provisions for ECL (Note 8)	279	56	36
Advertising and marketing expenses	145	275	224
Representation and travel	120	135	82
Donations and contributions	60	88	79
Office supplies	59	39	36
Rentals (Note 21)	57	35	35
Amortization of other intangible assets (Note 13)	38	21	16
Outside services	30	113	190
Communication, light and water (Note 21)	30	34	35
Impairment of goodwill (Note 13)	28	—	—
Training and development costs	27	20	16
Repairs and maintenance (Note 21)	16	13	13
Directors' fees (Note 21)	3	2	4
Write-off of assets	—	31	167
Others	113	28	97
	₱4,640	₱3,422	₱3,496

26. Salaries and Employee Benefits

	2024	2023	2022
		(in Millions)	
Salaries expense	₱2,524	₱2,000	₱1,745
LTIP expense (Note 21)	—	68	—
Retirement costs	148	139	119
Other employee benefits	851	846	527
	₱3,523	₱3,053	₱2,391
Cost of services (Note 24)	₱1,604	₱1,517	₱1,085
General and administrative expenses (Note 25)	1,919	1,536	1,306
	₱3,523	₱3,053	₱2,391

LTIP

Certain employees of the Company are eligible for long-term employee benefits under the LTIP. The liability recognized on the LTIP comprises the present value of the defined benefit obligation and was determined using the projected unit credit method. Each LTIP performance cycle generally covers three (3) years with payment intended to be made at the end of each cycle (without interim payments) and is contingent upon the achievement of an approved core income target of the Company by the end of the performance cycle. Each LTIP performance cycle is approved by the Company's Compensation Committee and its Board of Directors.



MPIC LTIP. On December 16, 2010, MPIC's BOD approved the broad outline of MPIC's strategic plans for 2010 to 2012 focusing on the development of new revenue streams to drive future growth while protecting the existing core business. To ensure the proper execution of the three-year plan, particularly with respect to the manpower resources being committed to such plans, the 2010 to 2012 LTIP, upon endorsement of MPIC's Compensation Committee, was approved by MPIC's BOD to cover the period from January 1, 2010 to December 31, 2012, or the 2010 to 2012 Performance Cycle.

Carrying value of the 2010 to 2012 LTIP cost recognized under "Other reserves" in the consolidated statements of financial position amounted to ₱23.1 million as at December 31, 2024 and 2023, representing MPIC's share in the LTIP cost of the Company as per 2010 to 2012 LTIP (see Note 22).

MPTC LTIP Cycle 2018-2021. In 2018, MPTC's management started to accrue for the LTIP of MPTC Group which is assumed to be effective January 1, 2018 (the LTIP Cycle 2018-2020). In 2020, the Group was not able to achieve the necessary core income to fulfill the cumulative core income target for the LTIP Cycle 2018-2020. Up until December 31, 2021, there were informal discussions to replace year 2020 with year 2021 in the LTIP Cycle 2018-2020. Subsequently on April 6, 2022, the Company's Compensation and Remuneration Committee approved the LTIP Cycle 2018-2021, including its amendments, which were also approved by the BOD on April 7, 2022. In April 2022, the actual amount paid by the Company amounted to ₱466 million, and the excess accrual of ₱148 million was used to partially cover the provision for the MPTC 2022-2025 cycle.

MPTC LTIP Cycle 2022 - 2024. In 2023, the Group has started to accrue for the LTIP performance cycle 2022-2024 with expense for the cycle amounting to ₱68.0 million. In 2024, the LTIP balance was reversed as the BOD is yet to approve the LTIP performance cycle 2022-2024. Long-term incentive plan payable amounted to nil, ₱125.0 million and ₱148.0 million as at December 31, 2024, 2023 and 2022, respectively. As at September 24, 2025, the Group has not recognized provision for LTIP as the new performance cycle is yet to be presented to the BOD for approval.

As at December 31, the LTIP payable presented in the noncurrent section of the consolidated statements of financial position is as follows:

	2024	2023	2022
	<i>(in Millions)</i>		
Balance at beginning of year	₱125	₱148	₱668
LTIP expense*	—	68	—
Payment	—	—	(466)
Reversal (Note 29)	(125)	(91)	(54)
Balance at end of year	₱—	₱125	₱148

*Included in "Salaries and employee benefits" account under "General and administrative expenses" account.

Multi Employer Retirement Plan

On February 20, 2020, the Company's BOD approved the MPTC Multi Employer Retirement Plan (the Plan) which aims to establish a harmonized retirement benefit for all employees within the MPTC Group. Companies covered in the Plan are MPTC, MPTNC, MPTDI, NLEX, MPT SMC, CIC and MPT Mobility. The plan would also accommodate possible transfer of employees from and to Participating Companies within the MPTC Group. Eligible Employees under the Plan will be entitled to higher benefits under the new Defined Benefit or their benefit under the Defined Contribution.



The existing Retirement Plan was amended mainly to incorporate the following:

1. The Amended Plan takes effect on February 20, 2020. It supersedes all the existing retirement plans in a Participating Company as of the date of adoption by such Company.
2. The Amended Plan is a hybrid of a Defined Benefit and Defined Contribution.

Under the Defined Benefit, the plan will continue to provide for lump sum benefit payments upon retirement. Contributions and costs are determined in accordance with the actuarial study made for the plan. The most recent actuarial valuation of plan assets and the present value of the defined benefit obligation were carried out as at December 31, 2024 by certified actuaries.

No member shall be required to make any contributions to the Fund. However, starting on the Effective Date or his date of membership in this Plan, whichever is later, each Member shall have the option to contribute an amount not to exceed 50% of his net take-home pay for each succeeding month for the duration of his membership in the Plan and it shall be placed in the Member's Personal Retirement Account (PRA).

Beginning on the Effective Date, a Participating Company shall match its Members' contributions up to a maximum percentage of their monthly basic salary every month. This matching contribution shall be placed in the Members' PRA. A Member's contributions in excess of that percentage of his monthly basic salary shall not be accorded any matching contributions.

The total PRA balance shall be paid to the Member only in the event of his retirement, death, disability or separation from the Company. No part of a Member's PRA balance may be withdrawn while in service with the Company.

Upon completing the submission of all the requirements of each Participating Company, including the new sets of requirements required by Bangko Sentral ng Pilipinas in setting up a Retirement Plan, the setup of the Plan was concluded in March 2021.

As part of the amendment of the plan, to take advantage of the tax privileges that come with a formal retirement plan, an actuarial valuation was conducted to calculate the recommended contributions to support the benefits defined in our Retirement Plan Rules and these were submitted to BIR together with the other documentary requirements. The submission of Tax-Exemption Application was completed in April 2021. The application is still under review by the BIR as at September 24, 2025.

Defined Benefit Retirement Plan

ESC, SAVVICE and PT Nusantara and its subsidiaries, have noncontributory defined benefit retirement plans covering all of their regular and full-time employees. The plans provide for lump sum benefit payments upon retirement. Contributions and costs are determined in accordance with the actuarial study made for the plan. The most recent actuarial valuation of plan assets and the present value of the defined benefit obligation were carried out as at December 31, 2024 by certified actuaries.

As at December 31, 2024, 2023 and 2022, the retirement plans of ESC, SAVVICE and PT Nusantara and its subsidiaries are unfunded.

Under the Indonesian Labor Law, companies are required to pay separation, appreciation and compensation benefits to their employees if the conditions specified in the Indonesian Labor Law are met. PT Nusantara and its subsidiaries have recognized an unfunded employee benefits liability in accordance with the Indonesian Labor Law.



The following tables summarize the components of provision for retirement costs, included in “Salaries and employee benefits” under “Cost of services” (see Note 24) and “General and administrative expenses” (see Note 25) accounts in the consolidated statements of income and “Other noncurrent assets” and “Accrued retirement costs” accounts in the consolidated statements of financial position, which are based on the latest actuarial valuation.

Changes in accrued retirement costs (pension assets) of the Company in 2024 are as follows:

	Present Value of Defined Benefit Obligation	Fair Value of Plan Assets (in Millions)	Accrued Retirement Costs (Pension Assets)
At January 1, 2024	₱1,190	₱720	₱470
Net benefit cost in consolidated statement of income:			
Current service cost	124	—	124
Net interest	57	33	24
	181	33	148
Benefits paid	(63)	(186)	123
Remeasurements in OCI (Note 22):			
Return on plan assets (excluding amount included in net interest)	—	10	(10)
Actuarial changes arising from changes in financial assumptions	(42)	—	(42)
Actuarial changes due to experience adjustments	55	—	55
	13	10	3
Contributions	—	111	(111)
At December 31, 2024	₱1,321	₱688	₱633
Pension assets			₱—
Accrued retirement costs			633
			₱633

Changes in accrued retirement costs (pension assets) of the Company in 2023 are as follows:

	Present Value of Defined Benefit Obligation	Fair Value of Plan Assets (in Millions)	Accrued Retirement Costs (Pension Assets)
At January 1, 2023	₱1,010	₱563	₱447
Net benefit cost in consolidated statement of income:			
Current service cost	118	—	118
Net interest	54	38	16
Past service costs	5	—	5
	177	38	139
Benefits paid	(40)	(13)	(27)
Remeasurements in OCI (Note 22):			
Return on plan assets (excluding amount included in net interest)	—	17	(17)
Actuarial changes in demographic assumptions	1	—	1
Actuarial changes arising from changes in financial assumptions	26	—	26
Actuarial changes due to experience adjustments	5	—	5
	32	17	15
Contributions	—	115	(115)
Translation adjustment	11	—	11
At December 31, 2023	₱1,190	₱720	₱470
Pension assets			(₱4)
Accrued retirement costs			474
			₱470



Changes in accrued retirement costs (pension assets) of the Company in 2022 are as follows:

	Present Value of Defined Benefit Obligation	Fair Value of Plan Assets (in Millions)	Accrued Retirement Costs (Pension Assets)
	₱869	₱499	₱370
At January 1, 2022			
Net benefit cost in consolidated statement of income:			
Current service cost	97	—	97
Net interest	41	21	20
Past service costs	2	—	2
	140	21	119
Benefits paid	(17)	(1)	(16)
Remeasurements in OCI (Note 22):			
Return on plan assets (excluding amount included in net interest)	—	(6)	6
Actuarial changes in demographic assumptions	1	—	1
Actuarial changes arising from changes in financial assumptions	(20)	—	(20)
Actuarial changes due to experience adjustments	77	—	77
	58	(6)	64
Contributions	—	50	(50)
Translation adjustment	(40)	—	(40)
At December 31, 2022	₱1,010	₱563	₱447
Pension assets			(₱4)
Accrued retirement costs			451
			₱447

The maximum economic benefit available is a combination of expected refunds from the plan and reductions in future contributions.

The actual return on plan assets amounted to ₱10.0 million, ₱17.0 million and ₱6 million in 2024, 2023 and 2022, respectively.

Under the Multi Employer Retirement Plan, MPTC and NLEX Corp. are expected to contribute a total of ₱26.3 million, ₱115.0 million and ₱50.4 million on their defined benefit retirement plans in 2024, 2023 and 2022, respectively.

The major categories of plan assets follow:

	2024	2023	2022
Investments in:			
Government securities	60.6%	71.9%	66.4%
Debt securities	4.2%	6.9%	9.8%
UITF	2.5%	1.3%	7.6%
Equity securities	31.6%	19.1%	15.8%
Cash and cash equivalents	0.4%	0.2%	0.0%
Receivables and others	0.7%	0.6%	0.4%
	100.0%	100.0%	100.0%



The plan assets' carrying amount approximates its fair value since these are short-term in nature or marked-to-market. Philippine bonds and treasury notes consist of government-issued securities and corporate bonds and subordinated notes. Government securities consist primarily of fixed-rate treasury notes and retail treasury bonds. Philippine equity securities pertain to investment in shares of various listed entities.

The principal assumptions used to determine accrued retirement costs as of beginning of the year are as follows:

	2024	2023	2022
Discount rate	6.09%-7.05%	6.12%-7.31%	7.12%-7.34%
Salary increase rate	5.00%-6.00%	5.00%-7.00%	5.00%-7.00%

For subsidiaries with defined benefit retirement plans, 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 assuming if all other assumptions were held constant:

		Increase (Decrease) in the Defined Benefit Obligation		
		2024	2023	2022
		(in Millions)		
Discount rate	(Actual + 1.00%)	(P925)	(P490)	(P718)
	(Actual - 1.00%)	1,054	894	825
Salary increase rate	(Actual + 1.00%)	P1,058	P881	P775
	(Actual - 1.00%)	(921)	(499)	(885)

The management performed an Asset-Liability Matching Study annually. The overall investment policy and strategy of the Company's defined benefit plan is guided by the objective of achieving an investment return which, together with contributions, ensures that there will be sufficient assets to pay pension benefits as they fall due while also mitigating the various risk of the plans. The Company's current strategic investment strategy consists of 99.63% of debt instruments and 0.37% cash.

The average duration of the defined benefit obligation at December 31, 2024, 2023 and 2022 is 15.44 years, 14.07 years and 17.14 years, respectively.

Shown below is the maturity analysis of the undiscounted benefit payments:

	2024	2023	2022
	(in Millions)		
Less than 1 year	P283	P297	P164
More than 1 year to 5 years	274	316	258
More than 5 years to 10 years	610	596	559
More than 10 years to 15 years	682	737	610
More than 15 years to 20 years	737	563	773
More than 20 years	2,360	1,527	2,409



27. Interest Income

	2024	2023	2022
		(in Millions)	
Cash and cash equivalents and restricted cash (Note 7)	₱461	₱326	₱112
Concession financial receivables (Notes 8 and 16)	162	12	107
Finance lease receivable (Notes 8 and 16)	100	145	111
Debt instruments at FVTPL (Note 15)	58	26	70
	₱781	₱509	₱400

28. Interest Expense and Other Finance Costs

	2024	2023	2022
		(in Millions)	
Interest expense on:			
Long-term debt and short-term loans (Note 19)	₱6,849	₱5,963	₱3,697
Provisions (Note 18)	43	31	62
Lease liabilities (Note 17)	8	9	4
Other finance costs:			
Amortization of debt issue costs (Note 19)	206	58	68
Bank charges	146	55	17
Penalties on extinguishment of debt (Note 19)	—	—	95
	₱7,252	₱6,116	₱3,943

29. Other Income

	2024	2023	2022
		(in Millions)	
Gain on reversal of earnout liability of a joint venture (Notes 10 and 18)	₱679	₱—	₱—
Dividend income (Note 15)	137	125	103
Reversal of LTIP (Note 26)	125	91	54
Gain on fair value changes of financial assets (Note 15)	48	70	6
Rental income	29	—	—
Gain on sale of investment in associate - net (Note 10)	—	224	—
Loss on deconsolidation - net (Note 9)	—	(56)	—
Gain on sale of property and equipment (Note 12)	—	8	7
Management fees (Note 21)	—	—	11
Others	44	8	8
	₱1,062	₱470	₱189



30. Income Taxes

The provision for current income tax consists of:

	2024	2023	2022
		<i>(in Millions)</i>	
Regular corporate income tax (RCIT)	₱3,202	₱2,640	₱2,160
MCIT	9	14	6
Final tax on interest income	82	80	28
	₱3,293	₱2,734	₱2,194

The components of the Company's net deferred tax liabilities follow:

	2024	2023	2022
		<i>(in Millions)</i>	
Deferred Tax Liabilities			
Present value of concession fees capitalized as service concession as set	₱4,463	₱4,417	₱4,397
Excess of fair values over book values arising from business combinations	1,767	2,135	2,047
Difference in method of amortization of service concession assets	943	855	864
Fair value changes on financial assets at FVOCI	314	355	263
Unamortized realized foreign exchange losses capitalized	6	6	8
Pension assets	3	(5)	(39)
Others	76	26	48
	7,572	7,789	7,588
Deferred Tax Assets			
Service concession fees payable	4,067	4,403	4,384
Provision for heavy maintenance	166	128	142
Accrued retirement costs	44	30	43
NOLCO	30	19	10
Long-term incentive plan payable	—	4	1
Unearned revenue	1	1	1
Allowance for ECL	—	—	12
Others	16	16	3
	4,324	4,601	4,596
Deferred tax liabilities - net	₱3,248	₱3,188	₱2,992

Deferred tax assets and deferred tax liabilities reflected in the consolidated statements of financial position are as follows:

	2024	2023	2022
		<i>(in Millions)</i>	
Deferred tax assets - net	₱156	₱126	₱29
Deferred tax liabilities - net	(3,404)	(3,314)	(3,021)
	(₱3,248)	(₱3,188)	(₱2,992)



For tax purposes, NLEX Corp. used the UOP method of amortization for the civil work component of the service concession assets as approved by the BIR. In previous years, CIC used the double declining balance method of amortization for R-1 Expressway while straight-line method for R-1 Expressway Extension as approved by the BIR. In 2021, BIR approved the change in CIC's amortization methodology to UOP beginning 2021. PT Nusantara used the straight-line method of amortization for the service concession assets as approved by the Directorate General of Taxes (DGT).

The Parent Company and certain subsidiaries under the Company have the following temporary differences, NOLCO and MCIT for which no deferred tax assets have been recognized since management believes that it is more likely than not that these will not be realized in the future:

	2024	2023	2022
		<i>(in Millions)</i>	
NOLCO	₱10,620	₱6,090	₱3,448
Accrued expenses and provisions	92	63	73
MCIT	16	42	38
Retirement costs and past service costs	4	3	22
Interest accretion on lease liabilities	—	26	26
Depreciation of ROU assets	—	49	49
	₱10,732	₱6,273	₱3,656

As at December 31, 2024, 2023 and 2022, the Company has excess MCIT that can be applied as tax credit against future income tax due under RCIT.

Year Paid/Incurred	Expiration Date	2024	2023	2022
		<i>(in Millions)</i>		
2020	December 31, 2023	₱—	₱—	₱4
2021	December 31, 2024	—	32	32
2022	December 31, 2025	2	2	2
2023	December 31, 2026	8	8	—
2024	December 31, 2027	9	—	—
		₱19	₱42	₱38

The movements in MCIT are as follows:

	2024	2023	2022
	<i>(in Millions)</i>		
Balance at beginning of year	₱42	₱38	₱41
Additions	9	8	2
Applications	—	—	(3)
Expirations	(32)	(4)	(2)
Balance at end of year	₱19	₱42	₱38



On September 30, 2020, the BIR issued Revenue Regulations No. 25-2020 implementing Section 4(b) of “Bayanihan to Recover As One Act” which states that the NOLCO incurred for taxable years 2020 and 2021 can be carried over and claimed as a deduction from gross income for the next five (5) consecutive taxable years immediately following the year of such loss.

As at December 31, 2024, 2023 and 2022, certain subsidiaries under the Company incurred the following NOLCO which can be claimed as deduction from the regular taxable income for the next three (3) consecutive taxable years, as follows:

Year Incurred	Availment Period	Amount	NOLCO Expired/Utilized <i>(in Millions)</i>	NOLCO Unapplied
2022	2023-2025	₱2,269	₱—	₱2,269
2023	2024-2026	2,640	—	2,640
2024	2025-2027	4,627	—	4,627
		₱9,536	₱—	₱9,536

The Company has incurred NOLCO in the following taxable years which can be claimed as deduction from the regular taxable income for the next five (5) consecutive taxable years pursuant to the Bayanihan to Recover As One Act, as follows:

Year Incurred	Availment Period	Amount	NOLCO Expired/Utilized <i>(in Millions)</i>	NOLCO Unapplied
2020	2021-2025	₱1,083	₱43	₱1,040
2021	2022-2026	164	—	164
		₱1,247	₱43	₱1,204

The movements in NOLCO are as follows:

	2024	2023	2022
		<i>(in Millions)</i>	
Balance at beginning of year	₱6,113	₱3,474	₱1,579
Additions	4,627	2,640	2,359
Expirations	—	(1)	(489)
Application of NOLCO	—	—	(1)
Balance at end of year	₱10,740	₱6,113	₱3,448



The reconciliation of provision for income tax computed at the statutory income tax rate to provision for income tax as shown in the consolidated statements of income as follows:

	2024	2023	2022
		(in Millions)	
Income before income tax	₱13,046	₱10,015	₱9,313
Income tax computed at statutory tax rate of 25%	₱3,262	₱2,504	₱2,328
Add (deduct) tax effects of:			
Nondeductible expenses and others	346	372	192
Dividend income not subject to tax	34	29	16
Interest income subjected to final tax	(104)	(108)	(23)
Effect of difference in tax rate of foreign operations	(6)	(4)	(55)
Equity in net (earnings) losses of associates and joint venture	(249)	41	(103)
Effect of optional standard deduction (OSD)	(1,237)	(1,058)	(818)
Change in unrecognized deferred tax assets	(18)	181	371
Movement in NOLCO	1,146	661	169
Final tax on interest income	82	80	28
Movement in MCIT	(23)	1	1
Adjustment in respect of current income tax of previous year	—	—	81
	₱3,233	₱2,699	₱2,187

On December 18, 2008, the BIR issued Revenue Regulation (RR) 16-2008, which implemented the provisions of RA No. 9504 on OSD, which allowed both individual and corporate taxpayers to use OSD in computing their taxable income. For corporations, they may elect a standard deduction in an amount equivalent to 40% of gross income, as provided by law, in lieu of the itemized allowed deductions.

NLEX Corp. and CIC opted to avail of the OSD for the taxable years 2024, 2023 and 2022.

The reconciliation of net deferred tax liabilities is summarized as follows:

	2024	2023	2022
		(in Millions)	
Balance at beginning of year	₱3,188	₱2,992	₱2,932
Income tax effect during the year recognized in OCI (Note 22)	120	(22)	71
Translation adjustment	—	253	(4)
Provision for deferred income tax during the year recognized in the profit or loss	(60)	(35)	(7)
Balance at end of year	₱3,248	₱3,188	₱2,992

Income Tax Holiday

In August 2017, the CALAX project was registered with the BOI as a new project on a non-pioneer status under the Omnibus Investment Code of 1987. Under this registration, MPCALA will enjoy certain tax and nontax incentives including a four-year ITH on the income arising from the CALAX project starting from July 2020 or actual start of commercial operations, whichever is earlier. This is also subject to certain conditions, which include among others, (i) submission of proof of upgraded service quality as result of the implementation of the modernization project; (ii) the ITH's entitlement



shall be based on the project's ability to contribute to the economy's development based on certain parameter indicated in Certificate of Registration; and (iii) MPCALA's commitment to undertake meaningful and sustainable corporate social responsibility activities.

In 2024, 2023 and 2022, MPCALA was able to secure its Certificate for ITH Entitlement for taxable years 2023, 2022, and 2021, respectively.

ITH incentive enjoyed by MPCALA amounted to nil, ₱25.9 million and ₱22.6 million in 2024, 2023 and 2022, respectively.

31. Significant Contracts and Commitments

Toll Collection Interoperability Agreement. On September 15, 2017, NLEX Corp., together with San Miguel Holdings Corporation, Private Infra Development Corporation, Citra Metro Manila Tollways Corporation, Skyway O&M Corporation, Citra Central Expressway Corporation, Vertex Tollways Development Incorporation, South Luzon Tollways Corporation, Manila Toll Expressway Systems Incorporated, Star Infrastructure Development Corporation, Star Tollway Corporation, MPTC, CIC, MHI, BCDA, Ayala Corporation, MCX Tollway, Inc., Department of Transportation (DOTr), DPWH, and Land Transportation Office, has signed the MOA for Toll Collection Interoperability with TRB; whereby the concessionaires or facility operators agreed to timely, smoothly, and fairly implement the interoperability of the electronic toll collection systems and cash payment systems of the covered expressways and of future toll expressways, consistent with and subject to the concessionaires and operators' respective concession agreements, toll operations agreements, and supplemental toll operations agreement, as applicable.

The agreement will be implemented in two phases and to be operationalized within twelve (12) months from the signing of the MOA. The first phase covers electronic collection interoperability, while the second phase covers cash collection interoperability. As at September 24, 2025, the implementation is still in progress.

NLEX PNCC Fee. In consideration of the assignment by PNCC of its usufructuary rights, interests and privileges under its franchise, PNCC is entitled to receive payment equivalent to 6% and 2% of the toll revenues from the NLEX and Segment 7, respectively. Any unpaid balance carried forward will accrue interest at the rate of the latest Philippine 91-day Treasury bill rate plus 1% per annum. This entitlement, as affirmed in the ARSA dated September 30, 2004, shall be subordinated to operating expenses and the requirements of the financing agreements and shall be paid out subject to availability of funds. In December 2006, NLEX Corp. entered into a letter agreement with PNCC to set out the detailed procedure for payment.

The PNCC franchise expired in May 2007. However, since the payment is a continuing obligation under the ARSA, NLEX Corp. continues to accrue and pay the PNCC entitlement.

On December 2, 2010, NLEX Corp. received a letter from the TRB dated November 30, 2010, citing a decision of the Supreme Court (SC) dated October 19, 2010 directing NLEX Corp. to remit forthwith to the National Treasury, through TRB, all payments representing PNCC's percentage share of the toll revenues and dividends, if any, arising out of PNCC's participation in the MNEP. In the said decision, the SC ruled, among others, that after the expiration of the franchise of PNCC, its share/participation in the JVs and STOA's, inclusive of its percentage share in toll fees collected by joint venture companies currently operating the expressways, shall accrue to the Philippine Government.



On April 12, 2011, the SC issued a resolution directing NLEX Corp. to remit PNCC's share in the net income from toll revenues to the National Treasury and the TRB, with the assistance of the Commission on Audit (COA), was directed to prepare and finalize the implementing rules and guidelines relative to the determination of the net income remittable by PNCC to the National Treasury.

In accordance with the TRB directive, 90% of the PNCC fee and dividends payable is being remitted to the TRB, while the balance of 10% to PNCC. NLEX Corp. recorded PNCC fee amounting to ₱1,185.9 million, ₱1,064.5 million and ₱876.1 million in 2024, 2023 and 2022, respectively (see Note 24).

NLEX Harbor Link Port Extension to Anda Circle Project. On October 19, 2020, the recommendation of the DPWH to TRB to implement the proposed Harbor Link Port Extension to Anda Circle Project of NLEX Corp. has been approved. This project is within the scope of the existing NLEX-Main concession. NLEX Corp. has been advised to proceed on the preparation, completion and submission of requirements, documents and processes that are necessary on the implementation of the project. As at September 24, 2025, NLEX Corp. is still waiting for the approval of the project's investment scheme by TRB.

Connector Road Project. On November 23, 2016, NLEX Corp. and the Government acting through the DPWH signed a concession agreement for the design, financing, construction, operation and maintenance of the Connector Road. The Connector Road will be a four-lane toll expressway structure with a length of eight km all passing through and above the right of way of the Philippine National Railways starting at NLEX Segment 10 in C3 Road Caloocan City and connecting to the South Luzon Expressway ("SLEX") through the Metro Manila Skyway Stage 3 Project.

Section 1 of the Connector covers the area between C3-Road in Caloocan to Espana in Manila, while Section 2 of the Project covers the area between Espana in Manila to PUP to Sta. Mesa in Manila.

The concession period will commence on the commencement date of its construction, and shall end on its thirty-seventh anniversary, unless otherwise extended or terminated in accordance with the concession agreement.

On March 29, 2023, the NLEX Connector Road Section 1 was opened to the public. Section 2 commenced its operation on October 28, 2023. The construction of Connector Road Section 2 is at 99.7% and 79% completed as at December 31, 2024 and December 31, 2023, respectively. As at September 24, 2025, the construction of the interconnection structure with Skyway Stage 3 is ongoing.

Under the agreement, NLEX Corporation will pay the DPWH periodic payments as consideration for the grant of right of way for the project.

Third Candaba Viaduct Project. In February 2023, NLEX Corp. awarded the Design and Construction Contract to Leighton Contractors (Asia) Limited – Philippine Branch., for the Third Candaba Viaduct Project. The project entailed the design and construction of a new five-km viaduct along the Candaba Viaduct. The 3rd Viaduct was inaugurated and opened in December 2024 and completed in March 2025 upon issuance of the certificate of final completion.

Construction of Feeder Roads. On October 20, 2011, CIC and CHI executed a MOA, wherein, CHI shall grant CIC a right-of-way to certain segments of the property CHI plans to reclaim, to allow CIC to construct four (4) feeder roads. The four (4) feeder roads are estimated to cost ₱520.0 million where CHI shall be liable for approximately 50% of construction costs. Actual contribution of CHI



amounting to ₱256.7 million was received by CIC in 2012 and presented as “Other noncurrent liabilities” account as at December 31, 2024, 2023 and 2022. As at September 24, 2025, the construction of the feeder roads has not yet started.

Construction of the CALAX. On July 10, 2015, MPCALA signed the Concession Agreement for the CALAX Project with the DPWH. Under the Concession Agreement, MPCALA is granted the concession to design, finance, construct, operate and maintain the CALAX, including the right to collect toll fees, over a 35-year concession period. The CALAX is a closed-system tolled expressway connecting the CAVITEX and the SLEX. The CALAX Project was awarded to MPCALA following a competitive public bidding process where MPCALA was declared as the highest complying bidder with its offer to pay the government concession fees amounting to ₱27.3 billion payable over nine (9) years from signing of the concession agreement (see Note 17).

On October 31, 2019, the Company opened the Subsections 6-8, portion of the CALAX Laguna Segment, which is the first 10-km stretch of CALAX from Mamlasan Exit in Biñan City, Laguna to the Santa Rosa-Tagaytay Interchange with no toll fees.

On February 10, 2020, TRB issued Notice to Start Collection for the initial toll rates for Subsections 6-8 of the CALAX effective February 11, 2020. MPCALA was granted a provisional initial toll for the 10-km segment of CALAX effective on February 11, 2020.

On July 13, 2021, TRB issued Notice to Start Collection for the initial toll rates for subsection 5. MPCALA was granted a provisional initial toll for the 7.2-kilometer segment of CALAX effective on August 24, 2021. CALAX will collect ₱64.00 for Class 1 vehicles, or ordinary cars, ₱128.00 for Class 2 vehicles like buses and small commercial trucks; and ₱192.00 for Class 3 vehicles such as large trucks or trailers from motorists.

On August 24, 2021, the Company inaugurated CALAX Subsection 5 which connects Silang East to Sta. Rosa-Tagaytay Road Interchange. This extends the expressway’s operating sections from 10 to 14.24 km.

On November 8, 2023, MPCALA opened Subsection 4, portion of the CALAX Cavite Segment, which is 3.9-km stretch from Silang East Interchange to Aguinaldo Silang. MPCALA received the TRB’s approval on the Toll Fee Matrix of Subsection 4 on February 10, 2024.

As at September 24, 2025, the construction works for CALAX Cavite Segment namely Subsections 1, 2 and 3 are ongoing. Completion is expected in October 2025.

Grant of Original Proponent Status to MPT South for Cavite Tagaytay Batangas Expressway (“CTBEx”) Project. On July 26, 2018, Metro Pacific Tollways South Corp. (“MPT South”), a subsidiary of MPTC, was granted Original Proponent Status by the DPWH in relation to its unsolicited proposal for the CTBEx Project.

The CTBEx Project, a 50.42-km toll facility, is intended to connect seamlessly with the CALAX and CAVITEX of MPTC and is expected to provide congestion relief to Aguinaldo Highway and Tagaytay-Nasugbu road. It is currently configured to have eight (8) main interchanges and two (2) spur roads.

The final award of the CTBEx Project to MPT South will be subject to completion of all regulatory approvals and the Swiss Challenge under existing laws.



On July 5, 2021, MPT South secured the Silang Local Government Unit endorsement of CTBEX Project. The required endorsement from the Batangas Provincial District Council was secured on January 21, 2021. Once secured, the CTBEX Project was presented for approval and endorsement by the NEDA Regional District Council. Project is still under review by the NEDA ICC Technical Board with ongoing exchanges of responses on the proposed Parameters, Terms, and Conditions (“PTC”).

Following the implementation of the Revised BOT Law IRR dated October 2022, the Grantor requested for the re-submission of the unsolicited proposal with additional requirements currently being complied with by the Proponent. The CTBEX, however, remains to be listed as a Priority Project by the National Government.

On March 28, 2023, MPT South submitted updated documents in compliance with Section 2.7 and Section 16.3 of the Revised BOT Law Implementing Rules and Regulations. The submission included the following documents: Technical Feasibility Study, Preliminary Engineering Design, Resettlement and Right-of-Way Acquisition Plan, Environmental Impact Assessment, and Company profile.

On May 6, 2024, MPT South notified the DPWH of its intention to proceed with the approval process pursuant to the Republic Act No. 6967, as amended by Republic Act No. 7718, otherwise known as the BOT Law and its Implementing Rules and Regulations. On July 5, 2024, the DPWH advised that it forwarded MPT South’s letter for guidance to the PPP Center.

On October 10, 2024, the DPWH notified MPTC and MPT South of the revocation of the previously OP status over the CTBEX Project.

Construction of CAVITEX C-5 South Link Expressway. On May 16, 2018, the Company entered into a contract with FF Cruz for the construction of Phase 1 (Segment 3-A). Construction officially commenced on June 2, 2018. The project was completed by second quarter of 2019.

On July 10, 2020, the Company entered into a contract with A.M. Oreta & Co., and China Harbour Engineering Company for the construction of Phase 2 (Segments 2 and 3A-2). Construction officially commenced on July 22, 2020. As at September 24, 2025, the C-5 South Link: Phase III Segment 3B is 73% complete and expected to be fully operational in the fourth quarter of 2025.

Lease Contract. MPT Mobility entered into various lease agreements covering its leased commercial spaces. The lease agreements have lease terms of five (5) to 20 years and a rental fee that is based on a minimum guaranteed rent for the first two (2) or three (3) years depending on the agreement with the lessee, or a percentage of gross sales, whichever is higher.

Upon signing of the lease contract, the lessees shall pay an advance rent and rental deposit which shall be returned to the lessee after the expiration or termination of the lease contract.

Rental income earned from this investment property amounted to ₱113.9 million, ₱108.2 million and ₱97.1 million in 2024, 2023 and 2022, respectively (see Notes 14 and 23).

MPT Vizmin. On September 17, 2020, MPT Vizmin entered into a construction contract with BNR CDC (the Contractor) for the construction of Cebu-Cordova Link Expressway Operations Center and MPT Vizmin Corporate Center and Motorist Assistance Area Embankment and Building Foundation Works. The project was completed on November 26, 2021.

On August 3, 2021, MPT Vizmin entered into another construction contract with PSC (the Contractor) for the construction of MPT Vizmin Corporate Office and Motorist Assistance Area and Other Ancillary Works. The project was fully completed on October 10, 2022.



On June 20, 2025, MPT Vizmin acquired the concession right to construct and operate Lapu-Lapu Expressway (LLEX) project through the 100% acquisition of LLEX Corporation (LLEX Corp.) for a total consideration of ₱1 billion. LLEX Corp. was incorporated and registered with Philippine SEC on May 2, 2022 for the main purpose of implementing the construction and operation of LLEX under a Joint Venture Agreement with Lapu-Lapu City. With LLEX, MPT Vizmin intends to build a new tollroad that will connect the existing Cebu-Cordova Link Expressway (CCLEX) to the Mactan-Cebu International Airport (MCIA) in Lapu-Lapu City.

MPT South. In May 2018, MPT South entered into a Deed of Sale with Donidale Holdings, Incorporated for the acquisition of a parcel of land located in Imus Estate Subdivision, Province of Cavite, for a total consideration of ₱180.0 million, inclusive of VAT and withholding tax. The land is acquired for the construction of the South headquarters to be used by MPT South, CIC, MPCALA and MPT SMC. Consequently, the title of the land was transferred to MPT South.

On October 1, 2020, the Company entered into a deed of assignment with MPT SMC whereby all of MPT South's rights, title, and interest in and to the land is assigned to MPT SMC and MPT South shall subscribe to additional shares of stock of MPT SMC, subject to the availability of the latter's unissued shared of stock.

On January 24, 2021, a MOA was executed between the MPT South and MPT SMC which states that MPT SMC will be the beneficial owner of the land upon arrival of its increase in capital stocks from the Philippine SEC. On January 18, 2022, MPT South filed for an increase in the authorized capital stock with the Philippine SEC.

On July 20, 2022, the Philippine SEC approved the increase of MPT SMC's capital stock from 200,025,000 common shares with a par value of ₱1.00 per share to 400,000,000 common shares with a par value of ₱1.00 per share. Subsequently, MPT South subscribed and paid for 170,000,000 new common shares of the Company with a par value of ₱1.00 per share by way of transfer of MPT South's land with a transfer value amounting to ₱170.0 million.

Agreement for the Design, Supply, Installation, Testing and Commissioning of Fixed Operating Equipment (FOE)

On December 14, 2020, CCLEC entered into an agreement with Indra Philippines, Inc (Indra). for the design, supply, installation, testing and commissioning of CCLEX FOE specifically the traffic management and telecommunication systems. The period of the contract is 14 months from the issuance of the Notice to Proceed.

On January 27, 2021, the Company entered into an agreement with RTS Technology Philippines, Inc. for the design, supply, installation, testing and commissioning of CCLEX FOE specifically the toll collection systems. The period of the contract is 14 months from the issuance of the Notice to Proceed. As at December 31, 2023, the FOE's are already available for use.

PT Bintaro Serpong Damai ("BSD") Enhancement Projects. On January 24, 2022, BSD obtained work order from the Indonesian Toll Road Authority ("BPJT") for the construction of Weaving the Serpong Ramp Junction and the Pamulang Exit Ramp and the widening of Pamulang Exit Arterial Road, and Flood Mitigation KM 8. The project construction had commenced in March 2022 and was substantially completed in December 2023. The project was fully completed in September 2024 with total project cost amounting to ₱2.4 billion.



On February 7, 2022, BSD obtained work order from BPJT for construction of toll access to Makassar New Port in Makassar, South Sulawesi. The project construction had commenced in March 2022 and was substantially completed in December 2023. The project was fully completed in September 2024 with total project cost amounting to ₱2.6 billion.

32. Financial Risk Management Objectives and Policies and Capital Management

The Company's principal financial instruments consist mainly of borrowings from third-party creditors, proceeds of which were used for the acquisition of investments and for financing operations. The Company has various other financial instruments such as cash and cash equivalents, receivables from trade debtors and payables to trade creditors and other government bodies, which arise directly from its operations. The Company also holds financial assets at FVTPL and FVOCI as at December 31, 2024, 2023 and 2022.

The Company manages and controls credit risk by setting limits on the amount of risk that the Company is willing to accept for individual counterparties and by monitoring exposures in relation to such limits. Specific risks are as follows:

- *Toll Operations.* Receivables arose mainly from electronic toll card service providers of PT Nusantara motorists plying on its toll roads. Trade receivables also come from energy sales and treated water sales from the respective customers of RPSL and DCC which are instrumentalities of the government of Indonesia.

NLEX Corp. has receivable from toll fees of RFID subscribers plying the NLEX and SCTEX using their subscription account with ESC and non-toll revenues in the form of fees due from MPT Mobility as exclusive advertising partner and inter-company charges to various affiliate companies for shared services and seconded employees billed by NLEX Corp. ESC and MPT Mobility are considered as low-risk counterparties as these are affiliates of NLEX Corp. Receivables also arose from motorists who cause accidental damage to NLEX property from day-to-day operations. NLEX Corp., MPCALA and CIC also have advances made to DPWH, a Philippine government entity, which is covered by a Reimbursement Agreement (see Note 8).

The main risks arising from the Company's financial instruments are interest rate risk, foreign currency risk, credit risk and liquidity risk which are discussed in detail below. The BOD reviews and approves policies of managing each of these risks and they are enumerated in the next pages:

Interest Rate Risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company's exposure to interest rate risk relates primarily to the Company's long-term debt obligations with floating interest rates. To minimize interest rate risk, the Company manages interest cost by evaluating market rate trends. Management conducts assessments among interest rates offered by banks to obtain the most favorable interest rates before making decisions on its placements and prior to entering loan agreements. The Company also continuously monitors fluctuations of interest rates to manage interest rate risks.



The following tables set out the principal amount, by maturity, of the Company's interest-bearing financial assets and liabilities:

December 31, 2024						
	Interest Rate	Within the Year	2-3 Years	4-5 Years	More than 5 Years	Total
<i>(in Millions)</i>						
Fixed-rate financial assets:						
Cash and cash equivalents and restricted cash ^(a)	0.10%-9.70%	₱12,734	₱—	₱—	₱—	₱12,734
Financial assets at FVTPL	2.13%-5.75%	2,152	—	—	—	2,152
		₱14,886	₱—	₱—	₱—	₱14,886
Fixed-rate financial liabilities:						
Term loan facilities	4.04%-8.90%	₱6,133	₱10,540	₱30,769	₱59,757	₱107,199
Fixed-rate bonds	6.60%-6.90%	4,000	—	2,000	—	6,000
Corporate notes	4.09%-6.86%	2,268	2,268	2,456	8,287	15,279
Short-term loans	4.70%-6.70%	33,797	—	—	—	33,797
Foreign currency-denominated loans:						
Syndicated loan facility	7.85%	659	1,917	5,301	10,150	18,027
Term-loan facilities	7.50%-9.00%	460	472	1,898	8,723	11,553
		₱47,317	₱15,197	₱42,424	₱86,917	₱191,855

(a) Excluding cash on hand amounting to ₱144.6 million as at December 31, 2024.

December 31, 2023						
	Interest Rate	Within the Year	2-3 Years	4-5 Years	More than 5 Years	Total
<i>(in Millions)</i>						
Fixed-rate financial assets:						
Cash and cash equivalents and restricted cash ^(a)	0.10%-4.00%	₱30,664	₱—	₱—	₱—	₱30,664
Financial assets at FVTPL	2.13%-5.75%	1,742	—	—	—	1,742
		₱32,406	₱—	₱—	₱—	₱32,406
Fixed-rate financial liabilities:						
Term loan facilities	4.80%-8.88%	₱4,875	₱5,028	₱17,236	₱49,074	₱76,213
Fixed-rate bonds	5.50%-6.90%	2,600	4,000	2,000	—	8,600
Corporate notes	4.66%-4.97%	2,268	2,268	4,634	8,377	17,547
Short-term loans	6.00%-6.70%	3,530	—	—	—	3,530
Floating-rate loans:						
Term loan facilities	6.06%-8.18%	211	211	2,321	18,252	20,995
Foreign currency-denominated loans:						
Syndicated loan facility	8.51%	336	455	2,266	1,931	4,988
Term-loan facilities	7.25%-9.75%	14,841	982	902	4,608	21,333
		₱28,661	₱12,944	₱29,359	₱82,242	₱153,206

(a) Excluding cash on hand amounting to ₱174.3 million as at December 31, 2023.

December 31, 2022						
	Interest Rate	Within the Year	2-3 Years	4-5 Years	More than 5 Years	Total
<i>(in Millions)</i>						
Fixed-rate financial assets:						
Cash and cash equivalents and restricted cash ^(a)	0.10%-4.00%	₱13,386	₱—	₱—	₱—	₱13,386
Financial assets at FVOCI	2.13%-5.75%	107	1,963	—	—	2,070
		₱13,493	₱1,963	₱—	₱—	₱15,456
Fixed-rate financial liabilities:						
Term loan facilities	4.45%-8.88%	₱3,582	₱4,758	₱18,143	₱38,728	₱65,211
Fixed-rate bonds	5.50%-6.90%	—	2,600	4,000	2,000	8,600
Corporate notes	5.50%-6.90%	2,268	2,268	6,812	8,467	19,815
Short-term loans	4.30%-6.90%	530	—	—	—	530
Floating-rate loans:						
Term loan facilities	6.06%-8.18%	₱105	₱211	₱1,161	₱19,623	₱21,100
Foreign currency-denominated loans:						
Syndicated loan facility	7.00%	239	794	1,349	2,863	5,245
Term-loan facilities	7.5%-9.75%	3,790	13,079	762	964	18,595
		₱10,514	₱23,710	₱32,227	₱72,645	₱139,096

(a) Excluding cash on hand amounting ₱105.5 million as at December 31, 2022.



Interest on financial instruments classified as floating rate is repriced semi-annually on each interest payment date. Interest on financial instruments classified as fixed rate is fixed until the maturity of the instrument, except for certain term loan facilities which will be repriced after five (5) or seven (7) years from their initial drawdown dates. Should the interest rate on the repricing date be significantly higher than the current fixed rate, the Company has an option to prepay or refinance the loan.

The other financial instruments of the Company that are not included in the above table are noninterest-bearing and are therefore not subject to cash flow interest rate risk.

The following table demonstrates the sensitivity of income to changes in interest rates with all other variables held constant. The management expects that interest rates will move by ± 50 basis points within the next reporting period. There is no other impact on the Company's equity other than those already affecting the consolidated statement of income:

	Increase/Decrease in Basis Points	Effect on Income Before Income Tax <i>(in Millions)</i>
2024	+55	(P35)
	-55	35
2023	+50	(P30)
	-50	30
2022	+50	(P32)
	-50	32

Foreign Currency Risk

Foreign currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates.

The Company consolidates PT Nusantara, an infrastructure company based in Indonesia. Payment for PT Nusantara's loans, which are denominated in Rupiah, is to be sourced from cash generated from operations, also denominated in Rupiah.

The Company aims to minimize economic and material transactional exposures arising from currency movements against the peso.

The following table demonstrates the sensitivity of income to changes in foreign exchange rates with all other variables held constant. The estimates in the movement of the foreign exchange rates were based on the management's annual financial forecast. There is no other impact on the Company's equity other than those already affecting the consolidated statements of income:

	Increase/Decrease in Foreign Exchange Rates	Effect on Income Before Income Tax <i>(in Millions)</i>
2024	+4.6%	(P67)
	-4.6%	67
2023	+4%	(P25)
	-4%	25
2022	+4%	P23
	-4%	(23)

Credit Risk

Credit risk is the risk that the Company will incur loss arising from customers, clients or counterparties that fail to discharge their contracted obligations. Exposure to credit risk is managed through a credit review where an analysis of the obligors to meet their obligations is considered.



Receivables arose mainly from electronic toll card service providers of PT Nusantara motorists ply on its toll roads. Trade receivables also come from energy sales and treated water sales from the respective customers of RPSL and DCC which are instrumentalities of the government of Indonesia.

The Company has trade receivables that came from non-toll revenues such as advertising services and manpower services provided to external customers. These receivables are considered as low-risk as these came from well-established companies. Receivables also arose from motorists who cause accidental damage to NLEX property from day-to-day operations. Property damage claims are initially processed by NLEX Corp. The Company also has advances to DPWH, a Philippine government entity, which is covered by a Reimbursement Agreement.

The Company also generates non-toll revenues in the form of service fees collected from business locators, generally called TSF, along the stretch of the NLEX. The collection of such fees is provided in the STOA and is based on the principle that these TSF derive benefit from offering goods and services to NLEX motorists. The fees range from one-time access fees to recurring fees calculated as a percentage of sales. The arrangements are backed by a service facility contract between the Company and the various locators. The credit risk on these arrangements is minimal because the fees are collected monthly mostly from well-established companies. The exposure is also limited given that the recurring amounts are not significant and there are adequate safeguards in the contract against payment delinquency. Nevertheless, the Company closely monitors receivables from the TSF.

The Company's exposure to credit risk arises from default of the counterparty, with a maximum exposure equal to the carrying amount of these financial assets. The Company does not require any collateral for its financial assets.

The table below shows the maximum exposure to credit risk for the Company's financial assets, without taking account of any collateral, credit enhancements and other credit risk mitigation techniques:

	2024	2023	2022
	<i>(in Millions)</i>		
Cash and cash equivalents ^(a)	₱9,385	₱15,127	₱11,084
Receivables ^{(b)(c)}	3,847	3,261	2,747
Restricted cash	3,349	15,537	2,302
Financial asset at fair value through profit or loss	2,152	1,742	8,827
Finance lease receivable	1,226	1,288	1,343
Concession financial receivables ^(d)	1,132	1,169	1,115
Due from related parties	618	70	470
Refundable deposits ^(e)	60	27	60
	₱21,769	₱38,221	₱27,948

^(a) Excluding cash on hand amounting to ₱144.6 million, ₱174.3 million and ₱105.5 million as at December 31, 2024, 2023 and 2022, respectively (see Note 7).

^(b) Amount is gross of allowance for ECL and excluding advances to officers and employees amounting to ₱130.3 million, ₱128.6 million and ₱107.1 million as at December 31, 2024, 2023 and 2022, respectively (see Note 8).

^(c) Excluding current portion of concession financial receivables amounting to ₱146.8 million, ₱68.9 million and ₱17 million as at December 31, 2024, 2023 and 2022, respectively; and excluding current portion of finance lease receivable amounting to ₱68.9 million, ₱86.8 million and ₱67 million as at December 31, 2024, 2023 and 2022, respectively (see Note 8).

^(d) Included in "Receivables" (see Note 8) and "Other noncurrent assets" (see Note 16) accounts in the consolidated statements of financial position.

^(e) Included in "Other noncurrent assets" account in the consolidated statements of financial position (see Note 16).

The Company's cash and cash equivalents, restricted cash and financial assets at FVTPL are placed with reputable local and international banks and companies and the Philippine government which meet the standards of the Company's BOD.



The table below shows the gross carrying amount of financial assets and the loss allowances:

	Not Credit-impaired		Credit-impaired (in Millions)		Total	
	Gross Carrying Amount	Allowance for ECL	Gross Carrying Amount	Allowance for ECL	Gross Carrying Amount	Allowance for ECL
December 31, 2024						
Cash and cash equivalents	P9,385	P—	P—	P—	P9,385	P—
Receivables	3,257	—	590	590	3,847	590
Restricted cash	3,349	—	—	—	3,349	—
Financial assets at FVTPL	2,152	—	—	—	2,152	—
Finance lease receivable	1,226	—	—	—	1,226	—
Concession financial receivables	1,132	—	—	—	1,132	—
Due from related parties	618	—	—	—	618	—
Refundable deposits	60	—	—	—	60	—
	P21,179	P—	P590	P590	P21,769	P590

	Not Credit-impaired		Credit-impaired (in Millions)		Total	
	Gross Carrying Amount	Allowance for ECL	Gross Carrying Amount	Allowance for ECL	Gross Carrying Amount	Allowance for ECL
December 31, 2023						
Cash and cash equivalents	P15,127	P—	P—	P—	P15,127	P—
Receivables	2,950	—	311	311	3,261	311
Restricted cash	15,537	—	—	—	15,537	—
Financial assets at FVTPL	1,742	—	—	—	1,742	—
Finance lease receivable	1,288	—	—	—	1,288	—
Concession financial receivables	1,169	—	—	—	1,169	—
Due from related parties	70	—	—	—	70	—
Refundable deposits	27	—	—	—	27	—
	P37,910	P—	P311	P311	P38,221	P311



	Not Credit-impaired		Credit-impaired (in Millions)		Total	
	Gross Carrying Amount	Allowance for ECL	Gross Carrying Amount	Allowance for ECL	Gross Carrying Amount	Allowance for ECL
December 31, 2022						
Cash and cash equivalents	₱11,084	₱—	₱—	₱—	₱11,084	₱—
Receivables	2,520	—	227	227	2,747	227
Restricted cash	2,302	—	—	—	2,302	—
Financial assets at FVTPL	8,827	—	—	—	8,827	—
Finance lease receivable	1,343	—	—	—	1,343	—
Concession financial receivables	1,115	—	—	—	1,115	—
Due from related parties	470	—	—	—	470	—
Refundable deposits	60	—	—	—	60	—
	₱27,721	₱—	₱227	₱227	₱27,948	₱227

Set out below is the information about the credit risk exposure on the Company's receivables:

	Current	Days past due				Total
		<30	31-60	61-90	>90	
		(In Millions except for expected loss rates)				
December 31, 2024:						
Expected loss rate	—%	—%	—%	—%	27%	7%
Gross carrying amount	₱1,428	₱411	₱72	₱51	₱1,885	₱3,847
Loss allowance	—	2	4	2	582	590
December 31, 2023:						
Expected loss rate	—%	—%	—%	—%	27%	7%
Gross carrying amount	₱192	₱54	₱174	₱906	₱1,935	₱3,261
Loss allowance	—	7	—	—	304	311
December 31, 2022:						
Expected loss rate	—%	—%	—%	—%	27%	7%
Gross carrying amount	₱416	₱94	₱200	₱744	₱1,293	₱2,747
Loss allowance	—	—	—	—	277	277



With the exception of the impaired portion and past due accounts, all of the Company's financial assets are considered high-grade receivables since these are receivables from counterparties who are not expected to default in settling their obligations and from reputable companies. Other counterparties also have corresponding collectibles from the Company for certain contracted services. The first-layer of security comes from the Company's ability to offset amounts receivable from these counterparties against payments due to them.

Liquidity Risk

Liquidity risk is the risk that the Company will encounter difficulty in meeting obligations associated with financial liabilities. The Company is not exposed to significant liquidity risk because of the nature of its operations which provides daily inflows of cash from toll collections. The Company is able to build up sufficient cash from operating revenues prior to the maturity of its payment obligations. The Company has arranged additional short-term lines to boost its ability to meet short-term liquidity needs. The Company has short-term credit lines amounting to ₱470 million as at December 31, 2024 and ₱530 million as at December 31, 2023 and 2022. The Company has cash and cash equivalents amounting to ₱9,530.1 million, ₱15,301.3 million and ₱11,190.0 million as at December 31, 2024, 2023 and 2022, respectively, that are allocated to meet the Company's short-term liquidity needs.

The table below summarizes the maturity profile of the Company's financial liabilities as at December 31 based on undiscounted payments:

	2024				
	Within the Year	2-3 Years	4-5 Years	More than 5 Years	Total
	(in Millions)				
Financial Liabilities					
Accounts payable and other current liabilities ^(a)	₱14,154	₱—	₱—	₱—	₱14,154
Dividends payable ^(b)	793	—	—	—	793
Short-term loans	33,797	—	—	—	33,797
Long-term debt ^(c)	13,341	15,197	42,424	87,096	158,058
Service concession fees payable ^(d)	—	9,357	3,754	4,781	17,892
Due to related parties	70	519	—	—	589
	₱62,155	₱25,073	₱46,178	₱91,877	₱225,283

^(a) Excluding statutory liabilities amounting to ₱1,764.8 million as at December 31, 2024 (see Note 17).

^(b) Included in "Accounts and other current liabilities" account in the consolidated statements of financial position (see Note 17).

^(c) Including interest to be paid.

^(d) Pertains to undiscounted balances.

	2023				
	Within the Year	2-3 Years	4-5 Years	More than 5 Years	Total
	(in Millions)				
Financial Liabilities					
Accounts payable and other current liabilities ^(a)	₱15,026	₱—	₱—	₱—	₱15,026
Dividends payable ^(c)	738	—	—	—	738
Short-term loans	3,530	—	—	—	3,530
Long-term debt ^(b)	25,345	12,197	22,226	88,981	148,749
Service concession fees payable ^(d)	—	8,979	4,854	12,149	25,982
Due to related parties	8	565	—	—	573
	₱44,647	₱21,741	₱27,080	₱101,130	₱194,598

^(a) Excluding statutory liabilities amounting to ₱1,940.1 million as at December 31, 2023 (see Note 17).

^(b) Including interest to be paid.

^(c) Included in "Accounts and other current liabilities" account in the consolidated statements of financial position (see Note 17).

^(d) Pertains to undiscounted balances.



	2022				Total
	Within the Year	2-3 Years	4-5 Years	More than 5 Years	
	(in Millions)				
Financial Liabilities					
Accounts payable and other current liabilities ^(a)	₱12,486	₱—	₱—	₱—	₱12,486
Dividends payable ^(c)	363	—	—	—	363
Short-term loans	530	—	—	—	530
Long-term debt ^(b)	9,865	23,540	31,937	72,144	137,486
Service concession fees payable ^(d)	—	8,979	4,854	12,149	25,982
Due to related parties	7	570	—	—	577
	₱23,251	₱33,089	₱36,791	₱84,293	₱177,424

^(a) Excluding statutory liabilities amounting to ₱989.1 million as at December 31, 2022 (see Note 17).

^(b) Including interest to be paid.

^(c) Included in "Accounts and other current liabilities" account in the consolidated statements of financial position (see Note 17).

^(d) Pertains to undiscounted balances.

Capital Management

The primary objective of the Company's capital management is to ensure that it maintains healthy capital ratios in order to support its business and maximize shareholder value while complying with the financial covenants required by the lenders.

The Company closely monitors its debt covenants and maintains a capital expenditure program and dividend declaration policy that keeps the compliance of these covenants into consideration (see Note 18).

The following debt covenants are being complied with by the Company as part of maintaining a strong credit rating with its creditors:

- **Toll Operations.** The loan agreements require maintenance of debt-to-equity ratio and DSCR as indicated in the agreements to be able to incur new loans or declare dividends (see Note 18). The Company manages its capital structure and adjust it in light of changes in economic conditions. To maintain or adjust the capital structure, the Company may obtain additional advances from shareholders, return capital to shareholders, issue new shares or issue new debt or redemption of existing debt. No changes were made in the objectives, policies or processes during the years ended December 31, 2024, 2023 and 2022. The Company monitors capital on the basis of debt-to-equity ratio.

NLEX Corp. Under the loan agreements, NLEX Corp. is required a Maintenance DSCR of not less than 1.15 times and maintain a Debt to Equity Ratio (DER) not exceeding 3.0 times until the loan maturity. For the Fixed Rate Bonds, NLEX Corp. is required to maintain a DER of not exceeding 3.0 times for the first three (3) years after the date of the loan agreement and not exceeding 2.5 times after such period. The loan agreement provides that NLEX Corp. may incur new loans or declare dividends as long as the pro-forma DSCR for the relevant year is not less than 1.3 times.

As at December 31, 2024, 2023 and 2022, NLEX Corp. has the capacity to incur additional long-term debt to build up its capital and in preparation for the financing of expansion projects.



CIC. Under the Omnibus Agreement, CIC is required a Maintenance DSCR of not less than 1.05 times and maintain a DER not exceeding 3.0 times until the loan maturity. These shall be calculated every calendar quarter following the occurrence of the First Commercial Operations Date, which is the date on which CIC has:

- i. Completed a subsection or segment as evidenced by Certificate of Subsection Completion or Certificate of Segment Completion issued by the DPWH;
- ii. Authorized to operate and maintain a subsection or segment as evidenced by a Toll Operation Permit (TOP) issued by TRB for such subsection or segment; and
- iii. Received a notice to start collection issued by TRB for such subsection or segment.

MPTC. Under the loan agreement, MPTC is required to maintain a DER not exceeding 70:30 and a DSCR of not less than 1.3 times during the term of the loan.

MPT SMC. Under the loan agreement, MPT SMC is required to maintain a DER not exceeding 2.3 times and a DSCR not less than 1.2 times during the term of the loan.

PT Nusantara. PT Nusantara and its subsidiaries are parties to various loan agreements. Under the loan agreements, PT Nusantara is required a Maintenance DSCR of not less than 1.0 and maintain a DER not exceeding 4.0 times until the loan maturity (DER requirement varies per subsidiary).

MPTC Group. The Company is in compliance with the above capital ratios and financial covenants in 2024, 2023 and 2022, except for the entities mentioned in Note 19 to the consolidated financial statements. The Company manages its capital structure and adjusts it in light of changes in economic conditions. To maintain or adjust the capital structure, the Company may obtain additional advances from shareholders, return capital to shareholders, issue new shares or issue new debt or redemption of existing debt. No changes were made in the objectives, policies or processes in 2024, 2023 and 2022. The Company monitors capital on the basis of DER. DER is calculated as long-term debt over equity.

In 2024, the Company's strategy, which was unchanged from 2023 and 2022, was to maintain a sustainable DER. The DER as at December 31 are:

	2024	2023	2022
		<i>(in Millions)</i>	
Long-term debt (Note 19)	₱156,955	₱148,749	₱137,486
Total equity	77,726	79,397	65,894
DER	2.02	1.87	2.09

The Company continuously evaluates its capital structure to continuously support its business strategy.



33. Financial Assets and Financial Liabilities

Fair Values

A comparison of carrying and fair values of all of the Company's financial instruments, other than those with carrying amounts that are reasonable approximations of fair values, by category as at December 31 follows:

	2024		2023		2022	
	Carrying Value	Fair Value	Carrying Value	Fair Value	Carrying Value	Fair Value
	<i>(in Millions)</i>					
Financial Assets						
Financial assets at FVTPL	₱2,152	₱2,152	₱1,742	₱1,742	₱8,827	₱8,827
Financial assets at FVOCI:						
Investments in quoted equity shares	156	156	99	99	107	107
Investments in unquoted equity shares	2,234	2,234	1,808	1,808	1,955	1,955
Investment in quoted club shares	8	8	8	8	8	8
	₱4,550	₱4,550	₱3,657	₱3,657	₱10,897	₱10,897
Financial Liabilities						
Financial liabilities at amortized cost:						
Long-term debt	₱156,955	₱143,588	₱148,749	₱143,478	₱137,486	₱130,372
Service concession fees payable	17,892	15,553	17,750	16,043	18,035	16,518
	₱174,847	₱159,141	₱166,499	₱159,521	₱155,521	₱146,890

The management assessed that the fair values of cash and cash equivalents, restricted cash, receivables, due from related parties, concession financial receivables, refundable deposits, accounts payable and other current liabilities, dividends payable, short-term loans and due to related parties approximate their carrying amounts largely due to the short-term maturities of these instruments.

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

Financial Assets at Fair Value

The fair value of the UITF and quoted equity shares are based on the estimated fair market value of the assets of the fund based on prices supplied by independent sources as at December 31, 2024, 2023 and 2022.

The fair value of investment in club shares is based on the quoted market price of the financial instruments as at December 31, 2024, 2023 and 2022.

To estimate the fair value of the unquoted equity shares, the Company uses the guideline public company method. This valuation model is based on published data regarding comparable companies' quoted prices, earnings, revenues and EBITDA expressed as a multiple, adjusted for the effect of the non-marketability of the equity securities. The estimate is adjusted for the net debt of the investee, if applicable. Adjusted market multiple ranges from 8 to 37 and discount for lack of marketability of up to 30% in 2024, 2023 and 2022.



Long-term Debt

Except for the fixed-rate bonds where the fair value is based on its quoted market price as at December 31, 2024, 2023 and 2022, estimated fair value is based on the discounted value of future cash flows using the prevailing credit-adjusted IDR risk-free rates and prevailing peso interest rates. In 2024, 2023 and 2022, the prevailing credit adjusted IDR and peso interest rates ranged from 4.0% to 11.8%, 4.8% to 8.0% and 3.9% to 10.4%, respectively.

Service Concession Fees Payable

The estimated fair value of the service concession fees payable is based on the discounted value of future cash flows using the prevailing peso interest rates. In 2024, 2023 and 2022, the prevailing peso interest rates ranged from 5.5% to 7.0%, 5.1% to 6.1% and 4.2% to 7.2%, respectively.

Fair Value Hierarchy

The following table provides the fair value measurement hierarchy of the Company's assets and liabilities:

	December 31, 2024	Level 1	Level 2	Level 3
		<i>(in Millions)</i>		
Assets measured at fair value:				
Financial assets at FVTPL	₱2,152	₱—	₱2,152	₱—
Financial assets at FVOCI:				
Investments in quoted equity shares	156	156	—	—
Investments in unquoted equity shares	2,234	—	—	2,234
Investment in quoted club shares	8	—	8	—
	₱4,550	₱156	₱2,160	₱2,234
Liabilities for which fair values are disclosed:				
Financial liabilities at amortized cost:				
Long-term debt	₱143,588	₱5,958	₱137,630	₱—
Service concession fees payable	15,553	—	—	15,553
	₱159,141	₱5,958	₱137,630	₱15,553
	December 31, 2023	Level 1	Level 2	Level 3
		<i>(in Millions)</i>		
Assets measured at fair value:				
Financial assets at FVTPL	₱1,742	₱—	₱1,742	₱—
Financial assets at FVOCI:				
Investments in quoted equity shares	99	99	—	—
Investments in unquoted equity shares	1,808	—	—	1,808
Investment in quoted club shares	8	—	8	—
	₱3,657	₱99	₱1,750	₱1,808
Liabilities for which fair values are disclosed:				
Financial liabilities at amortized cost:				
Long-term debt	₱143,478	₱8,682	₱134,796	₱—
Service concession fees payable	16,043	—	—	16,043
	₱159,521	₱8,682	₱134,796	₱16,043



	December 31, 2022	Level 1	Level 2	Level 3
		<i>(in Millions)</i>		
Assets measured at fair value:				
Financial assets at FVTPL	₱8,827	₱—	₱8,827	₱—
Financial assets at FVOCI:				
Investments in quoted equity shares	107	107	—	—
Investments in unquoted equity shares	1,955	—	—	1,955
Investment in quoted club shares	8	—	8	—
	₱10,897	₱107	₱8,835	₱1,955
Liabilities for which fair values are disclosed:				
Financial liabilities at amortized cost:				
Long-term debt	₱130,372	₱8,648	₱121,724	₱—
Service concession fees payable	16,518	—	—	16,518
	₱146,890	₱8,648	₱121,724	₱16,518

34. Contingencies

a. VAT

On various dates, NLEX Corp. received VAT assessments from the BIR covering taxable years 2006 – 2009. The assessments are at various stages. On June 11, 2010, NLEX Corp. filed its Position Paper with the BIR reiterating its claim that it is not subject to VAT on toll fees.

On April 3, 2014, the BIR accepted and approved NLEX Corp.'s application for abatement and issued a Certificate of Approval for the cancellation of the basic output tax, interest and compromise penalty amounting to ₱1,010.5 million and ₱584.6 million for taxable years 2006 and 2007, respectively. As at September 24, 2025, the VAT assessments for taxable years 2008 and 2009 remain pending with the BIR and there were no abatements made for these assessments.

Notwithstanding the foregoing, management believes, in consultation with its legal counsel, that in any event, the STOA amongst NLEX Corp., ROP, acting by and through the TRB, and PNCC, provides NLEX Corp. with legal recourse in order to protect its lawful interests in case there is a change in existing laws which makes the performance by NLEX Corp. of its obligations materially more expensive.

b. NLEX Corp. and MPTNC are also parties to certain claims and assessments relating to real property taxes (RPT) as follows:

- i. In July 2008 and April 2013, NLEX Corp. filed Petitions for Review under Section 226 of the Local Government Code with the Local Board of Assessment Appeals (LBAA) of the Province of Bulacan seeking to declare as null and void tax declarations issued by the Provincial Assessor of the Province of Bulacan. The said tax declarations were issued in the name of NLEX Corp. as owner/administrator/beneficial user of the NLEX and categorized the NLEX as a commercial property subject to RPT. The LBAA has yet to conduct an ocular inspection to determine whether the properties, subject of the tax declarations, form part of the NLEX, which NLEX Corp. argues is property of the public dominion and exempt from RPT. As at September 24, 2025, the cases are pending.



- ii. In September 2013, NLEX Corp. received notices of realty tax delinquencies for the years 2006 to 2013 issued by the Provincial Treasurer of Bulacan stating that if NLEX Corp. fails to pay or remit the alleged delinquent taxes, the remedies provided for under the law for the collection of delinquent taxes shall be applied to enforce collection. On September 27, 2013, the Bureau of Local Government Finance of the Department of Finance (DOF-BLGF) wrote a letter to the Province of Bulacan advising it to hold in abeyance any further course of action pertaining to the alleged real property tax delinquency. In January 2017, the Provincial Treasurer of Bulacan issued a notice of realty tax delinquencies for the years 2006 to 2017 stating that it could apply the remedies provided under the law for the collection of delinquent taxes. The matter is pending as at September 24, 2025.
- iii. In December 2023 and January 2024, NLEX Corp. received notices of tax assessment with tax declarations for the year 2023 and 2024 issued by the Municipal Assessor Office of the Municipality of Guiguinto, Bulacan for the properties located in Municipality of Guiguinto, Bulacan. On January 31, 2024, NLEX Corp. filed with LBAA, Province of Bulacan a Petition for Annulment of Assessment of Real Properties. On February 12, 2024, the Respondents filed its Opposition to NLEX Corp.'s Petition. The LBAA rules provide for the suppletory application of the Rules of Court. Thus, NLEX Corp. need not to file a reply as Respondent's allegations are deemed controverted. The case is pending as at September 24, 2025.

The outcome of the claims on RPT cannot be presently determined. Management believes that these claims will not have a significant impact on the Company's consolidated financial statements. Management and its legal counsel also believe that the STOA also provides NLEX Corp. with legal recourse in order to protect its lawful interests in case there is a change in existing laws which makes the performance by NLEX Corp. of its obligations materially more expensive.

c. Toll Rate Adjustments

- i. NLEX Corp., as petitioner-applicant, filed the following Petitions for Approval of Periodic Toll Rate Adjustment with the TRB praying for the adjustment of the toll rates for the NLEX, as follows:

Petition	Date Filed	Effectivity
2012 Petition	June 2012	January 1, 2013
2014 Petition	September 2014	January 1, 2015
2016 Petition	September 2016	January 1, 2017
2018 Petition	September 2018	January 1, 2019
2020 Petition	September 2020	January 1, 2021
2022 Petition	September 2022	January 1, 2023

2012 and 2014 Petitions

In February 2019, NLEX Corp. received a Consolidated Resolution from TRB allowing toll rate adjustments to be implemented on a staggered basis in 2018, 2020, 2022 and 2024. The first tranche collection started on March 21, 2019, and the second tranche collection started on October 9, 2020, after NLEX Corp. completed the publication of the toll fee matrix and filed a Manifestation of Compliance. On October 9, 2020, the TRB issued a Notice to Start Collection of the second tranche effective immediately. On May 6, 2021 and February 7, 2023, the TRB issued a Notice to Start Collection of the third tranche and fourth and final tranche of the consolidated resolution on the 2012 and 2014 Petitions.



2016 Petition

In January 2022, NLEX Corp. received a Resolution from the TRB allowing to implement toll rate adjustments on a date not earlier than January 1, 2022. The TRB directed NLEX Corp. to publish the adjusted toll rates before issuing a Notice to Start Collection. The TRB issued a Notice to Start Collection on March 22, 2022, and NLEX implemented the toll rate adjustments on May 12, 2022.

2018 and 2020 Petitions

On April 17, 2023, NLEX Corp. received a Consolidated Resolution dated February 16, 2023 from the TRB informing the Company of the TRB's approval of the consolidated 2018 and 2020 Petitions. The TRB has directed the Company to implement the provisionally approved toll adjustment in two (2) equal tranches over 2023 and 2024, not earlier than April 1, 2023 in order to mitigate the impact on inflation. The TRB issued a Notice to Start Collection on May 25, 2023, and NLEX implemented the first tranche of the periodic toll rate adjustments on June 15, 2023.

On May 14, 2024, the TRB issued a Notice to Start Collection of the second tranche. On June 4, 2024, NLEX Corp. implemented the second and last tranche of the periodic toll rate adjustments.

2022 Petition

On January 8, 2025, NLEX Corp. received the TRB Order (Resolution) dated January 6, 2025 resolving the NLEX 2022 Petition for Periodic Toll Rate Adjustment. In its Order, TRB approved the implementation of the provisional toll rate adjustments on a staggered basis in two (2) tranches, equally distributed in 2025 and 2026.

On January 31, 2025, the TRB issued a Notice to Start Collection of the first tranche effective immediately. On March 2, 2025, NLEX Corp. implemented the first tranche of the periodic toll rate adjustments. On August 15, 2025, NLEX Corp. filed its Manifestation of Compliance noting its partial compliance with the said TRB Order. On August 27, 2025, NLEX Corp. filed a subsequent Manifestation of Compliance indicating its full compliance therewith.

2024 Petition

On September 30, 2024, NLEX Corp. Filed a Petition for Periodic Toll Rate Adjustments effective 2025. NLEX Corp. has yet to receive regulatory approval for the 2024 Petition.

Segment 10 Add-on Toll Rate Petition

In March 2019, the TRB granted provisional authority to NLEX Corp. to collect add-on tolls for the Open System of the NLEX and allowed the implementation of the new authorized toll price for the NLEX. This was stated in a letter sent to NLEX Corp. which also contained the Integrated Toll Fee Matrix. The matrix included the first tranche of the approved adjusted toll rates in the 2012 and 2014 Petitions as well as the provisionally approved add-on toll rates in the Segment 10 Add-on Toll Rate Petition. On March 20, 2019, the TRB issued a Notice to Start Collection effective March 21, 2019, and on such date, NLEX Corp. implemented the add-on toll rate adjustment.

C3-R10 Add-on Toll Rate Petition

On August 5, 2020, the TRB issued a Resolution which provisionally approved and allowed NLEX Corp. to implement the add-on toll for the Open System subject of the Petition. On November 20, 2020, the TRB issued a Notice to Start Collection effective November 23, 2020.



NLEX Lane Widening Phase 2 Add-on Toll Rate Petition

On October 21, 2021, the TRB issued a Notice to Start Collection of the provisional add-on toll for the Closed System effective immediately. On May 12, 2022, NLEX implemented the provisional add-on toll rate.

Candaba 3rd Viaduct Add-on Toll Rate Petition

On February 7, 2025, the TRB issued an Order approving and allowing the provisional add-on toll for the NLEX Closed System to be implemented. On February 27, 2025, the TRB issued a notice to start collection of the provisional add-on toll for the closed system. On March 2, 2025, NLEX Corp. implemented the add-on toll rate adjustment.

SCTEX Petitions

NLEX Corp. as petitioner-applicant, filed petitions for toll rate adjustments effective January 1, 2021, and January 1, 2023 (the “2020 and 2022 SCTEX Petitions”), January 1, 2023 (the 2023 SCTEX Petition”) and January 1, 2025 (the “2024 SCTEX Petition”).

2020 and 2022 SCTEX Petitions

On July 5, 2023, NLEX Corp. received a Consolidated Resolution dated April 24, 2023 issued by the TRB which approved and allowed NLEX Corp. to implement the provisional toll rate adjustments in the 2020 and 2022 SCTEX Petitions on a staggered basis, in three (3) tranches, equally distributed for the years 2023, 2024 and 2025, not earlier than July 1 2023. On August 15, 2023, the TRB issued a Notice to Start Collection of the first tranche. On October 17, 2023, NLEX Corp. implemented the first tranche of the periodic toll rate adjustments. On October 2, 2024, the TRB issued a Notice to Start Collection of the second tranche.

On November 6, 2024, NLEX Corp implemented the second tranche of the periodic toll rate adjustments. On July 28, 2025, the TRB issued an Order directing NLEX Corp to publish the authorized provisional toll rates of the third and final tranche in a newspaper of general circulation at least once a week for three (3) consecutive weeks and post the applicable surety bonds from a reputable and independent/non-affiliated bonding company within fifteen (15) days from receipt of the Order. On August 13, 2025, NLEX Corp filed its Manifestation of Compliance noting its full compliance with the said TRB order. On August 27, 2025, the TRB issued a Notice to Start Collection effective on September 1, 2025.

2023 and 2024 SCTEX Petitions

On July 28, 2025, the TRB issued an Order (Consolidated) directing NLEX Corp to publish the authorized provisional toll rates for the periodic adjustments in a newspaper of general circulation at least once a week for three (3) consecutive weeks and post the applicable surety bonds from a reputable and independent/non-affiliated bonding company within fifteen (15) days from receipt of the Order. On August 5, 2025, NLEX Corp received another Order dated July 28, 2025, from the TRB directing NLEX Corp to publish in full the contents of the 2024 SCTEX Petition, along with the applicable toll fee matrix, in a newspaper of general circulation within fifteen (15) days from receipt of the Order. On August 14, 2025, NLEX Corp filed its Manifestation of Compliance noting its partial compliance with the said TRB orders. On August 14, 2025, NLEX Corp. filed its Manifestation of Compliance noting its partial compliance. Subsequently, on August 27, 2025, NLEX Corp filed a Manifestation of Compliance indicating its full compliance with the aforementioned TRB Orders.



NLEX - SLEX Connector Road Project Petition

On March 9, 2023, NLEX Corp. filed a Petition for the Implementation of the Fractional Initial Base Toll for Section 1 of the NLEX – SLEX Connector Road Project with application for Provisional Relief with the TRB (Connector Section 1 Petition). On July 3, 2023, NLEX Corp. received the TRB Notice to Start Collection for the provisional Fractional Opening Base Toll Rate for Section 1 of the NLEX – SLEX Connector Road Project which shall take effect immediately. On July 20, 2023, the TRB issued an Order directing NLEX Corp. to publish in full the contents of the Connector Section 1 Petition, along with the applicable toll fee matrix, in a newspaper of general circulation at least once a week for three (3) consecutive weeks, within fifteen (15) days from receipt of the Order. NLEX Corp. published on July 25, August 1, and 8, 2023, respectively. On August 8, 2023, NLEX Corp. filed a Manifestation of Compliance of its full and complete compliance with the TRB Order dated July 20, 2023. On August 8, 2023, NLEX Corp. implemented the provisional Fractional Initial Toll for Section 1 of the NLEX – SLEX Connector Road Project. On November 6, 2023, NLEX Corp. filed a Supplemental Petition for Implementation of the Updated Fractional Initial Base Toll for Section 1 and the Commercially Operable Portion of Section 2 of the NLEX- SLEX Connector Road Project. On July 26, 2024, the TRB issued a Notice to Start Collection of the updated fractional initial base toll rate. On October 21, 2024, NLEX Corp. implemented the Updated Fractional Initial Base Toll Rate adjustment.

ii. CAVITEX R1 Enhancement Phase 1

On July 15, 2019, the TRB allowed the implementation of Add-On Toll Rates for vehicle classes 1, 2, and 3 amounting to ₱1.00, ₱2.00, and ₱3.00 (VAT-inclusive), respectively. The implementation was subject to continuing review and validation by TRB to assess its reasonableness and the issuance of a recommendation by COA after completing its audit. The effective date of the toll rate was October 24, 2019.

CAVITEX R1 Enhancement Phase 2

On November 27, 2020, CIC and PRA submitted a petition to TRB for approval of an Add-On Agreed Toll Rate with an application for provisional relief for the R-1 Expressway Segment 1 enhancement.

On April 21, 2022, TRB issued a Notice of Toll Rate Adjustment Implementation approving the implementation of the adjusted Add-On Toll Rate of ₱27.00, ₱54.00 and ₱81.00 (VAT-inclusive) for vehicle classes 1, 2 and 3, respectively. The TRB directed the publication of the adjusted toll rates matrix in a newspaper of general circulation for three consecutive weeks, and it was published in the Manila Standard in April and May 2022. After the joint manifestation of compliance filed by CIC and PRA in May 2022, TRB issued a notice to start collecting the approved toll rates, which were implemented on May 22, 2022.

C-5 South Link Expressway Segment 3A-1

CIC filed a petition in July 2019 requesting the TRB to approve the implementation of initial toll fees for the C-5 South Link Expressway. The TRB approved the provisional initial toll rate in August 2019, subject to review by the COA and TRB's continuing authority to review its reasonableness. CIC was required to submit an updated investment recovery scheme within six months. In April 2020, CIC requested an extension due to the COVID-19 pandemic. Despite compliance with TRB requirements, TRB's authority for toll collection lapsed on April 24, 2020. After further communication and compliance, CIC was allowed to resume toll collection in July 2020, which was further extended until April 22, 2021. CIC filed a motion to confirm the continuing implementation and collection of the provisional initial toll for Segment 3A-1 on April 16, 2021. The TRB issued a resolution extending



CIC's provisional authority to collect the initial toll fee until October 23, 2021, subject to a surety bond from a reputable company.

On October 1, 2021, TRB extended the provisional authority to collect initial toll fees for Segment 3A-1 for another six months until April 14, 2022, requiring CIC and PRA to post a bond worth ₱255.3 million to guarantee the refund of collected provisional initial toll fees to toll users if CIC and PRA are not entitled to them. On October 15, 2021, CIC filed a motion for partial reconsideration, asking TRB to declare the finality of the authority to collect provisional initial toll for Segment 3A-1 and declare the provisional initial toll for Segment 3A-1 as final until the final initial toll rate for the C-5 Link Expressway is determined.

On October 22, 2021, the CIC provided proof of the renewal of their Surety Bond in the amount of ₱255.3 million by filing a Manifestation of Compliance. The TRB acknowledged the submission of this document on October 16, 2021.

As the Surety Bond was set to expire on April 24, 2022, CIC and PRA were directed to obtain a new bond from a reputable bonding company covering the amount of ₱388.9 million, effective from April 25, 2022 to April 24, 2023. A Manifestation of Compliance was submitted to the TRB on April 22, 2022, indicating that this requirement had been fulfilled.

The surety bond posted by CIC and PRA was initially effective until April 24, 2023 and was extended yearly with the latest extension until April 24, 2026, in view of the continued provisional nature of the toll fees.

C-5 South Link Expressway Segment 3A-2

CIC and PRA filed a Supplemental Petition for provisional initial toll approval for Segments 3A-1 and 3A-2 on April 29, 2022, which was followed by an Amended Supplemental Petition on June 2, 2022, in response to the TRB's directive. The TRB issued a Resolution on June 30, 2022, directing CIC and PRA to publish the Notice of Toll Rate Implementation for three weeks and post a Surety Bond before starting the collection. The TRB granted a Toll Operation Permit for Segment 3A-2 on the same date. CIC and PRA complied with the publication requirement and posted the Surety Bond worth ₱86.3 million, with the Manifestation of Compliance filed on July 15, 2022.

On November 7, 2022, the TRB approved the implementation of the provisional initial per kilometer toll rates for Segments 3A-1 and 3A-2.

After CIC and PRA's compliance with regulatory requirements which includes the posting of a surety bond, the TRB issued the Notice to Start Collection on November 25, 2022 effective immediately.

The surety bond posted by CIC and PRA was initially effective until July 15, 2023 and was subsequently extended until July 15, 2026.

CAVITEX R-1 Expressway

CIC and PRA were directed by the TRB's Order dated September 9, 2021, to publish the approved adjusted toll rates matrix for the 2011 and 2014 Petitions for Periodic Toll Rate Adjustment in a newspaper of general circulation for three consecutive weeks. CIC and PRA complied with this order on September 10, September 17, and September 24, 2021, and submitted proof of compliance on September 24, 2021.



On March 24, 2022, the TRB issued a Consolidated Resolution providing the approved adjusted toll rates and a Notice to Start Collection effective immediately. However, on April 5, 2022, the Notice was canceled, and CIC and PRA were directed to publish the adjusted toll rates matrix in a newspaper of general circulation once a week for three consecutive weeks. CIC and PRA complied with the directive on April 11 and 18, 2022, and filed a Manifestation of Compliance with the TRB on April 25, 2022. On April 29, 2022, the TRB issued another Notice to Start Collection, and the adjusted toll rates were implemented on May 22, 2022.

The rates for R-1 Expressway are as follows: ₱35.00, ₱70.00, and of ₱104.00 (VAT-inclusive) for vehicle classes 1, 2 and 3, respectively.

CAVITEX R-1 Expressway Extension

On September 29, 2017, CIC and PRA filed a Petition for approval of the periodic toll rate adjustment for R-1 Expressway and R-1 Expressway Extension.

On July 3, 2023, the TRB issued a Notice of Resolution and Order indicating its approval of the provisional adjusted agreed toll rates for R-1 Expressway and R-1 Expressway Extension subject to CIC and PRA's compliance with publication and surety bond requirements.

On July 19, 2023, CIC filed a Manifestation of Partial Compliance with Motion for Extension to Comply with the Order, which covers: (a) manifestation of completion of the 3-week publication requirement, and (b) request for an extension of 10 calendar days to submit the Surety Bond, in light of changes in PRA management, which was noted by the TRB in its Order dated July 26, 2023.

On July 28, 2023, CIC submitted a certified copy of the required surety bond as compliance with the TRB Order. To date, CIC awaits the issuance by the TRB of Notice to Start Collection of the adjusted toll rates.

On August 11, 2023, the TRB issued a Notice to Start Collection of the provisionally approved 2017 Periodic Toll Rate Adjustment effective immediately.

While the 2020 Petition for Periodic Toll Rate Adjustment for R-1 Expressway and R-1 Expressway Extension remains pending, CIC and PRA filed the 2023 Petition for Periodic Toll Rate Adjustment on September 29, 2023, in accordance with its right to a periodic adjustment of the Agreed Toll Rate every three (3) years from the identified Toll Rate Review Date.

On November 6, 2023, the TRB issued an Order directing CIC and PRA to publish in full once the following: (a) 2023 Petition for Periodic Toll Rate Adjustment (including Annexes); (b) the existing and proposed adjusted toll fare matrix; and (c) Notice to Expressway Users in a newspaper of general circulation within 15 days from receipt of the Order.

On November 10, November 17, and November 24, CIC and PRA caused the publication of the 2023 Petition for Periodic Toll Rate Adjustment containing the proposed adjusted toll fare matrix and the Notice to Expressway Users in a newspaper of general circulation. CIC submitted proof of its Compliance with TRB's November 6 Order on November 20, 2023, for the first publication and on November 28, 2023 for the second and third publications, done over and above the TRB Order's requirement, to further ensure due notice to the public.

As at September 24, 2025, the approval for the 2020 and 2023 Petitions for Periodic Toll Rate Adjustment remains pending.



iii. CALAX

CALAX Subsections 6-8

The TRB issued a Notice to Start Collection for the initial toll rates for Subsections 6 to 8 of CALAX on February 10, 2020, and it became effective on February 11, 2020. A provisional initial toll rate was granted to MPCALA for the 10-km segment of CALAX, which became effective on the same date.

CALAX Subsection 5

TRB issued Notice to Start Collection for the initial toll rates for Subsection 5 On July 13, 2021. MPCALA was granted a provisional initial toll for the 7.2-km segment of CALAX effective on August 24, 2021.

d. Garlitos, Jr. vs. Bases Conversion and Development Authority, NLEX Corp. and the Executive Secretary, SC (G.R. No. 217001)

Atty. Onofre G. Garlitos, Jr. filed with the SC a Petition for Prohibition and Mandamus with Prayer for Issuance of Temporary Restraining Order and/or Writ of Preliminary Injunction dated March 17, 2015 (Petition) against the BCDA, NLEX Corp., and the Executive Secretary. The Petition prays that (a) a writ of preliminary mandatory and prohibitory injunction be issued enjoining the BCDA, NLEX Corp., and Executive Secretary from proceeding with the SCTEX project and compelling the BCDA to rebid the SCTEX operation and maintenance project, and (b) an order be issued (i) annulling the bidding procedure, direct negotiations, and the Price Challenge conducted by the BCDA, and the Concession Agreement, Business and Operating Agreement, and all subsequent amendments and modifications thereto and (ii) compelling the BCDA to rebid the operation and maintenance of the SCTEX.

NLEX Corp. filed its comment praying that the Petition be denied. The BCDA, through the Office of the Government Corporate Counsel, and the Executive Secretary, through the Office of the Solicitor General, also filed their respective Comment praying that the Petition be denied due course and dismissed for lack of merit. In November and December 2015, the petitioner filed a Manifestation and Motion to Resolve Prayer for TRO and/ or Writ of Preliminary Injunction. On July 4, 2016, the Supreme Court issued a Resolution noting the Manifestations of the petitioner. In February 2020, the Supreme Court issued a Notice that petitioner's counsel had failed to pay the ₱1,000 fine due to his failure to comply with a show cause resolution for non-filing of a consolidated reply to the separate comments of the Executive Secretary and BCDA. In July 2020, the Supreme Court issued another Notice for the petitioner's counsel to pay an increased fine of ₱2,000 and to comply with the resolution to file a consolidated reply to the separate comments of the Executive Secretary and BCDA. On October 28, 2020, NLEX Corp.'s counsel received from BCDA's counsel a Motion for Leave to File Manifestation with Motion for Submission for Resolution dated October 1, 2020. In a Resolution dated March 28, 2022, the Supreme Court (a) imposed upon petitioner's (withdrawing) counsel an additional fine which, together with the original fine, shall be paid to the Supreme Court and (b) ordered petitioner's (withdrawing) counsel to submit a consolidated reply to the separate comments of the Executive Secretary and BCDA. As at September 24, 2025, the Supreme Court has yet to resolve the Motion for Reconsideration dated June 13, 2022 filed by Garlitos.

MPTC, NLEX Corp., CIC, CCLEC and PT Nusantara are also parties to other cases and claims arising from the ordinary course of business filed by third parties which are either pending decisions by the courts or are subject to settlement agreements. The outcome of these claims cannot be presently determined. In the opinion of management and the Company's legal counsel, the eventual liability from these lawsuits or claims, if any, will not have a material adverse effect on the Company's financial position and financial performance.



35. Supplemental Cash Flow Information

Changes in liabilities arising from financing activities

	January 1, 2024	Cash flows	Amortization of DIC	Interest accretion	Others	December 31, 2024
Long-term debts and short-term loans (Note 19)	₱152,279	₱38,166	₱206	₱—	₱101	₱190,752
Interest payable (Note 17)	1,657	(10,357)	—	—	10,808	2,108
Dividends payable (Notes 17 and 22)	738	(5,592)	—	—	5,647	793
Service concession fees payable (Note 20)	17,750	—	—	1,273	(1,131)	17,892
Lease liabilities (Notes 17 and 28)	74	(86)	—	8	86	82
Total liabilities from financing activities	₱172,498	₱22,131	₱206	₱1,281	₱15,511	₱211,627

	January 1, 2023	Cash flows	Amortization of DIC	Interest accretion	Others	December 31, 2023
Long-term debts and short-term loans (Note 19)	₱138,016	₱13,135	₱58	₱—	₱1,070	₱152,279
Interest payable (Note 17)	1,206	(8,467)	—	—	8,918	1,657
Dividends payable (Notes 17 and 22)	363	(5,119)	—	—	5,494	738
Service concession fees payable (Note 20)	18,035	—	—	210	(495)	17,750
Lease liabilities (Notes 17 and 28)	79	(82)	—	9	68	74
Total liabilities from financing activities	₱157,699	(₱533)	₱58	₱219	₱15,055	₱172,498

	January 1, 2022	Cash flows	Amortization of DIC	Interest accretion	Others	December 31, 2022
Long-term debts and short-term loans (Note 19)	₱103,036	₱35,100	₱68	₱—	(₱188)	₱138,016
Interest payable (Note 17)	1,247	(6,943)	—	—	6,902	1,206
Dividends payable (Notes 17 and 22)	634	(3,325)	—	—	3,054	363
Service concession fees payable (Note 20)	19,834	—	—	858	(2,657)	18,035
Lease liabilities (Notes 17 and 28)	128	(53)	—	4	—	79
Total liabilities from financing activities	₱124,879	₱24,779	₱68	₱862	₱7,111	₱157,699

The 'Others' column includes the effect of foreign currency translation adjustments of IDR denominated loans, loss on extinguishment of Series 2010-1 Notes, the interest expense on interest-bearing loans and borrowings, and dividends declared to stockholders and NCI.

Non-cash investing activities

The following table shows the Company's significant non-cash investing activities and corresponding transaction amounts/balances for the years ended December 31:

	2024	2023	2022
	<i>(in Millions)</i>		
Additions to service concession assets and service concession fees payable pertaining to accretion of service concession fees payable (Notes 11 and 20)	₱1,273	₱1,131	₱858
Additions to service concession assets and service concession fees payable pertaining to change in estimate (Notes 11 and 20)	1,131	1,416	2,657
Additions to property and equipment due to recognition of ROU assets (Note 12)	86	68	1



36. Operating Segment Information

MPTC has only one operating segment, which is the tollways business, and its results of operations are reviewed by the chief operating decision maker to make decisions and to assess the Company's financial performance, and for which discrete financial information is available.

MPTC performance is evaluated based on net income for the year; earnings before interest, taxes and depreciation and amortization (EBITDA); EBITDA margin; core income; and core income margin. Net income for the year is measured consistent with the net income in the consolidated statements of income.

EBITDA is measured as net income excluding amortization of service concession assets and other intangible assets, depreciation of property and equipment, and provisions, impairment on noncurrent assets, interest expense and other finance costs, interest income, net foreign exchange gain (loss), provision for (benefit from) income tax and other nonrecurring income and expenses. Nonrecurring items represent income and expenses that, through occurrence or size, are not considered usual operating items. EBITDA margin pertains to EBITDA divided by total revenues.

Core income for the year is measured as net income, excluding adjustments on net foreign exchange gain (loss), impairment on noncurrent assets, net of tax effects of aforementioned adjustments and other nonrecurring income and expenses, as defined under the Company's policy.

The revenues, net income, assets, liabilities, and other information of the Company's operations as at and for the years ended December 31, 2024, 2023 and 2022 are as follows:

	2024	2023	2022
	<i>(in Millions, except ratios)</i>		
Net toll revenues	₱31,582	₱27,212	₱22,852
Other income	2,008	2,061	1,787
Total revenues	33,590	29,273	24,639
Cost of services	(8,305)	(7,624)	(6,093)
Operating expenses	(2,980)	(2,086)	(2,259)
Equity in net earnings (losses) of associates and joint venture	817	(164)	413
EBITDA	23,122	19,399	16,700
Financing costs	(6,112)	(5,475)	(3,599)
Noncash charges	(4,476)	(3,055)	(2,915)
Provision for income tax	(3,233)	(2,669)	(2,187)
Core income	9,301	8,200	7,999
Core income attributable to equity holders of the Parent Company	6,130	5,826	5,707
Nonrecurring items attributable to equity holders of the Parent Company	328	(791)	(740)
Net income attributable to equity holders of the Parent Company	₱6,458	₱5,035	₱4,967



	2024	2023	2022
	<i>(in Millions, except ratios)</i>		
EBITDA margin for the year	69%	66%	68%
Total assets	₱310,520	₱274,561	₱243,157
Total liabilities	232,794	195,164	177,263
Total equity	77,726	79,397	65,894
Other disclosures:			
Capital expenditure (consists of additions to service concession assets, property and equipment, other intangible assets and investment properties)	18,295	24,043	22,443

The following table shows the reconciliation of EBITDA to core income to net income for the years ended December 31, 2024, 2023 and 2022.

	2024	2023	2022
EBITDA	₱23,122	₱19,399	₱16,700
Amortization of service concession assets (Notes 11 and 24)	(2,480)	(2,130)	(1,853)
Interest expense and other finance costs (Note 28)	(7,252)	(6,116)	(3,943)
Depreciation of property and equipment (Note 12)	(595)	(379)	(380)
Interest income (Note 27)	781	509	400
Amortization of other intangible assets (Notes 13 and 29)	(38)	(21)	(16)
Gain on fair value changes of financial assets (Notes 15 and 29)	48	70	6
Provisions (Notes 24 and 25)	(525)	(215)	(523)
Other (charges) income - net	(527)	(248)	(205)
Core income before income tax	12,534	10,869	10,186
Nonrecurring items:			
Reversal of earnout of a joint venture (Note 29)	679	—	—
Equity in net earnings of associate	178	—	—
Foreign exchange gain - net	34	(14)	9
Impairment of goodwill (Note 25)	(28)	—	—
Other charges - net	(351)	(840)	(882)
Income before income tax	13,046	10,015	9,313
Provision for (benefit from) income tax (Note 30):			
Current	3,293	2,734	2,194
Deferred	(60)	(35)	(7)
	3,233	2,699	2,187
Net income	₱9,813	₱7,316	₱7,126



37. Consolidated Subsidiaries

The consolidated subsidiaries of MPTC are as follows:

Name of Subsidiary	Place of Incorporation	December 31, 2024			December 31, 2023			December 31, 2022			Principal Activity
		MPTC Direct Interest	Direct Interest of Subsidiary (In %)	MPTC Effective Interest	MPTC Direct Interest	Direct Interest of Subsidiary (In %)	MPTC Effective Interest	MPTC Direct Interest	Direct Interest of Subsidiary (In %)	MPTC Effective Interest	
Cavitex Infrastructure Corporation (CIC)	Philippines	100.0	—	100.0	100.0	—	100.0	100.0	—	100.0	Tollway operations (see Note 1); Interest in CIC is held through a Management Letter Agreement. CIC holds the concession agreement for CAVITEX (see Note 2)
Metro Strategic Infrastructure Holdings, Inc. (MSIHI)	Philippines	97.0	—	97.0	97.0	—	97.0	97.0	—	97.0	Investment holding
Metro Pacific Tollways Digital, Inc. (formerly Metro Pacific Tollways Data Services, Inc.; MPTDI)	Philippines	100.0	—	100.0	100.0	—	100.0	100.0	—	100.0	Toll collection function of CAVITEX and CALAX.
Metro Pacific Tollways South Corporation (MPT South)	Philippines	100.0	—	100.0	100.0	—	100.0	100.0	—	100.0	Investment holding
Metro Pacific Tollways Vizmin Corporation (MPT Vizmin)	Philippines	100.0	—	100.0	100.0	—	100.0	100.0	—	100.0	Investment holding
MPT Asia, Corporation (MPT Asia)	BVI	100.0	—	100.0	100.0	—	100.0	100.0	—	100.0	Investment holding
Easytrip Services Corporation (ESC)	Philippines	66.0	—	66.0	66.0	—	66.0	66.0	—	66.0	Electronic toll collection services
Metro Pacific Tollways Asia, Corporation Pte. Ltd.	Singapore	100.0	—	100.0	100.0	—	100.0	100.0	—	100.0	Investment holding
Dibztech, Inc. (Dibztech)	Philippines	100.0	—	100.0	100.0	—	100.0	100.0	—	100.0	Parking management
MPT Mobility Corporation (formerly NLEX Ventures Corporation; MPT Mobility)	Philippines	100.0	—	100.0	100.0	—	100.0	100.0	—	100.0	Service facilities management
MPCALA Holdings, Inc. (MPCALA)		40.0	60.0	100.0	40.0	60.0	100.0	—	100.0	100.0	Tollway operations (see Note 1); MPCALA is owned by MPTC at 40% and 60% by MPT South; holds the concession agreement for CALAX
NLEX Corporation (NLEX Corp.)	Philippines	77.7	—	77.7	75.1	—	75.1	75.1	—	75.1	Tollway operations (see Note 1); 4.7% is owned through 44.6% ownership in EIPPI (see Note 5 and 10)
Luzon Tollways Corporation (LTC)	Philippines	—	100.0	100.0	—	100.0	100.0	—	100.0	100.0	Tollway operations; Dormant

(Forward)



Name of Subsidiary	Place of Incorporation	December 31, 2024			December 31, 2023			December 31, 2022			Principal Activity
		MPTC Direct Interest	Direct Interest of Subsidiary	MPTC Effective Interest	MPTC Direct Interest	Direct Interest of Subsidiary	MPTC Effective Interest	MPTC Direct Interest	Direct Interest of Subsidiary	MPTC Effective Interest	
			(In %)			(In %)			(In %)		
MPT South Subsidiaries											
Metro Pacific Tollways South Management Corporation (MPT SMC)	Philippines	—	100.0	100.0	—	100.0	100.0	—	100.0	100.0	Tollway operations
MPTS Ventures Corporation	Philippines	—	100.0	100.0	—	100.0	100.0	—	100.0	100.0	Road safety and traffic management services; in May 2023, the SEC approved the shortening of the corporate term until December 31, 2024. All net assets are transferred to MPT South in March 2025.
MPT Vizmin Subsidiary											
Cebu Cordova Link Expressway Corporation (CCLEC)	Philippines	—	100.0	100.0	—	100.0	100.0	—	100.0	100.0	Tollway operations (see Note 1); CCLEC holds the concession agreement for the CCLEX (see Note 1)
MPTDI Subsidiary											
SAVVICE Corporation (SAVVICE) (formerly Southbend Express Services, Inc.)	Philippines	—	100.0	100.0	—	100.0	100.0	—	100.0	100.0	Manpower services provider
MPT Mobility Subsidiary											
Assist and Assistance Concept, Inc. (AACI)	Philippines	—	100.0	100.0	—	100.0	100.0	—	—	—	Roadside, travel and health assistance provider; Acquired on July 31, 2023 (see Note 5)
MPT Asia Subsidiaries											
MPT Thailand, Corporation (MPT Thailand)	BVI	—	100.0	100.0	—	100.0	100.0	—	100.0	100.0	Investment holding
PT Metro Pacific Tollways Indonesia (MPTI)	Indonesia	—	100.0	100.0	—	100.0	100.0	—	100.0	100.0	Investment holding

(Forward)



Name of Subsidiary	Place of Incorporation	December 31, 2024			December 31, 2023			December 31, 2022			Principal Activity
		MPTC Direct Interest	Direct Interest of Subsidiary	MPTC Effective Interest	MPTC Direct Interest	Direct Interest of Subsidiary	MPTC Effective Interest	MPTC Direct Interest	Direct Interest of Subsidiary	MPTC Effective Interest	
			(In %)			(In %)			(In %)		
Metro Pacific Tollways Asia, Corporation Pte. Ltd. Subsidiaries											
CAIF III Infrastructure Holdings Sdn Bhd (CAIF)	Malaysia	–	100.0	100.0	–	100.0	100.0	–	100.0	100.0	Investment holding
CIIF Infrastructure Holdings Sdn Bhd (CIIF)	Malaysia	–	100.0	100.0	–	100.0	100.0	–	100.0	100.0	Investment holding
Metro Pacific Tollways Vietnam Company Limited	Vietnam	–	100.0	100.0	–	100.0	100.0	–	100.0	100.0	Investment holding
PT Metro Pacific Tollways Indonesia Services (MPTIS)	Indonesia	–	100.0	100.0	–	100.0	100.0	–	–	–	Investment holding; Incorporated on November 28, 2023 (see Note 5)
Metro Pacific Tollways Vietnam Company Limited Subsidiary											
MPT Management Vietnam Co., Ltd. (MPT Management Vietnam)	Vietnam	–	100.0	100.0	–	100.0	100.0	–	100.0	100.0	Investment holding
MPT Management Vietnam Subsidiary											
MPT Service Vietnam Co., Ltd.	Vietnam	–	100.0	100.0	–	100.0	100.0	–	100.0	100.0	Investment holding
PT MPTIS Subsidiary											
PT Nusantara Infrastructure Tbk (PT Nusantara)	Indonesia	–	98.2	98.2	–	76.3	76.3	–	76.3	76.3	Infrastructure company
PT Nusantara Subsidiaries											
PT Margautama Nusantara (MUN)	Indonesia	–	36.5	61.3	–	43.4	50.9	–	75.0	82.2	Construction, trading and services – Toll; PT MPTIS holds 25.5% and 17.7% direct interest in MUN as at December 31, 2024 and 2023
PT Potum Mundi Infranasantara (Potum)	Indonesia	–	100.0	98.2	–	100.0	76.3	–	100.0	76.3	Water and waste management services
PT Energi Infranasantara (EI)	Indonesia	–	100.0	98.2	–	100.0	76.3	–	100.0	76.3	Construction, trading and services - Power
PT Portco Infranasantara (Portco)	Indonesia	–	100.0	98.2	–	100.0	76.3	–	100.0	76.3	Port management
PT Meta Media Infranasantara (formerly PT Telekom Infranasantara)	Indonesia	–	100.0	98.2	–	100.0	76.3	–	100.0	76.3	Trading, supplies and other telecommunications

(Forward)



Name of Subsidiary	Place of Incorporation	December 31, 2024			December 31, 2023			December 31, 2022			Principal Activity
		MPTC Direct Interest	Direct Interest of Subsidiary	MPTC Effective Interest	MPTC Direct Interest	Direct Interest of Subsidiary	MPTC Effective Interest	MPTC Direct Interest	Direct Interest of Subsidiary	MPTC Effective Interest	
			(In %)			(In %)			(In %)		
PT Marga Metro Nusantara	Indonesia	—	70.0	68.7	—	70.0	53.4	—	70.0	53.4	Construction and trading services
PT Metro Tekno Media Infranasantara	Indonesia	—	100.0	98.2	—	100.0	76.3	—	100.0	76.3	Digital platform and software publisher
MUN Subsidiaries											
PT Bintaro Serpong Damai	Indonesia	—	88.9	54.5	—	88.9	45.2	—	88.9	63.6	Toll road operator
PT Metro Makassar Network (formerly PT Bosowa Marga Nusantara; MMN)	Indonesia	—	99.6	61.1	—	99.6	50.6	—	99.6	71.2	Toll road operator
MMN Subsidiary											
PT Makassar Airport Network (formerly PT Jalan Tol Seksi Empat (JTSE); MAN)	Indonesia	—	99.4	60.7	—	99.4	50.3	—	99.4	70.8	Toll road operator
MAN Subsidiary											
PT Metro Jakarta Ekspresway	Indonesia	—	85.0	51.6	—	85.0	42.8	—	85.0	60.2	Trade, development, and business management consulting services
Potum Subsidiaries											
PT Dain Celicani Cemerlang (DCC)	Indonesia	—	74.5	73.2	—	74.5	56.8	—	74.5	56.8	Water and waste management services
PT Sarana Catur Tirta Kelola (SCTK)	Indonesia	—	65.0	63.8	—	65.0	49.6	—	65.0	49.6	Water management services
PT Tirta Bangun Nusantara	Indonesia	—	—	—	—	—	—	—	100.0	76.3	Water and waste management services; Divested on January 25, 2023 (see Note 9)
<i>(Forward)</i>											
SCTK Subsidiaries											
PT Sarana Tirta Rejeki (STR)	Indonesia	—	90.0	60.9	—	90.0	47.2	—	90.0	47.2	Water management services; STR is owned by SCTK at 80% and by Potum at 10%
PT Jasa Sarana Nusa Makmur (JSMN)	Indonesia	—	100.0	63.8	—	100.0	49.6	—	100.0	49.6	Water management services

(Forward)



Name of Subsidiary	Place of Incorporation	December 31, 2024			December 31, 2023			December 31, 2022			Principal Activity
		MPTC	Direct	MPTC	MPTC	Direct	MPTC	MPTC	Direct	MPTC	
		Direct Interest	Interest of Subsidiary	Effective Interest	Direct Interest	Interest of Subsidiary	Effective Interest	Direct Interest	Interest of Subsidiary	Effective Interest	
		<i>(In %)</i>			<i>(In %)</i>			<i>(In %)</i>			
EI Subsidiaries											
PT Inpol Meka Energi (IME)	Indonesia	–	99.9	98.2	–	100.0	76.3	–	61.2	46.6	Power supply services
PT Rezeki Perkasa Sejahtera Lestari (RPSL)	Indonesia	–	80.0	78.6	–	80.0	61.0	–	80.0	61.0	Power supply services
PT Auriga Energi (AE)	Indonesia	–	100.0	98.2	–	100.0	76.3	–	100.0	76.3	Power plants/Electricity support facilities
AE Subsidiaries											
PT Centara Energi	Indonesia	–	100.0	98.2	–	100.0	76.3	–	100.0	76.3	Power plants/Electricity support facilities
PT Eris Serra Energi	Indonesia	–	100.0	98.2	–	100.0	76.3	–	100.0	76.3	Power plants/Electricity support facilities
PT Energi Surya Nusantara (formerly PT Energi Parindu Nusantara)	Indonesia	–	100.0	98.2	–	100.0	76.3	–	100.0	76.3	Power plants/Electricity support facilities
PT Eridanusa Energi Nusantara	Indonesia	–	100.0	98.2	–	100.0	76.3	–	100.0	76.3	Power plants/Electricity support facilities



38. Subsequent Events

Acquisitions/Equity Transactions in 2025

Asset Acquisition of LLEX Corp. As discussed in Notes 1 and 2, at the time of acquisition, LLEX Corp. has no established inputs, manpower and processes which are capable of generating outputs. LLEX Corp. has no other asset in its books except for the predevelopment costs and the concession right that it acquired through the joint venture agreement with Lapu-Lapu City. Thus, the transaction has been accounted as an asset acquisition as it does not meet the definition of a business under PFRS 3, *Business Combinations*.

The acquisition cost was allocated to the assets acquired as follows:

	<i>(In Millions)</i>
Input VAT	₱8
Service concession asset	1,029
Total Consideration	₱1,037

The predevelopment costs capitalized as service concession asset is directly attributable to the service concession right held by LLEX Corp. (see Note 11).

Acquisition of NCI of ESC. On May 14, 2025, MPTC acquired additional 34.0% equity interest in ESC for a total consideration of ₱1,720.6 million. As a result of this acquisition, MPTC increased its ownership from 66.0% to 100.0%.

	<i>(In Millions)</i>
Total consideration*	₱1,721
Less: Carrying value of non-controlling interests acquired	(177)
Difference recognized in equity reserves	₱1,898

*Including transaction costs.

Acquisition of NCI in NLEX Corp and EIPPI. On March 14, 2025, MPTC's effective ownership interest in NLEX increased from 77.7% to 83.8% as at December 31, 2024, as a result of the following:

- a. On March 13, 2025, the Government of the Republic of the Philippines (ROP) and MPTC entered into a Sale and Purchase Agreement involving the sale of 47,596 NLEX shares (0.25% interest in NLEX) owned by ROP to MPTC for a cash consideration of ₱242 million. MPTC's direct ownership in NLEX increased to 73.32% (from 73.06% as at December 31, 2024).



- b. On March 14, 2025, EGIS Projects SAS (EGIS) (formerly Egis Projects SA) and MPTC entered into a Deed of Absolute Sale of Shares involving the sale of 307,560 Egis Investment Partners Philippines, Inc. (EIPPI) shares to MPTC, resulting to MPTC owning 100% of EIPPI (from 44.58% as at December 31, 2024) for a cash consideration of ₱5.5 billion. On the same date, EGIS, MPTC and EIPPI, entered into a Deed of Assignment of Receivables involving the assignment of ₱199.2 million receivable of EGIS from EIPPI to MPTC for cash. As of March 14, 2025, EIPPI's ownership in NLEX increased to 10.53% immediately after its purchase of 6,835 NLEX shares (0.04% interest in NLEX) from ROP on March 13, 2025 (from 10.49% as at December 31, 2024).

	<i>(In Millions)</i>
Total consideration*	₱5,779
Less: Carrying value of non-controlling interests acquired	2,150
Difference recognized in equity reserves	₱3,629

*Including transaction costs.

Acquisition of NCI in PT Nusantara. On December 3, 2024, OJK approved the extension for VTO period from December 6, 2024 to March 5, 2025. On March 17, 2025, a total of 149,215,666 common shares, which represent 0.86% of the total issued and outstanding common shares in PT Nusantara, were crossed through IDX facilitated by BCA Sekuritas and settled at the final tender price of IDR 250 per share, thus increasing the ownership interest of MPTIS in PT Nusantara to 99.1%.

The increase in effective ownership by 0.86% has been accounted for as an equity transaction in the consolidated financial statements:

	<i>(In Millions)</i>
Total consideration*	₱129
Less: Carrying value of non-controlling interests acquired	450
Difference recognized in equity reserves	(₱321)

*Including transaction costs.

Issuance of Preferred Shares to NCI. On April 4, 2025, the Board of ESC has approved the increase in its authorized capital stock from ₱20 million comprising of 20,000 common shares at ₱100 par value per share to ₱625 million divided into: a) ₱620 million common stock (6,200,000 common shares at ₱100 par value per share); and b) ₱5.0 million redeemable preferred stock (4,000 redeemable preferred shares at ₱1,250 par value per share). In March 2025, EGIS Easytrip Services SAS (EGIS Easytrip), a wholly-owned subsidiary of EGIS, entered into a Subscription Agreement with ESC to subscribe for the redeemable preferred shares of ESC and was paid on March 21, 2025. The issuance of ESC to EGIS Easytrip of 4,000 redeemable preferred shares at ₱1,250 par value per share for a ₱5.0 million consideration was recorded as an increase in "Non-controlling interests" in equity.



39. Reclassifications

The Company revisited the presentation of certain accounts in the consolidated financial statements to conform with the presentation as at and for the year ended December 31, 2024. These include the following reclassifications in the consolidated statement of cash flows for the year ended December 31, 2022:

- An addition to the “Increase in other current assets” under operating activities amounting to ₱889 million representing reclassification from investing activities;
- A decrease in the “Additions to service concession assets” under investing activities amounting to ₱3,099 million representing reclassification from “Decrease in other noncurrent assets” under investing activities; and
- A reduction in the “Decrease in other noncurrent assets” under investing activities amounting to ₱2,427 million representing aggregate reclassification to certain line items under operating and investing activities.

Other reclassifications in the consolidated statements of cash flows are not material. These reclassifications have no significant impact on the Company’s financial position and financial performance.



INDEPENDENT AUDITOR'S REPORT ON SUPPLEMENTARY SCHEDULES

The Board of Directors and Stockholders
Metro Pacific Tollways Corporation
5th Floor, Rockwell Business Center
Tower 1, Ortigas Avenue
Pasig City

We have audited in accordance with Philippine Standards on Auditing, the consolidated financial statements of Metro Pacific Tollways Corporation (a subsidiary of Metro Pacific Investments Corporation) and its subsidiaries as at and for the years ended December 31, 2024, 2023 and 2022, and have issued our report thereon dated September 24, 2025. Our audits were made for the purpose of forming an opinion on the basic consolidated financial statements taken as a whole. The schedules listed in the Index to the Supplementary Schedules are the responsibility of the Company's management. These schedules are presented for purposes of complying with the Revised Securities Regulation Code Rule 68, and are not part of the basic consolidated financial statements. These schedules have been subjected to the auditing procedures applied in the audit of the basic consolidated financial statements and, in our opinion, fairly state, in all material respects, the financial information required to be set forth therein in relation to the basic consolidated financial statements taken as a whole.

SYCIP GORRES VELAYO & CO.



Richie Jackson T. Padilla

Partner

CPA Certificate No. 125656

Tax Identification No. 267-165-440

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

BIR Accreditation No. 08-001998-152-2022, November 7, 2022, valid until November 6, 2025

PTR No. 10465358, January 2, 2025, Makati City

September 24, 2025

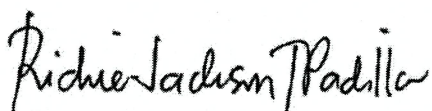


**INDEPENDENT AUDITOR'S REPORT
ON THE SCHEDULE OF RECONCILIATION
OF RETAINED EARNINGS AVAILABLE
FOR DIVIDEND DECLARATION**

The Board of Directors and Stockholders
Metro Pacific Tollways Corporation
5th Floor, Rockwell Business Center
Tower 1, Ortigas Avenue
Pasig City

We have audited in accordance with Philippine Standards on Auditing, the consolidated financial statements of Metro Pacific Tollways Corporation (a subsidiary of Metro Pacific Investments Corporation) and its subsidiaries as at and for the years ended December 31, 2024, 2023 and 2022, and have issued our report thereon dated September 24, 2025. Our audits were made for the purpose of forming an opinion on the basic consolidated financial statements taken as a whole. The accompanying Schedule of Reconciliation of Retained Earnings Available for Dividend Declaration is the responsibility of the management of the Company. This schedule is presented for purposes of complying with Revised Securities Regulation Code Rule 68, and is not part of the basic consolidated financial statements. This has been subjected to the auditing procedures applied in the audit of the basic consolidated financial statements and, in our opinion, fairly state, in all material respects, the financial information required to be set forth therein in relation to the basic consolidated financial statements taken as a whole.

SYCIP GORRES VELAYO & CO.



Richie Jackson T. Padilla

Partner

CPA Certificate No. 125656

Tax Identification No. 267-165-440

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September 24, 2025



METRO PACIFIC TOLLWAYS CORPORATION
(A Subsidiary of Metro Pacific Investments Corporation)
AND SUBSIDIARIES

5th Floor, Rockwell Business Center Tower 1, Ortigas Avenue, Pasig City

Supplementary Schedules under Annex 68-E | Schedule of Financial Soundness Indicators

Pursuant to Securities Regulation Code (SRC) Rule 68, as Amended (2011)

Ratio	Formula	December 31, 2024	December 31, 2023	December 31, 2022
<i>(Amounts in Millions)</i>				
Liquidity Ratios				
Current Ratio				
	Current Assets	₱26,642	₱44,279	31,686
	Current Liabilities	65,392	48,449	26,268
		0.41	0.91	1.21
Acid-Test Ratio				
	Quick Assets	15,441	20,377	22,835
	Current Liabilities	65,392	48,449	26,268
		0.24	0.42	0.87
Solvency Ratios				
Debt-to-Equity Ratio				
	Total Liabilities	232,794	195,164	177,263
	Total Equity	77,726	79,397	65,894
		3.00	2.46	2.69
Asset-to-Equity Ratio				
	Total Assets	310,520	274,561	243,157
	Total Equity	77,726	79,397	65,894
		4.00	3.46	3.69
Interest Rate Coverage Ratio				
	EBIT	19,895	15,978	13,010
	Interest Expense	6,849	5,963	3,697
		2.90	2.68	3.52
Profitability Ratios				
Return on Assets				
	Net Profit	9,813	7,316	7,126
	Total assets	310,520	274,561	243,157
		3.16%	2.66%	2.93%
Return on Equity				
	Net Profit	9,813	7,316	7,126
	Total Equity	77,726	79,397	65,894
		12.63%	9.21%	10.81%
Net Profit Margin				
	Net Profit	9,813	7,316	7,126
	Revenues	33,375	28,967	24,230
		29.40%	25.26%	29.41%

METRO PACIFIC TOLLWAYS CORPORATION
(A Subsidiary of Metro Pacific Investments Corporation)
AND SUBSIDIARIES

5th Floor, Rockwell Business Center Tower 1, Ortigas Avenue, Pasig City

RECONCILIATION OF RETAINED EARNINGS AVAILABLE FOR DIVIDEND DECLARATION

As at December 31, 2024

(Amounts in Millions)

Unappropriated Retained Earnings, beginning of reporting period	₱5,537
Less: Items that are directly debited to Unappropriated Retained Earnings	
Dividend declaration during the reporting period	(3,686)
Unappropriated Retained Earnings, as adjusted	1,851
Add/Less: Net income for the current year	2,422
Add: Unrealized income recognized in the profit or loss in prior reporting periods but realized in the current reporting period (net of tax)	
Realized fair value adjustment (mark-to-market gains) of financial instruments at fair value through profit or loss (FVTPL)	16
Total Retained Earnings, end of the reporting period available for dividend	₱4,289

METRO PACIFIC TOLLWAYS CORPORATION
(A Subsidiary of Metro Pacific Investments Corporation)
AND SUBSIDIARIES

5th Floor, Rockwell Business Center Tower 1, Ortigas Avenue, Pasig City

Supplementary Schedules under Annex 68-J

Pursuant to Securities Regulation Code (SRC) Rule 68, as Amended (2011)

December 31, 2024

Schedule A. Financial Assets

Name of issuing entity and association of each issue	Number of shares or principal amount of bonds and notes	Amount shown in the statements of financial position	Value based on market quotation at end of reporting period (in Millions)	Income received and accrued
Cash and cash equivalents and restricted cash		₱12,879	₱—	₱461
Receivables ^(a)		3,257	—	—
Financial assets at FVTPL				
BDO	2,128,084,439 shares	2,135	2,135	58
AB CAPITAL	8,061,727 shares	10	10	—
MBTC	3,906,980 shares	5	5	—
PSBank	9,925 shares	1	1	—
BPI	4,019 shares	1	1	—
Financial assets at OCI				
PT Kawasan Industri Jababeka Tbk (PT Kawasan)	5,204,910,052 shares	156	156	—
SMC Skyway Corporation (SMCSC)	1,379,674 shares	2,234	2,234	—
Investment in quoted club shares	1 share	8	8	—
Other Noncurrent Assets				
Finance lease receivable		1,226	—	100
Concession financial receivables		1,132	—	162
		₱23,044	₱4,550	₱781

^(a) Excluding advances to officers and employees and current portion of finance lease receivable and concession financial receivables.

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

Schedule B: Amounts Receivable from Directors, Officers, Employees, Related Parties and Principal Stockholders (Other than Related Parties)							
Name and designation of debtor	Balance at beginning of period	Additions	Deductions		Current	Non-current	Balance at end of period
			Amounts collected	Amounts written-off			
(in Millions)							
Receivables:							
Advances to officers and employees	₱129	₱1	₱—	₱—	₱130	₱—	₱130
Due from related parties:							
PLDT - Associate of FPC	63	17	(69)	—	11	—	11
Meralco - Associate of MPIC	7	247	—	—	254	—	254
JJC - Associate of MPTIS		353	—	—	353	—	353
	₱199	₱618	(₱69)	₱—	₱748	₱—	₱748

Schedule C. Amounts Receivable from Related Parties which are eliminated during Consolidation of Financial Statements

Schedule C: Amounts Receivable from Related Parties which are eliminated during Consolidation of Financial Statements							
Name and designation of debtor	Balance at beginning of period	Additions	Deductions		Current	Non-current	Balance at end of period
			Amounts collected	Amounts written-off			
				(in Millions)			
MPCALA	₱127	₱338	(₱307)	₱—	₱158	₱—	₱158
MPTIS	2,641	225	(427)	—	2,439	—	2,439
MPT Mobility	332	830	—	—	1,162	—	1,162
CCLEC	68	130	(138)	—	60	—	60
CIC	17	297	(264)	—	50	—	50
MPT South	643	—	—	—	643	—	643
NLEX Corp.	257	1,683	(1,544)	—	396	—	396
MSIHI	181	—	—	—	181	—	181
MPT SMC	193	15	(15)	—	193	—	193
MPTC	20	141	(134)	—	27	—	27
MPT Vizmin	101	—	—	—	101	—	101
ESC	24	13	—	—	37	—	37
Dibztech	25	31	—	—	56	—	56
SAVVICE	3	180	(167)	—	16	—	16
Metro Pacific Tollways Asia, Corporation Pte. Ltd.	—	3	(2)	—	1	—	1
Others	20	—	—	—	20	—	20
	₱4,652	₱3,886	(₱2,998)	₱—	₱5,540	₱—	₱5,540

Schedule D. Intangible Assets

Description	Beginning balance	Additions at cost	Charged to cost and expenses	Charged to other accounts	Other changes: additions (deductions)	Ending balance
<i>(in Millions)</i>						
Service Concession Assets						
Cost	₱204,020	₱17,337	₱—	₱—	(₱980)	₱220,377
Accumulated amortization	(18,840)	—	(2,480)	—	(54)	(21,374)
Carrying values	185,180	17,337	(2,480)	—	(1,034)	199,003
Goodwill and Other Intangible Assets						
Cost	10,377	187	—	—	(36)	10,528
Accumulated amortization	(223)	—	(38)	—	—	(261)
Impairment	—	(28)	—	—	—	(28)
Carrying values	10,154	159	(38)	—	(36)	10,239
	₱195,334	₱17,496	(₱2,518)	₱—	(₱1,070)	₱209,242

Schedule E. Long-Term Debt

Title of issue and type of obligation	Amount authorized by indenture	Amount shown under caption “Current portion of long-term debt” in related statement of financial position	Amount shown under caption “Long-term debt” in related statement of financial position	Total	Interest rate	Final Maturity date
<i>(in Millions)</i>						
Short-term loans						
Short-term loans	₱33,797	₱33,797	₱—	₱33,797	4.70%-6.70%	2025 to 2026
Peso-denominated Notes, Loans and Bonds:						
Term Loan Facilities	107,103	6,033	100,377	106,410	4.04%-8.90%	2025 to 2026
Fixed-rate Bonds	6,000	3,995	1,989	5,984	6.60%-6.90%	2025 and 2028
Corporate Notes	20,000	2,243	12,946	15,189	4.09%-6.86%	2027 and 2030
Foreign currency-denominated Loans (Indonesian Rupiah):						
Term Loan Facilities	23,925	451	11,026	11,477	7.85%	2025 to 2036
Syndicated Loan Facility	4,057	645	17,250	17,895	7.50%-9.00%	2025 to 2036
	₱194,882	₱47,164	₱143,588	₱190,752		

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

Name of related party	Balance at beginning of period	Balance at end of period
Not applicable. No long-term loan from related party		

Schedule G. Guarantees of Securities of Other Issuers

Name of issuing entity of securities guaranteed by the Company for which this statement is filed	Title of issue of each class of securities guaranteed	Total amount guaranteed and outstanding	Amount owned by person for which statement is filed	Nature of guarantee
Not applicable.				

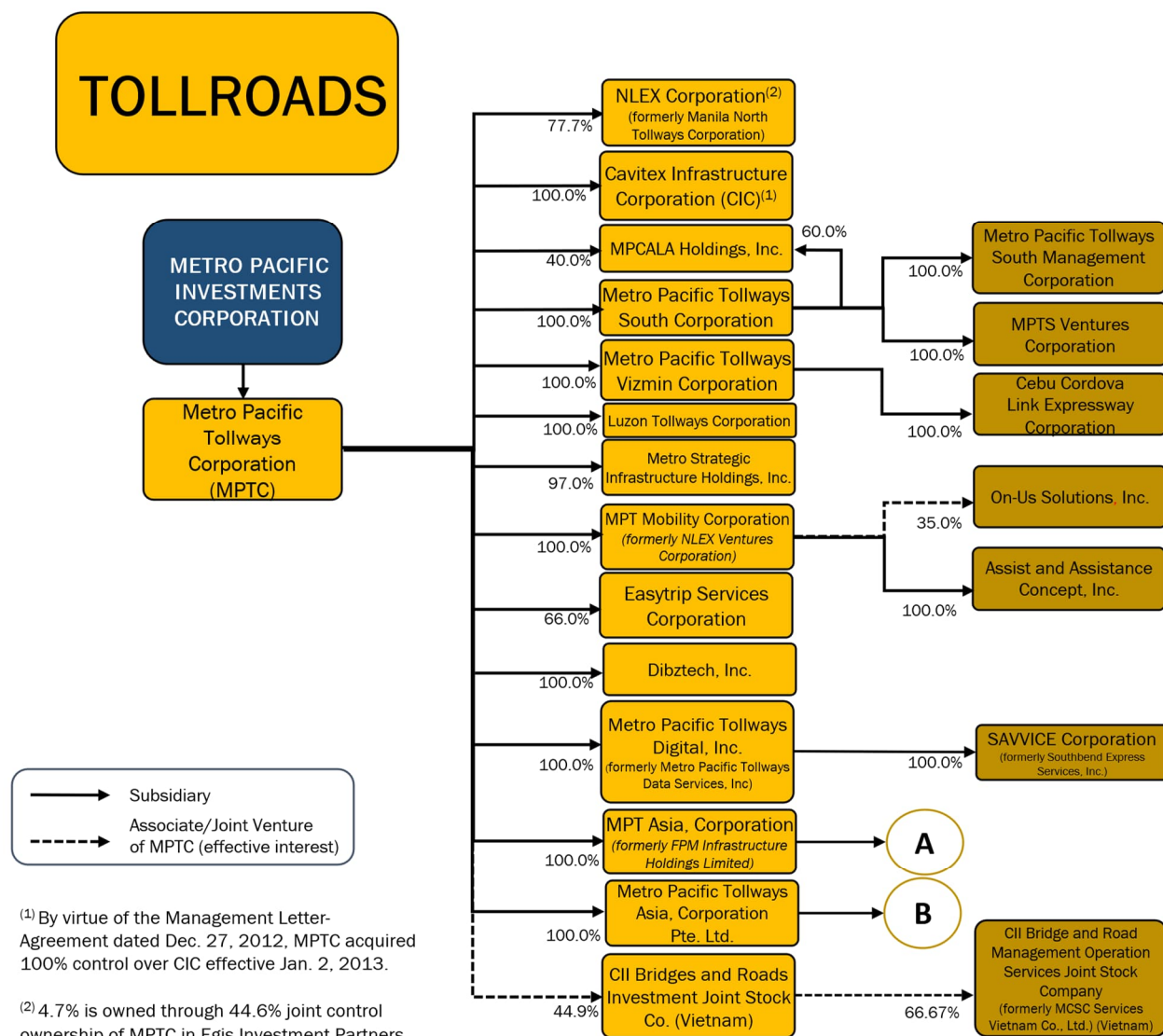
Schedule H. Capital Stock

Title of issue	Number of shares authorized	Number of shares issued and outstanding as shown under related statement of financial position caption	Number of shares reserved for options, warrants, conversion and other rights	Number of shares held by related parties	Directors, officers and employees	Others
Common shares	25,525,000	22,527,001	—	22,506,685	10	20,306

METRO PACIFIC TOLLWAYS CORPORATION
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AND SUBSIDIARIES

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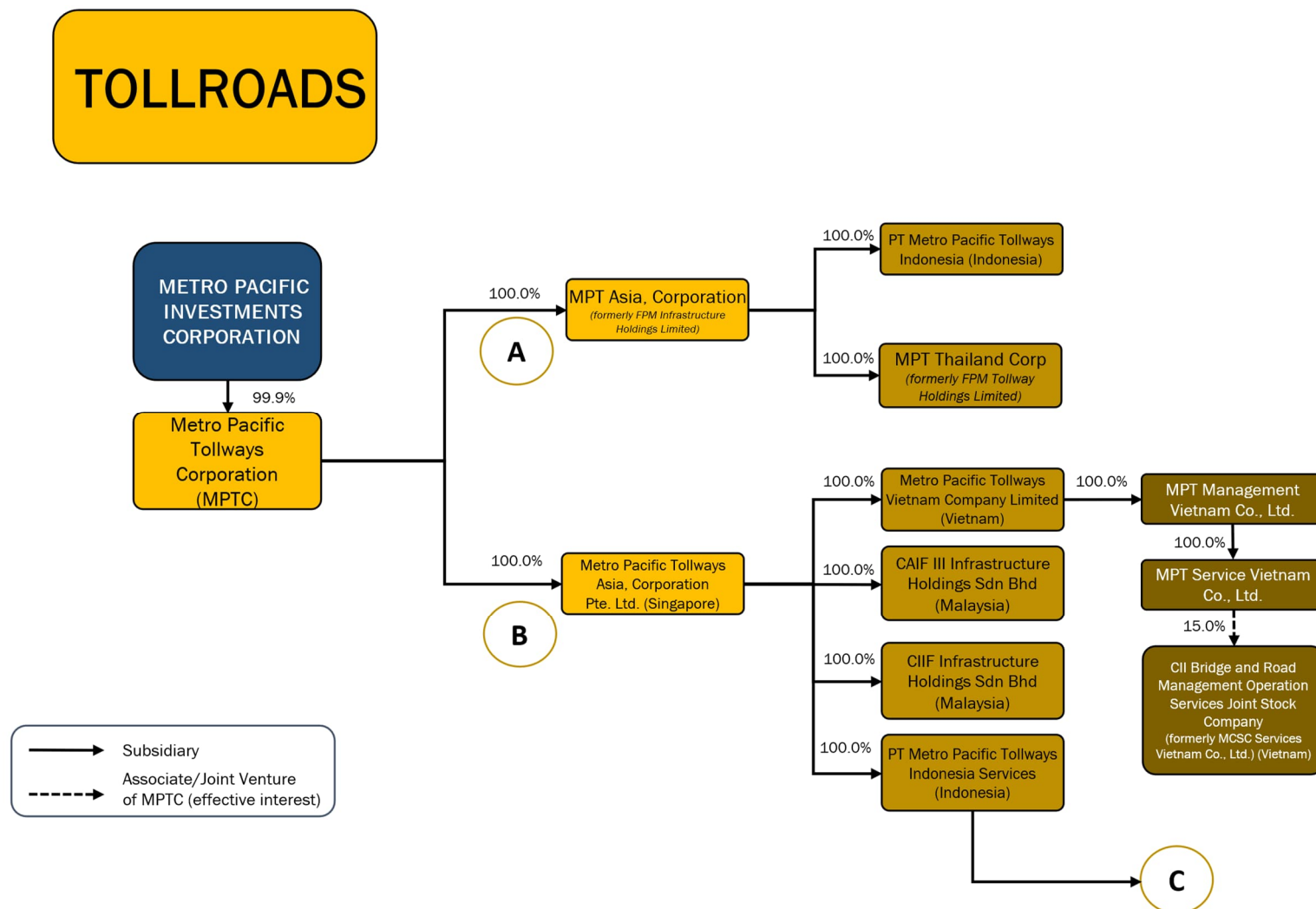
MAP OF RELATIONSHIPS OF THE COMPANIES WITHIN THE GROUP



METRO PACIFIC TOLLWAYS CORPORATION
(A Subsidiary of Metro Pacific Investments Corporation)
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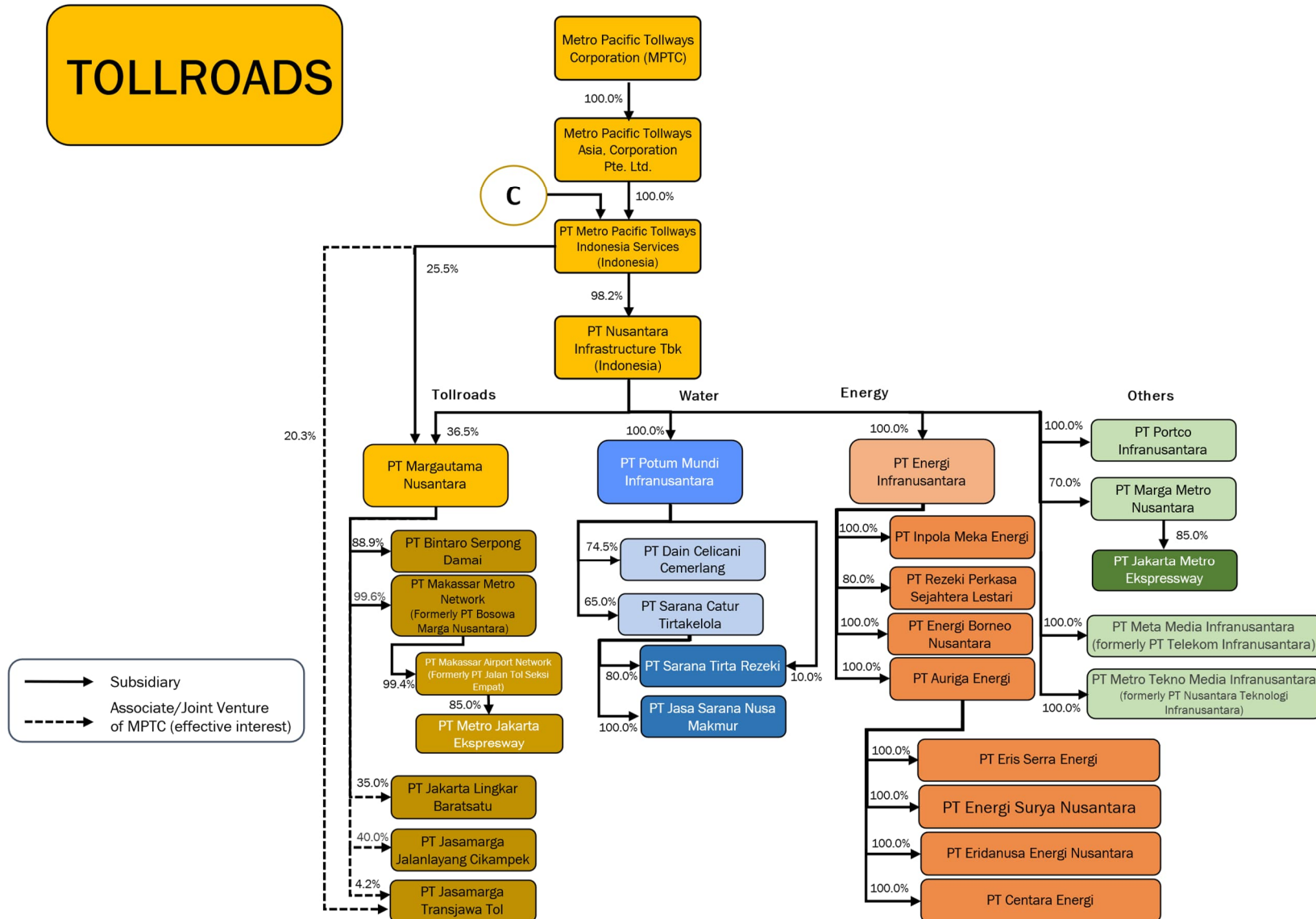
MAP OF RELATIONSHIPS OF THE COMPANIES WITHIN THE GROUP



METRO PACIFIC TOLLWAYS CORPORATION
(A Subsidiary of Metro Pacific Investments Corporation)
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5th Floor, Rockwell Business Center Tower 1, Ortigas Avenue, Pasig City

MAP OF RELATIONSHIPS OF THE COMPANIES WITHIN THE GROUP



September 24, 2025

SECURITIES AND EXCHANGE COMMISSION

SEC Building, EDSA Greenhills

Mandaluyong City

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

The Management of **Metro Pacific Tollways Corporation and its Subsidiaries** (the Company) is responsible for the preparation and fair presentation of the interim consolidated financial statements including the schedules attached therein, as at June 30, 2025 and December 31, 2024, and for the six-months period ended June 30, 2025 and 2024, in accordance with Philippine Financial Reporting Standards, and for such internal control as management determines is necessary to enable the preparation of the interim consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the interim consolidated 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 cease operations, or has no realistic alternative but to do so.

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

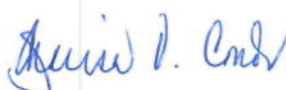
Those charged with governance reviews and approves the interim consolidated financial statements including the schedules attached therein, and submits the same to the stockholders.

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



MR. GILBERT F. SANTA MARIA

President/Chief Executive Officer



MS. MARISA V. CONDE

Treasurer/Chief Financial Officer



MR. DENNIS C. CO

Comptroller



MR. MANUEL V. PANGILINAN

Chairman of the Board of Directors

ACKNOWLEDGEMENT

Republic of the Philippines}
City of **CITY OF PASIG** } S.S.

BEFORE ME, on this **SEP 25 2025** day of _____ 2025, a Notary Public for and in the City
of **CITY OF PASIG**, personally appeared:

Name	Competent Evidence of Identity	Issued On/At
Manuel V. Pangilinan	PASSPORT P9969361A	18 DEC 2018 DFA NR EAST
Gilbert F. Santa Maria	PASSPORT P3126631B	08 SEP 2019 DFA MANILA
Marisa V. Conde	PASSPORT P6896985C	16 APR 2024 DFA NR CENTRAL
Dennis C. Co	PASSPORT P5162076B	28 APR 2010 PE BRUNEI

known to me to be the same person who executed the foregoing instrument consisting of _____ () pages including this page wherein this acknowledgement is written, signed by him/her and his/her instrumental witnesses, and he/she acknowledged to me that the same is his/her own free and voluntary act and deed as well as that of the juridical entity he/she represents.

WITNESS MY HAND AND SEAL on the date and place first above written.

Doc No. 5;
Doc No. 2;
Doc No. 75;
Series of 2025



ATTY. MA. VICTORIA T. FLORES
NOTARY PUBLIC for the City of Pasig
Until Dec. 31, 2026
PTR No. 3020629, Pasig City, 1.2.25
Roll No. 35054/IBP No. 461133, 9.12.24
MCLE Compliance No. VIII-0008941
39 Ortigas Ave. Extn., Rosario, Pasig City

COVER SHEET

for

AUDITED FINANCIAL STATEMENTS

						4	0	5	9	0

COMPANY NAME

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

A	C	F	S

C	R	M	D

	N	A	

COMPANY INFORMATION

mptcsec@mptc.com.ph

(632) 8894-8700

09994579636

246

Third Thursday of June

December 31

CONTACT PERSON INFORMATION	
NAME	
PHONE	
EMAIL	
ADDRESS	
CITY	
STATE	
ZIP	

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

Marisa V. Conde

mvconde@mptc.com.ph

(632) 8894-8700

—

CONTACT PERSON's ADDRESS	

5th Floor, Rockwell Business Center Tower 1, Ortigas Avenue, Pasig 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 Stockholders
Metro Pacific Tollways Corporation
5th Floor, Rockwell Business Center
Tower 1, Ortigas Avenue
Pasig City

Report on the Audit of the Interim Consolidated Financial Statements

Opinion

We have audited the consolidated financial statements of Metro Pacific Tollways Corporation (a subsidiary of Metro Pacific Investments Corporation) and its subsidiaries (the Company), which comprise the interim consolidated statements of financial position as at June 30, 2025 and December 31, 2024, and the interim consolidated statements of income, interim consolidated statements of comprehensive income, interim consolidated statements of changes in equity and interim consolidated statements of cash flows for the six-month periods ended June 30, 2025 and 2024, and notes to the interim consolidated financial statements, including material accounting policy information.

In our opinion, the accompanying interim consolidated financial statements present fairly, in all material respects, the interim consolidated financial position of the Company as at June 30, 2025 and December 31, 2024, and its interim consolidated financial performance and its interim consolidated cash flows for the six-month periods ended June 30, 2025 and 2024 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 Interim Consolidated Financial Statements* section of our report. We are independent of the Company in accordance with the Code of Ethics for Professional Accountants in the Philippines (Code of Ethics) together with the ethical requirements that are relevant to our audit of the interim consolidated financial statements in the Philippines, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of Management and Those Charged with Governance for the Interim Consolidated Financial Statements

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



In preparing the interim consolidated 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 Interim Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the interim consolidated 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 consolidated financial statements.

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

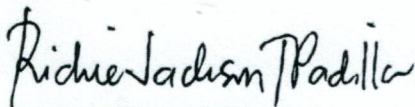
- Identify and assess the risks of material misstatement of the interim consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The 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 interim consolidated 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 interim consolidated financial statements, including the disclosures, and whether the interim consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.



- Plan and perform the group audit to obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group as a basis for forming to express an opinion on the interim consolidated financial statements. We are responsible for the direction, supervision and review of the audit worked performed for the purposes of the group audit. We remain solely responsible for our audit opinion.

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, actions taken to eliminate threats or safeguards applied.

SYCIP GORRES VELAYO & CO.



Richie Jackson T. Padilla
Partner

CPA Certificate No. 125656

Tax Identification No. 267-165-440

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

BIR Accreditation No. 08-001998-152-2022, November 7, 2022, valid until November 6, 2025

PTR No. 10465358, January 2, 2025, Makati City

September 24, 2025



METRO PACIFIC TOLLWAYS CORPORATION
(A Subsidiary of Metro Pacific Investments Corporation)
AND SUBSIDIARIES

INTERIM CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

(Amounts in Millions)

	June 30	December 31
	2025	2024
ASSETS		
Current Assets		
Cash and cash equivalents (Notes 7 and 32)	₱15,101	₱9,530
Restricted cash (Notes 7 and 32)	2,433	3,349
Receivables (Notes 8, 21 and 32)	6,174	3,603
Financial assets at fair value through profit or loss (FVTPL) (Notes 15, 32 and 33)	1,518	2,152
Financial assets at fair value through other comprehensive income (FVOCI) (Notes 15, 32 and 33)	145	156
Due from related parties (Notes 21 and 32)	164	618
Other current assets (Note 9)	8,786	7,234
Total Current Assets	34,321	26,642
Noncurrent Assets		
Service concession assets (Note 11)	208,443	199,003
Investments in associates and joint venture (Note 10)	60,551	63,645
Goodwill and other intangible assets (Note 13)	10,168	10,239
Property and equipment (Note 12)	3,362	3,388
Financial assets at FVOCI (Notes 15 and 33)	2,242	2,242
Advances to contractors, consultants and suppliers (Notes 9, 21 and 32)	902	1,099
Investment properties (Note 14)	865	842
Deferred tax assets - net (Note 30)	190	156
Other noncurrent assets (Notes 16 and 32)	2,909	3,264
Total Noncurrent Assets	289,632	283,878
	₱323,953	₱310,520

LIABILITIES AND EQUITY

Current Liabilities

Accounts payable and other current liabilities (Notes 17, 21 and 32)	₱16,952	₱16,711
Income tax payable	884	801
Short-term loans (Notes 19, 32 and 33)	44,994	33,797
Current portion of:		
Long-term debt (Notes 19, 32 and 33)	15,032	13,367
Service concession fees payable (Notes 20 and 32)	4,415	—
Provisions (Note 18)	925	640
Due to related parties (Note 21)	47	70
Consumer financing liabilities	5	6
Total Current Liabilities	83,254	65,392

(Forward)



	June 30 2025	December 31 2024
Noncurrent Liabilities		
Noncurrent portion of:		
Long-term debt (Notes 19, 32 and 33)	₱147,841	₱143,588
Service concession fees payable (Notes 20 and 32)	16,884	17,892
Provisions (Note 18)	1,463	1,247
Due to related parties (Note 21)	519	519
Consumer financing liabilities	2	7
Deferred tax liabilities - net (Note 30)	3,157	3,404
Accrued retirement costs (Notes 4 and 26)	634	633
Other noncurrent liabilities	175	112
Total Noncurrent Liabilities	170,675	167,402
Total Liabilities	253,929	232,794
Equity (Note 22)		
Capital stock	6,779	6,779
Additional paid-in capital	32,730	32,730
Deposits for future stock subscription	1	1
Equity adjustment on reverse acquisition	(581)	(581)
Retained earnings	25,612	23,101
Treasury shares	(137)	(137)
Other comprehensive income reserve	(1,560)	673
Other reserves	(5,072)	133
Total equity attributable to equity holders of the Parent	57,772	62,699
Non-controlling interests	12,252	15,027
Total Equity	70,024	77,726
	₱323,953	₱310,520

See accompanying Notes to Interim Consolidated Financial Statements.



METRO PACIFIC TOLLWAYS CORPORATION
(A Subsidiary of Metro Pacific Investments Corporation)
AND SUBSIDIARIES

INTERIM CONSOLIDATED STATEMENTS OF INCOME

(Amounts in Millions)

	Period Ended June 30	
	2025	2024
OPERATING REVENUES		
Toll fees (net of discounts amounting to ₱179.8 million in 2025 and ₱187.4 million in 2024)	₱18,120	₱15,368
Non-toll revenues (Note 23)	942	813
TOTAL REVENUES	19,062	16,181
COST OF SERVICES (Note 24)	(6,741)	(5,789)
GROSS PROFIT	12,321	10,392
Construction revenue (Note 11)	5,547	7,242
Construction costs (Note 11)	(5,547)	(7,242)
General and administrative expenses (Note 25)	(1,781)	(2,379)
	10,540	8,013
OTHER INCOME (EXPENSES)		
Interest expense and other finance costs (Note 28)	(5,143)	(3,011)
Equity in net earnings of associates and joint venture (Note 10)	1,001	48
Interest income (Note 27)	328	338
Foreign exchange loss - net	(15)	(7)
Other income (Note 29)	54	816
	(3,775)	(1,816)
INCOME BEFORE INCOME TAX	6,765	6,197
PROVISION FOR (BENEFIT FROM) INCOME TAX (Note 30)		
Current	1,855	1,596
Deferred	(19)	(88)
	1,836	1,508
NET INCOME	₱4,929	₱4,689
Attributable to:		
Equity holders of the Parent Company	₱3,498	₱2,694
Non-controlling interests	1,431	1,995
	₱4,929	₱4,689

See accompanying Notes to Interim Consolidated Financial Statements.



METRO PACIFIC TOLLWAYS CORPORATION
(A Subsidiary of Metro Pacific Investments Corporation)
AND SUBSIDIARIES

INTERIM CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

(Amounts in Millions)

	Period Ended June 30	
	2025	2024
NET INCOME	₱4,929	₱4,689
OTHER COMPREHENSIVE INCOME (LOSS) (Note 22)		
<i>Other comprehensive loss to be reclassified to profit or loss in subsequent periods:</i>		
Exchange differences on translation of foreign operations	(2,602)	(1,416)
<i>Other comprehensive income (loss) not to be reclassified to profit or loss in subsequent periods:</i>		
Gain (loss) on change in fair value of equity instruments at FVOCI (Notes 15 and 22)	(11)	515
Income tax effect (Notes 22 and 30)	3	(129)
TOTAL OTHER COMPREHENSIVE LOSS	(2,610)	(1,030)
TOTAL COMPREHENSIVE INCOME	₱2,319	₱3,659
Attributable to:		
Equity holders of the Parent Company	₱1,265	₱1,667
Non-controlling interests	1,054	1,992
	₱2,319	₱3,659

See accompanying Notes to Interim Consolidated Financial Statements.



METRO PACIFIC TOLLWAYS CORPORATION
(A Subsidiary of Metro Pacific Investments Corporation)
AND SUBSIDIARIES

INTERIM CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

For the Six-Month Periods Ended June 30, 2025 and 2024

(Amounts in Millions)

	Attributable to Equity Holders of the Parent Company										
	Capital Stock	Additional Paid-in Capital	Deposits for Future Stock Subscription	Equity Adjustment on Reverse Acquisition	Retained Earnings	Treasury Shares	Comprehensive Income Reserve	Other Reserves	Total	Non-controlling Interests	Total Equity
	(Note 22)	(Note 22)	(Note 22)	(Note 22)	(Note 22)	(Note 22)	(Note 22)	(Note 22)			
At January 1, 2025	₱6,779	₱32,730	₱1	(₱581)	₱23,101	(₱137)	₱673	₱133	₱62,699	₱15,027	₱77,726
Acquisition of additional shares in subsidiaries (Note 5)	—	—	—	—	—	—	—	(5,205)	(5,205)	(2,418)	(7,623)
Total comprehensive income for the year:											
Net income for the year	—	—	—	—	3,498	—	—	—	3,498	1,431	4,929
Other comprehensive income for the year	—	—	—	—	—	—	(2,233)	—	(2,233)	(377)	(2,610)
Cash dividends (Notes 6, 17 and 22)	—	—	—	—	(987)	—	—	—	(987)	(1,411)	(2,398)
At June 30, 2025	₱6,779	₱32,730	₱1	(₱581)	₱25,612	(₱137)	(₱1,560)	(₱5,072)	₱57,772	₱12,252	₱70,024
At January 1, 2024	₱6,779	₱32,730	₱1	(₱581)	₱20,524	(₱137)	₱51	₱2,564	₱61,931	₱17,466	₱79,397
Effect of amendment to PAS 12 of a subsidiary (Note 3)	—	—	—	—	(195)	—	—	—	(195)	—	(195)
Acquisition of additional shares in subsidiaries (Note 5)	—	—	—	—	—	—	—	(645)	(645)	(2,956)	(3,601)
Total comprehensive income for the year:											
Net income for the year	—	—	—	—	2,694	—	—	—	2,694	1,995	4,689
Other comprehensive loss for the year	—	—	—	—	—	—	(1,027)	—	(1,027)	(3)	(1,030)
Cash dividends (Notes 6, 17 and 22)	—	—	—	—	(1,134)	—	—	—	(1,134)	(265)	(1,399)
At June 30, 2024	₱6,779	₱32,730	₱1	(₱581)	₱21,889	(₱137)	(976)	₱1,919	₱61,624	₱16,237	₱77,861

See accompanying Notes to Interim Consolidated Financial Statements.



METRO PACIFIC TOLLWAYS CORPORATION
(A Subsidiary of Metro Pacific Investments Corporation)
AND SUBSIDIARIES

INTERIM CONSOLIDATED STATEMENTS OF CASH FLOWS

(Amounts in Millions)

	Period Ended June 30	
	2025	2024
OPERATING ACTIVITIES		
Income before income tax	₱6,765	₱6,197
Adjustments to reconcile income before tax to net cash flows:		
Interest expense and other finance costs (Note 28)	5,090	2,980
Amortization of service concession assets (Notes 11 and 24)	1,371	1,209
Depreciation (Notes 12, 14, 24 and 25)	248	201
Provision for ECL (Notes 8 and 25)	1	131
Amortization of other intangible assets (Notes 13 and 25)	16	9
Unrealized foreign exchange loss	15	7
Gain on fair value changes of financial assets (Notes 15 and 29)	(13)	(13)
Dividend income (Notes 15 and 29)	(28)	(72)
Interest income (Note 27)	(328)	(338)
Equity in net earnings of associates and joint venture (Note 10)	(1,001)	(48)
Gain on reversal of earn-out liability (Notes 10 and 29)	–	(679)
Loss on sale of property and equipment (Notes 12 and 29)	1	–
Operating income before working capital changes	12,137	9,584
Working capital changes:		
Decrease (increase) in:		
Restricted cash	887	(718)
Other current assets	(1,552)	1,634
Receivables	(2,611)	(777)
Due from related parties	454	(96)
Other noncurrent assets	259	13
Increase (decrease) in:		
Accounts payable and other current liabilities	(17)	(338)
Due to related parties	(23)	5
Provisions	476	159
Income tax paid	(1,772)	(1,492)
Net cash flows from operating activities	8,238	7,974

(Forward)



	Period Ended June 30	
	2025	2024
INVESTING ACTIVITIES		
Acquisition of financial assets at FVTPL (Note 15)	(₱3,281)	(₱6,040)
Additions to:		
Service concession assets (Notes 11 and 35)	(6,974)	(8,924)
Property and equipment (Note 12)	(206)	(328)
Investment properties (Note 14)	(38)	(25)
Investment in associates (Note 10)	–	(50)
Other intangible assets (Note 13)	–	(199)
Proceeds from:		
Sale or maturity of financial assets at FVTPL (Note 15)	3,928	6,084
Sale of property and equipment	1	–
Financial lease receivable	82	–
Dividends received (Notes 8, 15 and 29)	51	307
Released from debt servicing account	29	13,174
Interest received (Note 35)	326	337
Advances to contractors, consultants and suppliers	–	(584)
Decrease (increase) in other noncurrent assets	253	(120)
Net cash flows from (used in) investing activities	(5,829)	3,632
FINANCING ACTIVITIES		
Proceeds from long-term debts and short-term loans (Note 19)	23,817	13,375
Cash outflow from disposal of interest in a subsidiary (Note 5)	–	(211)
Payments of:		
Long-term debts and short-term loans	(5,581)	(21,709)
Interest on long-term debts and short-term loans	(6,329)	(2,454)
Dividends to stockholders (Notes 17 and 22)	(984)	(1,134)
Dividends to non-controlling stockholders (Note 17)	(1,104)	(921)
Debt issue costs (Note 19)	(121)	(45)
Principal portion of lease liabilities and related interest	(24)	(148)
Acquisition of non-controlling interest (Note 5)	(7,623)	(3,388)
Net cash flows from (used in) financing activities	2,051	(16,635)
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	4,460	(5,029)
EFFECT OF EXCHANGE RATE CHANGES ON CASH AND CASH EQUIVALENTS	1,111	(1,516)
CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD (Note 7)	9,530	15,301
CASH AND CASH EQUIVALENTS AT END OF PERIOD (Note 7)	₱15,101	₱8,756

See accompanying Notes to Interim Consolidated Financial Statements.



METRO PACIFIC TOLLWAYS CORPORATION
(A Subsidiary of Metro Pacific Investments Corporation)
AND SUBSIDIARIES

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS

1. Corporate Information

General

Metro Pacific Tollways Corporation (MPTC or the Parent Company) was incorporated in the Philippines and registered with the Philippine Securities and Exchange Commission (SEC) on February 24, 1970. The primary purpose of MPTC is that of investment holding.

MPTC is 99.9% owned by Metro Pacific Investments Corporation (MPIC). MPIC shares were previously listed in and traded through the Philippine Stock Exchange (“PSE”). On September 29, 2023, the PSE approved MPIC’s Petition for Voluntary Delisting and accordingly ordered the delisting of the latter’s shares from the Official Registry of the Exchange effective on October 9, 2023. Furthermore, on November 12, 2024, SEC approved MPIC’s Petition for Voluntary Revocation of Registration of Securities and Certificate of Permit to Sell Securities to the Public.

On September 26, 2024, MPIC entered into a Framework Agreement with Mit-Pacific Infrastructure Holdings, Inc. (MPIH). Under the agreement, the parties agreed on the following:

- The proposed buyback by MPIC of 4,577,488 common shares of MPIC from MPIH, representing 50% of the common shares of MPIC held by MPIH, or approximately 7.3% of the total outstanding common shares of MPIC, for a total buyback price of ₱11,901.0 million;
- The proposed issuance of MPIC of an exchangeable bond to MPIH (“MPIH EB”) for an aggregate subscription price of ₱11,901.0 million. The MPIH EB will be exchangeable for 1,495,258 MPTC shares held by MPIC, representing approximately 6.6% interest in MPTC;
- The consideration for the buyback shall be payable by MPIC to MPIH in cash in full at closing.

MPIH stake in MPIC was reduced to approximately 7.8% after the transaction was completed on January 17, 2025. The exchangeable bond is mandatorily exchangeable 10 years from closing date or upon expiration of lock-up period if a listing event occurs prior to maturity date. Upon the exchange of the MPIH EB in full, MPIC and MPIH shall have approximately 93.3% and 6.6% interest in MPTC, respectively.

Metro Pacific Holdings, Inc. (MPHI) owns 49.90% and 46.28% of the total issued and outstanding common shares of MPIC as at June 30, 2025 and December 31, 2024, respectively. As sole holder of the voting Class A Preferred Shares, MPHI’s combined voting interest as a result of all of its shareholdings is estimated at 61.82% and 58.34% as at June 30, 2025 and December 31, 2024, respectively.

MPHI is a Philippine corporation whose stockholders are Enterprise Investment Holdings, Inc. (EIH; 60.0% interest), Intalink B.V. (26.7% interest) and First Pacific International Limited (FPIL; 13.3% interest). First Pacific Company Limited (FPC), a company incorporated in Bermuda and listed in Hong Kong, through its subsidiaries, Intalink B.V. and FPIL, holds 40.0% equity interest in EIH and investment financing which under Hong Kong Generally Accepted Accounting Principles, require FPC to account for the results and assets and liabilities of EIH and its subsidiaries as part of FPC group of companies in Hong Kong.



The registered office address of the Company is 5th Floor, Rockwell Business Center Tower 1, Ortigas Avenue, Pasig City, Philippines.

The interim consolidated financial statements were approved and authorized for issuance by the Parent Company's Board of Directors (BOD) on September 24, 2025, as reviewed and recommended for approval by the Audit Committee of the BOD.

Status of Operations

MPTC and its subsidiaries' (collectively referred to as the "Company" or "MPTC Group") current liabilities exceeded its current assets by ₱48,933 million and ₱38,750 million as at June 30, 2025 and December 31, 2024, respectively. The increase in excess of current liabilities over current assets as at June 30, 2025 and December 31, 2024 is mainly driven by short-term loans taken by the Parent Company to fund the acquisitions of new investments and non-controlling interests in existing subsidiaries (see Note 5).

Management believes that the Company will be able to pay, roll over, and/or convert the short-term loans to long term when they fall due. Accordingly, the use of going concern assumption is appropriate considering the following:

- The Company has available unused credit facilities from reputable banks that will provide sufficient working capital financing for it to meet its objectives and future financial obligations.
- The Company has a pipeline of long-term debt raising and short-term debt reduction for 2025. Additionally, the Company has subsequently obtained and are in the talks with reputable banks in obtaining long-term debt structures to fund or convert the maturing short-term loans.

Tollway Operations

MPTC Group entered into various concession agreements for the design, funding, management, operation and maintenance (O&M) of toll roads and related facilities within and outside the Philippines.

A complete list of the Company's subsidiaries is presented in Note 37 to the interim consolidated financial statements.

Manila North Expressway Project (MNEP). In April 1998, NLEX Corporation (NLEX Corp.) was granted the concession for the rehabilitation, modernization, expansion and operation of the NLEX, including the installation of appropriate collection system therein referred to as the MNEP. The MNEP consists of three (3) phases as follows:

Phase I	Rehabilitation and expansion of approximately 84-kilometers (km) of the existing NLEX and an 8.5-km stretch of a Greenfield expressway that connects Tipo in Hermosa, Bataan to Subic (Segment 7)
Phase II	Construction of the northern parts of the 17-km circumferential road C-5 which connects the current C-5 expressway to the NLEX and the 5.85-km road from McArthur Highway to Letre
Phase III	Construction of the 57-km Subic arm of the NLEX to Subic Expressway

The construction of Phase I was substantially completed in January 2005. On January 27, 2005, the Toll Regulatory Board (TRB) issued the Toll Operation Permit (TOP) for the O&M of Phase I consisting of Segments 1, 2, 3 and including Segment 7 in favor of NLEX Corp. Thereafter,



NLEX Corp. took over the NLEX from Philippine National Construction Corporation (PNCC) and commenced its tollway operations on February 10, 2005.

Segment 8.1, a portion of Phase II, which is a 2.7-km road designed to link Mindanao Avenue to the NLEX, had officially commenced tollway operation on June 5, 2010. Segment 9, a portion of Phase II, which is a 2.4-km road connecting NLEX to the McArthur Highway, had officially commenced tollway operation on March 19, 2015. The construction of Segment 10, a portion of Phase II, which is a 5.76-km four-lane, elevated expressway that will start from the terminal of Segment 9 in Valenzuela City going to Circumferential Road 3 (C-3 Road) in Caloocan City above the alignment of Philippine National Railway (PNR) tracks, was completed on February 28, 2019 and was officially opened to the public on March 1, 2019. The remaining portion of Phase II is under pre-construction works while Phase III of the NLEX has not yet started as at September 24, 2025.

Subic-Clark-Tarlac Expressway (SCTEX). Pursuant to the Toll Operation Certificate (TOC) received from the TRB and agreements covering the SCTEX, NLEX Corp. has commenced the management, operation and maintenance of the SCTEX on October 27, 2015. The SCTEX is a 93.77-km four-lane divided highway, traversing the provinces of Bataan, Pampanga and Tarlac.

NLEX-South Luzon Expressway (SLEX) Connector Road Project (NLEX-SLEX Connector Road). On November 23, 2016, NLEX Corp. was awarded the concession for the design, financing, construction and O&M of the 8-km elevated NLEX-SLEX Connector Road. The NLEX-SLEX Connector Road is an elevated four-lane toll expressway structure with a length of 8-km passing through and above the right of way of the PNR starting from NLEX Segment 10 at C-3 Road Caloocan City and seamlessly connecting to SLEX through Metro Manila Skyway Stage 3 Project in Manila. As at June 30, 2025 the construction of NLEX-SLEX Connector Road Section 1 is 100% complete with toll collection commenced on August 8, 2023. A portion of section 2, extending up to Ramon Magsaysay Boulevard in Manila, was completed last October 28, 2023, while toll collection started on October 15, 2024. Full completion of the project is dependent on the completion of the interconnection structure that will connect the NLEX-SLEX Connector Road Section 2 to the Metro Manila Skyway Stage 3.

Manila-Cavite Expressway (CAVITEX). MPTC, Cavite Holdings, Inc. (CHI) and Cavite Infrastructure Corp. (CIC) executed a Management Letter Agreement (MLA) on December 27, 2012 for the management of CIC by MPTC starting on January 2, 2013. By virtue of this MLA, MPTC acquired control over CIC and therefore, CIC became a subsidiary of MPTC effective January 2, 2013.

On June 28, 2017, MPTC, CHI and CIC, amended the Management Period to be for such period from January 2, 2013 and while MPTC holds the CHI Preferred Shares, or until MPTC becomes the 100% direct or indirect shareholder of CIC, whichever comes later. As at June 30, 2025 and December 31, 2024, CIC is owned by Metro Pacific Tollways South Corporation, a wholly-owned subsidiary of MPTC, and CHI with interest of 99.2% and 0.08%, respectively.

CIC was incorporated on October 9, 1995 primarily to undertake the design, construction and financing of the CAVITEX in accordance with the terms of the concession granted by the Government of the Republic of the Philippines (ROP or the Grantor) and to receive all revenues arising from the operation thereof. CIC was originally organized to represent United Engineers (Malaysia) Berhad (UEM) and Majlis Amanah Rakyat (MARA), which entered into a joint venture agreement (JVA) with the Philippine Reclamation Authority (PRA) on December 27, 1994.



Under the amended JVA, each of the following expressways shall be constructed in segments. Each segment shall allow partial operation to be carried out as follows:

Phase I	Design and improvement of the R-1 Expressway and the design and construction of the C5 Link Expressway which connects the R-1 Expressway to the South Luzon Expressway
Phase II	Design and construction of the extension of the R-1 Expressway which connects the existing R-1 Expressway at Zapote to Noveleta
Phase III	Design and construction of the Segment 3B for C5 South Link

CIC commenced the rehabilitation of the R-1 Expressway in November 1996 and completed the works in May 1998. On April 29, 2011, as recommended by the independent consultant, the TRB issued the notice to start toll collection on the R-1 Expressway Extension authorizing the implementation of the approved toll rates starting May 1, 2011.

C-5 South Link 3A-1, portion of the CAVITEX Phase II, which is a 2.2-km flyover crossing SLEX traversing Taguig and Pasay City, commenced tollway operation in July 2019. C-5 South Link 3A-2 commenced tollway operation in August 2022 and Segment 2 commenced operation September 2024.

Cavite Laguna Expressway Project (CALAX). On July 10, 2015, MPCALA Holdings, Inc. (MPCALA), a subsidiary of MPTC, was granted the concession to finance, design, construct, operate and maintain the CALAX, including the right to collect toll fees over a 35-year concession period. MPCALA and Department of Public Works and Highways (DPWH) also acknowledge and agree that the concession period shall in no event be extended beyond the 50th anniversary of the operation period.

The CALAX involves the construction of 44.63-km closed-system four-lane toll road from the CAVITEX in Kawit, Cavite through Aguinaldo Highway in Silang, Cavite and ending at the SLEX Mamlasan Interchange in Biñan, Laguna. The CALAX will be divided into two (2) segments as follows:

Cavite Segment	Approximately 26.49-km portion of the CALAX, which starts in Tirona Highway, Kawit, Cavite and ends in Aguinaldo Highway, Silang, Cavite
Laguna Segment	Approximately 18.14-km portion of the CALAX, which starts in Aguinaldo Highway, Silang, Cavite Interchange up to the Greenfield Property in Biñan, Laguna

On October 31, 2019, MPCALA opened the first 10-kilometer stretch of CALAX from Mamlasan Exit in Biñan City, Laguna to the Santa Rosa-Tagaytay Interchange.

On February 10, 2020, TRB issued Notice to Start Collection for the initial toll rates for Subsections 6-8 of the CALAX effective February 11, 2020. MPCALA was granted a provisional initial toll for the 10.7-km segment of CALAX effective on February 11, 2020.

On June 18, 2021, MPCALA received the Toll Operating Permit for CALAX Subsection 5. MPCALA received the TRB's approval on the Toll Fee Matrix of Subsection 5 on June 23, 2021.



On August 24, 2021, MPCALA inaugurated CALAX Subsection 5 which connects Silang East Interchange to Sta. Rosa-Tagaytay Road Interchange. This extends the expressway's operating sections from 10 km to 14.24 km.

On November 8, 2023, MPCALA opened CALAX Subsection 4, which is a 3.82-km stretch from Aguinaldo Highway to Silang East Interchange. MPCALA received the TRB's approval on the Toll Fee Matrix of Subsection 4 on February 10, 2024.

As at September 24, 2025, the construction works for CALAX Cavite Segment is ongoing with percentage of completion approximately 65% and expected completion within the first quarter of 2026.

Cebu-Cordova Link Expressway (CCLEX). On October 3, 2016, Cebu Cordova Link Expressway Corporation (CCLEC), a subsidiary through Metro Pacific Tollways Vizmin Corporation (MPT Vizmin), was awarded the concession for the financing, design, construction, implementation and O&M of CCLEX, a four-lane 8.9-km toll road which will connect Cebu City and Cordova (the "Grantors") and will include a main bridge structure, viaduct, causeway and roadway. CCLEX is located around 7.5-km south of the Mactan-Mandaue Bridge and will take off from the Cebu South Coastal Road crossing the Mactan channel to Mactan Island.

Under the concession agreement, CCLEC is granted the concession to design, finance, construct, operate and maintain the CCLEX, including the right to collect toll fees over a 35-year concession period unless otherwise extended in accordance with the concession agreement. CCLEX total project cost is ₱33.5 billion. No upfront payments or concession fees are to be paid but the grantors shall share 2% of the project's revenue. This is reflected under "PNCC and grantor's share" under "Cost of Services" account in the interim consolidated statements of income (see Note 24).

In 2022, the grantors approved the extension of the concession period to 45 years. In addition, the grantors also approved the extraordinary toll adjustments of ₱2, ₱4, ₱6 for Class 1, 2, 3, respectively starting 2025 and every two (2) years thereafter until 2039 to recoup the additional project costs in accordance with the concession agreement.

CCLEC is already in the commercial operation phase after the CCLEX has been opened to motorists on April 30, 2022. The approved toll rates (value added tax or VAT-inclusive) are ₱90, ₱180, ₱270, and ₱60 for Class 1, 2, 3 and 1M, respectively. The Class 1M refers to motorcycles with engine displacement of 110 cc to 399 cc.

Lapu-Lapu Expressway (LLEX). On June 20, 2025, MPT Vizmin acquired the concession right to construct and operate Lapu-Lapu Expressway (LLEX) Project through the 100% acquisition of LLEX Corp. for a total consideration of ₱1.0 billion (see Note 5).

LLEX Corp. was incorporated and registered with Philippine SEC on May 2, 2022 for the main purpose of implementing the construction and operation of LLEX Project under a JVA with Lapu-Lapu City. With LLEX Corp., MPT Vizmin intends to build a new tollroad that will connect the existing CCLEX to the Mactan-Cebu International Airport (MCIA) in Lapu-Lapu City.

Prior to acquisition by MPT Vizmin, LLEX Corp. is 55% and 45% owned by Ulticon Builders, Inc. (UBI) and Premium Megastructures, Inc. (PMI), respectively. UBI and PMI were the proponents of LLEX Project.



Ujung Pandang toll road [PT Metro Makassar Network, formerly PT Bosowa Marga Nusantara (MMN) concession]. MMN, a subsidiary of PT Metro Pacific Tollways Indonesia Services (PT MPTIS) through PT Nusantara Infrastructure Tbk (PT Nusantara), and PT Jasa Marga (Persero) Tbk (Jasa Marga), a third-party toll road operator in Indonesia, entered into a joint operation agreement for the operations of Ujung Pandang toll road. MMN will operate the said toll road for 30 years and after which, the toll roads, including all the facilities in the area, will be handed over to Jasa Marga. The toll road has been in operation since 1998. PT MPTIS is a wholly owned subsidiary of MPTC through MPT Asia Corporation.

On October 23, 2017, MMN was granted by the Ministry of Public Works of the Republic of Indonesia the extension of the concession period for the Ujung Pandang toll road to April 12, 2043.

Ujung Pandang toll road is a 6.0-km toll road connecting Soekarno-Hatta port in Makassar and A.P. Pettarani road (Urip Sumoharjo flyover). Pettarani toll road, which is an extension of the Ujung Pandang toll road, is a 4.4-km toll road that will connect Soekarno-Hatta Port (Makassar) and Sultan Hasanuddin International Airport to Makassar's business district and city center. The construction of the elevated toll road was completed on March 18, 2021 and the toll collection started in May 2021.

Makassar Section IV toll road {PT Makassar Airport Network [MAN] [formerly PT Jalan Tol Seksi Empat (JTSE)] concession}. MAN, a subsidiary of PT MPTIS through PT Nusantara, entered into a Toll Road Concessionaire Agreement with the Ministry of Public Works of the Republic of Indonesia for the right to develop, operate and maintain Makassar Section IV Toll Road for a period of 35 years, including construction period. The toll road has been in operation since 2008.

Makassar Section IV toll road is a 12-km toll road that connects Tallo Bridge to the Mandai Makassar intersection, providing access to Sultan Hasanuddin International Airport as well as the national road to Maros, Indonesia.

Pondok Aren-Serpong toll road lane [PT Bintaro Serpong Damai (BSD) concession]. BSD, a subsidiary of PT MPTIS through PT Nusantara, entered into a Toll Road Operational Authority Agreement with Jasa Marga for the development and operations of Pondok Aren-Serpong toll road lane for a period of 28 years, including construction period. The toll road has been in operation since 1999.

Pondok Aren-Serpong toll road lane is a 7.3-km toll road that connects Serpong and Pondok Aren, South Tangerang, Indonesia.

2. Service Concession Arrangements

Supplemental Toll Operation Agreement (STOA) for the NLEX

By virtue of Presidential Decree (PD) No. 1113 issued on March 31, 1977 as amended by PD No. 1894 issued on December 22, 1983, PNCC was granted the franchise for the construction, and O&M of toll facilities in the NLEX, SLEX and Metro Manila Expressway. PNCC executed a Toll Operation Agreement (TOA) with the Government of the Republic of the Philippines (ROP), by and through the TRB.

Pursuant to the Joint Venture Agreement (JVA) entered into by PNCC and Metro Pacific Tollways North Corporation (MPTNC) (then First Philippine Infrastructure Development Corporation) on August 29, 1995, PNCC assigned its rights, interests and privileges under its franchise to construct, operate and maintain toll facilities in the NLEX in favor of NLEX Corp., including the design, funding and rehabilitation of the NLEX, and installation of the appropriate collection system therein.



MPTNC, in turn, assigned all its rights, interests and privileges to Segment 7, as defined in the Memorandum of Agreement (MOA) dated March 6, 1995, to NLEX Corp., which assumed all the rights and obligations as a necessary and integral part of the NLEX. The assignment of PNCC's usufructuary rights, interests and privileges under its franchise, to the extent of the portion pertaining to the NLEX, was approved by the then President of the ROP. On October 10, 1995, the Department of Justice (DOJ) issued Opinion No. 102, Series of 1995, noting the authority of the TRB to grant authority to operate a toll facility and to issue the necessary TOC. On November 24, 1995, in a letter by the then Secretary of Justice to the then Secretary of Public Works and Highways, the Secretary of Justice reiterated and affirmed the authority of the TRB to grant authority to operate a toll facility and to issue the necessary TOC in favor of PNCC and its joint venture partner for the proper and orderly construction, O&M of the NLEX as a toll road during the concession period.

In April 1998, the ROP (Grantor), acting by and through the TRB, PNCC (Franchisee) and NLEX Corp. (Concessionaire) executed the STOA for the Manila-North Expressway, whereby the ROP granted NLEX Corp. the rights, obligations and privileges including the authority to finance, design, construct, operate and maintain the project roads as toll roads (the "Concession") commencing upon the date the STOA comes into effect until December 31, 2030 or 30 years after the issuance of the TOP for the last completed phase, whichever is earlier, unless further extended pursuant to the STOA.

The PNCC franchise expired on May 1, 2007. Pursuant to the STOA, the TRB issued the necessary TOC for the NLEX in order to allow the continuation of the Concession. As further discussed in Note 31 to the interim consolidated financial statements, NLEX Corp. pays a certain amount in consideration for the usufructuary rights, interests and privileges under the franchise.

Also, under the STOA, NLEX Corp. shall pay for the Grantor's project overhead expenses based on certain percentages of total construction costs or of periodic maintenance works on the project roads.

Upon expiry of the concession period, NLEX Corp. shall hand-over the project roads to the Grantor without cost, free from any and all liens and encumbrances and fully operational and in good working condition, including any and all existing land acquired, works, toll road facilities and equipment found therein directly related to and in connection with the operation of the toll road facilities.

In October 2008, in consideration of the construction of Segment 8.1, TRB approved NLEX Corp.'s proposal to extend the concession term for Phase I and Segment 8.1 of the NLEX until December 31, 2037.

From 2007 to 2010, NLEX Corp. obtained TRB's approval for certain amendments to the STOA for the MNEP which includes (a) the integration of Segment 10 into Phase II – July 2007; (b) amendment of adjustment formula for the Authorized Toll Rate (ATR) by removing the foreign exchange factor – June 2008; (c) adoption of an integrated operations period for Phase I and Segment 8.1 and extension of the concession period until December 31, 2037 – October 2008; (d) modification of alignments of Phase II Segments 9 and 10 – February 2010; and the following approvals in relation to Phase II Segments 9 and 10 project: (i) adoption of the 2008 TRB approved ATR formula (ATRF) for five (5) years following the completion of Segment 9; (ii) continuation of the implementation of the ATRF for ten (10) years from commercial operation of Segment 10; (iii) approval of the additional ₱6.00 (exclusive of value-added tax or VAT) adjustment to the Open System toll rate upon completion of Segment 10; (iv) continuation of the implementation of the ATRF until 2034; and (v) approval of the additional ₱2.00 (exclusive of value-added tax or VAT) adjustment to the Open System toll rate upon completion of C-3 R-10 Exit Ramp Project.



Agreements covering the SCTEX

On February 26, 2015, NLEX Corp. and the Bases Conversion and Development Authority (BCDA) entered into the Business Agreement (BA) covering the assignment by BCDA to NLEX Corp. of its rights, interest and obligations under the TOA relating to the management and O&M of the SCTEX (which shall include the exclusive right to possess and use the SCTEX toll road and facilities and the right to collect toll). BCDA shall retain all rights, interests and obligations under the TOA relating to the design, construction and financing of the SCTEX. Nevertheless, NLEX Corp. and BCDA hereby acknowledge that BCDA has, as of date of the BA, designed, financed and constructed the SCTEX as an operable toll road in accordance with the TOA.

BCDA is a government instrumentality vested with corporate powers created by virtue of Republic Act (RA) No. 7227. Pursuant to Section 4 (b) of RA No. 7227, BCDA undertook the design, construction and O&M of the SCTEX, a major road project to serve as the backbone of a new economic growth corridor in Central Luzon, pursuant to a TOA entered into between BCDA and the ROP, acting through the TRB, on June 13, 2007. In 2008, TRB has issued in favor of BCDA a TOP authorizing the commercial operations of and the collection of tolls in SCTEX.

The term of the BA shall be from October 27, 2015 (effective date) until October 30, 2043 and may be extended subject to mutual agreement of NLEX Corp. and BCDA and the relevant laws, rules and regulations and required government approvals. At the end of the contract term or upon termination of the BA, the SCTEX, as well as the as-built plans, specifications and operation/repair/maintenance manuals relating to the same shall be turned over to BCDA or its successor-in-interest conformably with law, and in all cases in accordance with and subject to the terms and conditions of the STOA. The STOA, which was a supplement to and revision to the TOA, was entered into, by and among the ROP, acting through the TRB, BCDA and NLEX Corp. on May 22, 2015, in order to fully allow NLEX Corp. to exercise its rights and interests under the BA.

In consideration for the assignment by BCDA to NLEX Corp. of its rights to and interests in SCTEX, NLEX Corp. paid BCDA an upfront cash of ₱3.5 billion (inclusive of VAT) upon effectivity of the BA (the Upfront Payment). NLEX Corp. shall also pay BCDA monthly concession fees amounting to 50% of the Audited Gross Toll Revenues of SCTEX for the relevant month from Effective Date to October 30, 2043. NLEX Corp. recorded concession fees of ₱1,367.7 million and ₱1,161.0 million for the six-month periods ended June 30, 2025 and 2024, respectively, which is included under “Cost of services” account in the interim consolidated statements of income (see Note 24).

NLEX Corp. also commits to undertake at its own cost the maintenance works/special/major emergency works, other additional works, enhancements and/or improvement works contained in the Maintenance Plans submitted by NLEX Corp. to BCDA from time to time.

On October 22, 2015, NLEX Corp. received the TOC from the TRB for the O&M of the SCTEX. NLEX Corp. officially took over the SCTEX toll facilities and officially commenced the management and O&M of the SCTEX on October 27, 2015.

NLEX-SLEX Connector Road Concession Agreement

In July 2016, after a competitive and comparative public bidding process or Swiss Challenge, NLEX Corp. was declared as the winning proponent to undertake the NLEX-SLEX Connector Road in accordance with Section 10.1 of the Revised Build-Operate-Transfer (BOT) Law and its Revised Implementing Rules and Regulations of 2012.

On November 23, 2016, NLEX Corp. and DPWH signed the concession agreement for the NLEX-SLEX Connector Road. Under the concession agreement, the ROP, acting through the DPWH, granted NLEX Corp. the rights and obligations to finance, design, construct, operate and



maintain the NLEX-SLEX Connector Road, including the right to collect toll fees over the concession period as well as commercial revenues and fees from non-toll user related facilities, subject to the right of DPWH to receive revenue share of 5% of commercial revenues from toll user and non-toll user related facilities. The concession period shall commence on the commencement date (being the date of issuance of the Notice to Proceed (NTP) by the DPWH to begin the construction of the NLEX-SLEX Connector Road) and shall end on its thirty-seventh (37th) anniversary, unless otherwise extended or terminated in accordance with the concession agreement. The concession period includes both the construction period and the operation period and in no event be extended beyond the fiftieth (50th) anniversary of the operation period.

In consideration for granting the basic right of way for the NLEX-SLEX Connector Road, NLEX Corp. shall pay DPWH periodic payments of ₱243.2 million annually which will commence on the first anniversary of the construction completion deadline, as extended, until the expiry of the concession period and will be subject to an agreed escalation every two (2) years based on the prevailing Consumer Price Index (CPI) for the two-year period immediately preceding the adjustment or escalation.

During the concession period, NLEX Corp. shall pay for the project overhead expenses to be incurred by the DPWH or the TRB in the process of their monitoring, inspecting, evaluating and checking the progress and quality of the activities and works undertaken by NLEX Corp. NLEX Corp.'s liability for the payment of the project overhead expenses due to TRB shall not exceed ₱50.0 million and the liability for the payment of the project overhead expenses due the DPWH shall not exceed ₱200.0 million; provided, that these limits may be increased in case of inflation, or in case of additional work due to a concessionaire variation that will result in an extension of the construction period or concession period, upon mutual agreement of the parties in the concession agreement.

Legal title to the NLEX-SLEX Connector Road, including all assets and other improvements constructed therein and all additional and/or enhancement works contributed by NLEX Corp. during the concession period, shall remain with NLEX Corp. until the termination date. At the end of the concession period or upon the termination of the concession agreement, the NLEX-SLEX Connector Road, including all rights, title and interest in the aforesaid assets, shall be turned over to DPWH or to its successor-in-interest conformably with law, and in all cases in accordance with and subject to the terms and conditions of the concession agreement. NLEX Corp. shall be prohibited from transferring, alienating, selling, or otherwise disposing the NLEX-SLEX Connector Road.

Pursuant to the concession agreement, NLEX Corp. shall preserve the asset so it can be handed back to DPWH in a manner that complies with the pavement performance standards specified in the concession agreement and that all the building and equipment necessary to operate the expressway remain functional and in good condition that is equivalent to prudent industry practice. NLEX Corp. must also manage the maintenance of the assets so that there is a residual asset life that complies with the residual life standards stated in the concession agreement at the end of the concession period. The construction of NLEX-SLEX Connector Road is 96% and 97.9% complete as of December 31, 2024 and September 24, 2025, respectively. Full completion of the project is dependent on the completion of the interconnection structure that will connect the NLEX-SLEX Connector Road Section 2 to the Metro Manila Skyway Stage 3 (MMSS3).

TOA for the CAVITEX

On July 26, 1996, PRA (Grantee) and CIC entered into a TOA with the ROP, acting through the TRB, to expand the scope and toll collection period of the TOC of PRA and amplify the terms and conditions which are necessary to ensure the financial viability of the CAVITEX. Pursuant to the TOA, PRA will be responsible for the O&M of the expressway while CIC will be responsible for the design and construction of the expressway including its financing.



Construction of CAVITEX shall be in accordance with the schedule provided in the TOA, provided that the ROP shall fulfill all its obligations to CIC. In the event that the total construction costs estimated by the independent consultant are lower by 5.0% or more than CIC's cost estimate, the Grantor and PRA agree that the agreed toll rates shall be adjusted accordingly. The franchise period of each segment of CAVITEX shall be 35 years calculated from the date such segment is substantially completed and can be operated as a toll road.

The expressways shall be owned by the Grantor without prejudice to the rights and entitlement of the Grantee and/or CIC.

Pursuant to the TOA, PRA established PEA Tollways Corporation (PEATC), its wholly owned subsidiary, to undertake the O&M obligations of PRA under the TOA. PEATC would collect the toll fees from the toll paying traffic and deposit such collections to the O&M Account of the joint ventures maintained with a local bank.

As provided in the JVA entered into by PRA with MARA and Renong Berhad (the JV partners), the JV partners shall receive a monthly share equivalent to the excess in cash balance, net of O&M expenses, equivalent to six (6) months O&M for the initial monthly sharing and reduced to one (1) month O&M after such initial sharing, to be distributed as follows: (a) 10.0% for PRA and 90.0% for CIC for the period starting from the CAVITEX completion until the full payment of loans and interest, cost advances, capital investments and return on equity of the parties; and (b) 60.0% for PRA and 40.0% for CIC for the remainder of the 35-year toll concession period.

At the end of the toll collection period, the finished segments of the CAVITEX will be transferred to the Grantor.

On November 14, 2006, CIC, PRA and TRB entered into an O&M Agreement, as approved by the Office of the President of the ROP, to clarify and amend certain rights and obligations under the JVA and TOA and to comply with the terms and conditions of the CIC's lenders and CHI (Equity Contractor).

Below are the salient provisions of the O&M Agreement:

1. Redefinition of Phase I and II of the Project

Phase I of the Project will now relate to the design and improvement of the R-1 Expressway and the design and construction of the R-1 Expressway Extension which consist of Segment 1 (from Seaside Drive to Zapote), Segment 4 (from Zapote to Kawit) and Segment 5 (from Kawit to Noveleta), provided that, subject to the approval of the TRB, Segment 5 will be excluded from Phase I in the event that its construction does not begin within two (2) years from the completion of the design and construction works for Segment 4 that is estimated to be in December 2008. In case of exclusion from Phase I, Segment 5 shall now form part of the Phase II, subject to the approval of the TRB.

Phase II of the Project will now relate to the design and construction of the C-5 Link Expressway, which consists of Segments 2 and 3 from R-1 Interchange to Sucat Interchange to South Luzon Expressway Interchange, respectively.



2. Change of the Participation of PRA and CIC in the O&M Agreement of Phase I of the Project

PRA agrees to execute and deliver a voting trust agreement which shall be coupled with an interest covering two-thirds of the outstanding capital stock of PEATC in order to transfer the voting rights over such PEATC shares in favor of the CIC. Such voting rights of CIC over the shares shall be during the period of the loan from syndicated lenders covered by the Omnibus Loan Agreement (OLA) (an OLA was signed by CIC and various lenders in 2006) and the repayment of the Equity Contractor and shall be irrevocable during the aforementioned period.

3. Appointment of Directors and Officers

As a consequence of CIC's participation in the O&M Agreement set out in the previous paragraphs, CIC shall nominate five (5) members of the BOD of PEATC while PRA shall nominate two (2) members. PRA shall nominate the Chairman of the BOD and one (1) member as its second nominee as well as the Controller of PEATC, while CIC is entitled to nominate the Chief Executive Officer (CEO), Chief Operating Officer (COO), Treasurer and the Corporate Secretary of PEATC. CIC shall further have the right to nominate other members of the Board and other officers to the key position of PEATC as may be necessary to effectively implement the participation.

4. Amendment of the Revenue Sharing Provisions as Previously Provided under the TOA

Effective on the first day of the CIC's participation in the O&M, August 25, 2006, there will be a new and improved distribution of the share in the toll fees of PRA and CIC. PRA shall receive 8.5% of gross toll revenue while CIC shall receive 91.5% of the gross toll revenue and will absorb all O&M costs and expenses. PRA shall no longer share from any of the O&M costs and expenses. The share of PRA shall be increased by 0.5% every periodic toll rate adjustment under the TOA but not to exceed 10.0% of gross toll revenue at any one time during the repayment period of the loan.

The new PRA share of 8.5% of the gross toll revenue shall be subject to increase as mentioned in the previous paragraph which shall be implemented during the period of:

- a) existence of the loan which is payable for a period of eight (8) years; and
- b) repayment of the Equity Contractor which shall be converted into subordinated debt *pari passu* with the lenders for a period which shall not exceed an additional three (3) years after the period of eight (8) years.

Upon repayment in full of the loans and interest costs, advances, capital investment and the return of equity, CIC and PRA shall share at the ratio of 40.0% and 60.0%, respectively, as originally agreed upon under the JVA.

The current share of PRA based on gross revenue is 9.0% while CIC is 91.0% which took effect on the last toll rate adjustment on January 1, 2009.

5. Amendment of the Conduct of the O&M of the Tollway

All gross toll revenue collections shall be directly deposited on a daily basis to the respective bank accounts of PRA and CIC:

- a) The 91.0% share of CIC shall absorb all O&M costs and expenses. CIC shall continue to set aside sinking fund in accordance with the TOA schedule of maintenance per segment. The sinking fund interest income shall remain intact and shall not be subject to revenue sharing of the JVA partners;



- b) The sinking fund which shall remain with PEATC and maintained adequately at all times, shall be solely used for major road repairs and re-pavement and for extraordinary costs and expenses needed by the operation but not provided in the annual budget (see Note 16). Any shortage in the sinking fund shall be the sole responsibility of CIC; and
 - c) All disbursements for O&M shall be authorized solely by CIC.
6. Acknowledgement of all parties that in the event of a default under the loan, the Lenders shall be granted step-in rights in respect of the share of the CIC on the revenues from the toll collections in favor of the Lenders as security for the financing provided by such Lenders.
7. Unless otherwise amended, revised or modified by the CIC, PRA and TRB after obtaining the necessary regulatory approvals, CIC's participation in the O&M under this O&M Agreement shall be terminated upon repayment in full of the loans subject of the OLA dated August 25, 2006 and repayment to the Equity Contractor.

In a letter dated May 21, 2010, the PRA confirmed that the effectivity of the O&M Agreement and the voting trust agreement shall be extended for a period of four (4) years or until August 25, 2021, or upon full settlement of the funding obtained by CIC for the completion of Manila Cavite Toll Expressway Project (MCTEP).

In 2015, PRA agreed to substitute the 2013 Amended and Restated Loan Agreement (2013 Loan Agreement), which CIC entered into with a group of lenders, for all references to the "2006 Omnibus Loan Agreement" under the Operations and Maintenance Agreement (OMA). However, the resolution of the Board of Directors of PRA provided that the proposed extension of the OMA up to December 18, 2023 (the maturity date of the loan covered by the 2013 Loan Agreement) will be subject to further negotiations between PRA and CIC prior to August 25, 2021.

On June 19, 2019, PRA through its Corporate Secretary, informed CIC that PRA Governing Board approved CIC Stage 1 proposal which is to assume the operation and maintenance rights and obligations of PRA with respect to Segment 3A-1.

On July 8, 2021, PRA informed CIC that the standing PRA Board decision is that the effectivity of the OMA will expire on August 25, 2021 and requested that CIC and PRA commence negotiations for the possible extension of the effectivity of the OMA up to December 18, 2023. PRA and CIC started discussing the details of PRA's position and conditions on the matter of the extension of the terms of the OMA. Negotiations on the extension did not prosper and the OMA expired on August 25, 2021.

Thereafter, an Operation and Maintenance Transition Committee (O&M Transition Committee) was constituted composed of representatives from PRA and CIC, with observers from the Toll Regulatory Board and PEA Tollways Corporation (PEATC), and the Office of the Government Corporate Counsel ("OGCC"), to discuss the details of the assumption by PRA (through PEATC) of the operations and maintenance of the operating segments of the MCTEP.

On January 1, 2022, PEATC assumed 100% operations and maintenance of the MCTEP. However, PRA requested CIC to extend the effectivity of the contracts for goods and services required in the operations and maintenance of the MCTEP (the "O&M Contracts") to ensure continuity of services to motorists and customers of the MCTEP. PRA also requested CIC to allow PEATC to directly manage the implementation of the O&M Contracts in accordance with its mandate to operate and maintain the MCTEP until March 31, 2024. Pursuant to PRA's request, CIC extended the term of relevant O&M



contracts until September 30, 2024 as PRA prepares to procure said services in accordance with government processes.

On September 10, 2024, PRA requested CIC for further extension of the relevant O&M contracts until March 31, 2025.

On February 20, 2025, in accordance with PRA Board Resolution No. 6162 Series of 2025, PRA sent a letter to CIC requesting for the further extension of the O&M Contracts until December 31, 2025.

As at September 24, 2025, Joint Venture Account is still pending hence, the sharing of CIC and PRA is still at 91:9, respectively, subject to the monthly reconciliation to arrive at the 90:10 sharing in the net project income.

Toll Holiday

On June 27, 2024, the TRB sent a letter to CIC, PRA, and PEATC informing that the TRB Board has resolved to approve ad referendum PRA's proposal of temporary cessation of all cash and RFID toll collection activities in all MCTEP Segments for a period of thirty (30) days starting from July 1, 2024 at 12:01 AM and directed its implementation subject to two (2) months extension of the respective MCTEP concession periods, based on the agreement and consent of CIC.

The toll collection activities in all MCTEP segments resumed on July 31, 2024.

CALAX Concession Agreement

On May 26, 2015, after a competitive bidding, the DPWH announced MPCALA as the winning bidder to implement the CALAX. The CALAX will be undertaken using the BOT contractual arrangement, which is one of the Public-to-Private Partnership (PPP) variants specifically authorized under the BOT Law, or RA No. 6957, as amended by RA No. 7718 and its Revised Implementing Rules and Regulations of 2012.

On June 8, 2015, MPCALA received the Notice of Award (NOA) from the DPWH to implement the CALAX. Upon full compliance with all the requirements under the NOA on June 26, 2015, DPWH issued its Notice of Compliance on June 30, 2015.

On June 25, 2015, MPCALA issued an irrevocable standby letter of credit amounting to ₱700.0 million in favor of DPWH as security for the performance by MPCALA of its obligations under the concession agreement for the CALAX.

On July 10, 2015, under the concession agreement with DPWH, MPCALA is granted the concession to design, finance, construct, operate and maintain the CALAX, including the right to collect toll fees over a 35-year concession period. MPCALA and DPWH also acknowledge and agree that the concession period shall in no event be extended beyond the 50th anniversary of the operation period.

In consideration for granting the concession, MPCALA shall pay DPWH a concession fee totaling ₱27.3 billion, payable over nine (9) years from signing of the concession agreement. On July 10, 2015, MPCALA paid DPWH an upfront fee of ₱5.5 billion representing 20% of the concession fee. The remaining concession fee is payable on an installment basis at the rate of 16% annually beginning on the fifth (5th) year from the contract signing date up to the ninth (9th) year from the contract signing date of the concession agreement.

During the concession period, MPCALA shall pay for the project overhead expenses to be incurred by the DPWH and the TRB in the process of their monitoring, inspecting, evaluating and the checking the progress and qualities of the activities and works undertaken by MPCALA which shall



not exceed ₱150.0 million and ₱75.0 million, respectively; provided, that these limits may be increased in case of inflation, or in case of additional work due to a concessionaire variation that will result in an extension of the construction period or concession period, upon mutual agreement of the parties in the concession agreement.

Design and Construction. Pursuant to the concession agreement, MPCALA shall undertake the construction works of the CALAX in conformance with the design criteria of the Minimum Performance Standards and Specifications (MPSS). MPSS establishes the minimum requirements that MPCALA must comply with regards to the design, construction, operation and maintenance of the CALAX.

The DPWH shall determine if MPCALA has fully complied with the requirements for the completion of the CALAX before issuing the Certificate of Final Completion.

Operation and Maintenance. The MPSS also sets out key performance indicators that measure MPCALA's performance and imposes penalties for non-performance. The performance requirements are categorized as (i) operation requirements that include the toll collection system, traffic safety and control system and power and water supply; and (ii) maintenance requirements that include the maintenance of expressway structures, toll plazas and buildings and operating equipment and utilities. As indicated in the MPSS, MPCALA shall preserve the assets so it can be handed back to DPWH in a manner that complies with the pavement performance standards specified in the concession agreement. MPCALA must also manage the maintenance of the assets so that there is a residual asset life that complies with the residual life standards stated in the agreement at the end of the concession period.

Ownership of the CALAX. Pursuant to the concession agreement, upon issuance of the Certificate of Final Completion by the independent consultant, ownership of all works comprising the CALAX shall vest in the DPWH. Regardless of the ownership of all the works comprising the CALAX, including the Right of Way (ROW), possession, custody and risk of loss or deterioration shall vest in MPCALA during the concession period. Upon termination date or transfer date, whichever is earlier, possession, custody and risk of loss or deterioration of the CALAX, including the ROW, shall vest with the DPWH.

Subject to the limits and conditions under the BOT Law, the DPWH is responsible for the payment of all applicable real property taxes on the CALAX throughout the concession period. In the event that the relevant Government Authority assesses MPCALA of the real property taxes for the CALAX, the DPWH shall, upon prior notice and submission by MPCALA of the subject assessments, pay directly the relevant Government Authority the amount of such assessed real property taxes. Conversely, MPCALA may advance the payment of such real property taxes, which payments shall be fully reimbursed by the DPWH within 30 days after receipt of written request from reimbursement from MPCALA.

CCLEX Concession Agreement

On December 23, 2015, MPTNC received the NOA from both the City of Cebu and the Municipality of Cordova (collectively "the Grantors") which authorizes the formation of a joint venture (JV) company and the implementation by the JV company of the CCLEX. The NOA was issued by the Grantors in favor of MPTNC after no expression of interest to submit comparative proposals was received by the Grantors.

On April 15, 2016, the Grantors and MPTNC finalized and executed the JVA which governs the Grantors' and MPTNC's respective rights and obligations to each other in relation to the JV company. The JV company will be responsible for implementing the CCLEX as concessionaire under the JVA. Pursuant to the JVA, CCLEX was incorporated on August 8, 2016.



As indicated in the JVA, the Grantors shall receive a combined share of 2% of the annual toll revenues of the CCLEX. The JVA shall be effective from April 15, 2016 until its termination as indicated in the JVA, which includes among others, the termination of the concession agreement for the CCLEX.

On October 3, 2016, CCLEC and the Grantors signed the concession agreement for the CCLEX. Under the concession agreement, CCLEC is granted the concession to design, construct, finance, operate and maintain the CCLEX, including the right to collect toll fees over the concession period. The concession period shall commence from the date the Grantors issued to CCLEC the notice to proceed to start the construction of the CCLEX and shall end after 35 years unless otherwise extended in accordance with the concession agreement.

On January 16, 2019, CCLEC and the Grantors signed an amendment to the concession agreement. Among the matters amended is the deletion of the term “Toll Regulatory Board” or “TRB”. All references to “Toll Regulatory Board” or “TRB” in the concession agreement and all its attachments, annexes and schedules thereto shall be deemed to refer to “Local Toll Regulatory Council” or “LTRC”.

On April 27, 2022, the Grantors approved the concession period extension of ten (10) years (from 35 years to 45 years) and extraordinary toll adjustments of ₱2, ₱4 and ₱6 for Class 1, 2 and 3, respectively, starting 2025 and every two (2) years thereafter until 2039 to recoup the additional project costs in accordance with the concession agreement.

The ownership of all works comprising CCLEX shall vest with the Grantors immediately after construction completion and upon issuance of the certificate of final completion.

Pursuant to the concession agreement, CCLEX shall preserve the asset so it can be handed back to the LGUs in a manner that complies with the pavement performance standards specified in the concession agreement and that all the building and equipment necessary to operate the expressway remain functional and in good condition that is equivalent to prudent industry practice. CCLEC must also manage the maintenance of the assets so that there is a residual asset life that complies with the residual life standards stated in the concession agreement at the end of the concession period.

LLEX Concession Agreement

On June 17, 2022, LLEX Corp. and the City Government of Lapu-Lapu, signed a JVA for the design, financing, construction and operation of LLEX which is a private-public-partnership project wherein the Grantor is a local government. Lapu-Lapu City is the Grantor and LLEX Corp. is the concessionaire. LLEX Project consists of four (4) segments with a total length of 12 kilometers.

The initial term of the concession is 35 years and subject to an automatic renewal of 15 years upon request by LLEX Corp. and provided that the share of Lapu-Lapu City in the toll revenues shall be increased from 2% to 2.5%. Summary of percentage share of Lapu-Lapu City in the toll revenues under the JVA:

Period	% Share per Annum
Years 1 to 15	1.0%
Years 16 to 25	1.5%
Years 26 to 35	2.0%
Years 36 to 50	2.5%

The title and ownership of the LLEX Project shall be transferred to Lapu-Lapu City at the end of the concession period.



As discussed in Note 1, LLEX Corp. was acquired by MPTC through MPT Vizmin on June 20, 2025. As of September 24, 2025, the management is undertaking pre-construction activities.

MMN concession covering rights in Ujung Pandang toll road

On August 26, 1994, the Ministry of Public Works of the Republic of Indonesia has granted the permission to Jasa Marga and MMN for the development and operation of Ujung Pandang toll road. On August 29, 1994, through Deed No. 322 of Mestariyany Habie, S.H., MMN received its rights to operate the Ujung Pandang toll road for 30 years. After the concession period, the toll road and all its facilities on the area will be handed over to Jasa Marga.

On October 23, 2017, MMN obtained Minister Decree from Ministry of Public Works Republic Indonesia containing the extension of the Ujung Pandang toll road up to 2043 (from the previous 2028).

MAN concession covering rights in Makassar Section IV Toll Road

In 2006, MAN entered into Toll Road Concessionaire Agreement with the Ministry of Public Works of the Republic of Indonesia for the rights of the Makassar Section IV Toll Road for a period of 35 years including construction period. After the concession period, the toll road and all its facilities on the area will be handed over to The Toll Road Regulatory Authority (BPJT). Concession period of MAN is until 2041.

BSD concession covering rights in Pondok Aren-Serpong Toll Road

In 1996, BSD entered into a Toll Road Operational Authority Agreement with Jasa Marga for the rights of the Pondok Aren-Serpong toll road. Jasa Marga granted BSD the authority to develop and operate the toll road for a period of 28 years including the construction period. Concession period for BSD is until 2028. At the end of the concession period, BSD will hand over the toll road to BPJT.

BSD will pay Jasa Marga costs in relation to the toll road operation and maintenance fees computed based on a fixed percentage of 5.98% of the toll road revenues.

PT Sarana Catur Tirta Kelola (SCTK) concession covering rights in Cijeruk Water Treatment Plant

In 1995, SCTK entered into a cooperation agreement with the Regional Water Company II Serang ("PDAM"). PDAM appointed SCTK to build and operate the water treatment plant and to transfer it back in 2039.

Based on the Cooperation Agreement dated January 14, 1999, between PT Sarana Tirta Rejeki (STR) and PT Jasa Sarana Nusa Makmur (JSNM) regarding the development of water supply in East Serang with capacity up to 100 litres per second, STR and JSNM agreed to cooperate in management and distribution of treated water in East Serang Timur with terms as stated in the agreement.

As at December 2, 2013, SCTK and STR agreed to terminate the right transfer agreement of water management in Serang. With the termination of the transfer agreement, the Cooperation Agreement between STR and JSNM was also terminated and the right of management and distribution of treated water in East Serang was transferred to SCTK.

On April 13, 2023, SCTK and Perumda Tirta Al Bantani entered into an amendment to the Cooperation Agreement regarding the changes in treated water tariff to IDR3,120 per cubic meter (m³). On the same day, SCTK and Perumda Tirta Al Bantani signed a profit sharing cooperation agreement in marketing and socialization services to the industrial community. SCTK agreed to provide a profit share of IDR600 per m³ of water sold to Perumda Tirta Al Bantani for its measurable performance in ensuring the supply of raw water allocation and organizing marketing and outreach to SCTK's industrial community.



PT Dain Celicani Cemerlang (DCC) concession covering rights in Medan Water Treatment Plant

On April 24, 2012, DCC, a subsidiary of PT MPTIS, entered into a cooperation agreement for the supply of treated water to PT Kawasan Industri Medan (Persero) (KIM) for a period of 20 years (excluding construction phase). The agreement states that DCC shall build a Water Treatment Plant II (WTP II) on the land owned by KIM under BOT scheme. Both parties agreed that the minimum supply of treated water volume at transfer point is 250,000 m³ per month at IDR5,800 per m³ (excluding VAT). The price will be evaluated and agreed upon every three (3) years. On April 21, 2017, KIM has agreed the increment rate amounted to 10% or IDR6,380 per m³ (excluding VAT).

On October 19, 2022, DCC entered into the second amendment to the Cooperation Agreement on Clean Water Supply with KIM regarding the construction of two (2) Water Treatment Plants carried out by DCC with a capacity of 100 liters/second with a construction value of IDR8,578,006,350 and a bank guarantee of 5% of the construction value.

DCC and KIM agreed to impose a new tariff for treated water of IDR7,200 per m³ (excluding VAT) which is effective from January 24, 2022. On August 28, 2023, DCC got an adjustment on minimum supply of water volume at transfer point to 400,000 m³ per month.

PT Rezeki Perkasa Sejahtera Lestari (RPSL) concession covering rights in Biomass Power Plant

In August 2018, PT Energi Infranasantara (EI), an indirect subsidiary of PT MPTIS, acquired 80% of the capital stock of RPSL, a biomass power plant operator.

RPSL has an Electrical Power Purchase Agreement with PT Perusahaan Listrik Negara (Persero) (PLN) for the construction and operation of a Biomass Power Plant for a period of 20 years from the start of operations. Under the agreement, RPSL will supply a portion of the generated power from the power plant to PLN in accordance with the terms and conditions of the agreement.

3. Material Accounting Policy Information

Basis of Preparation

The interim consolidated financial statements have been prepared in compliance with Philippine Financial Reporting Standards (PFRS) Accounting Standards as issued by the Financial Reporting Standards and Sustainability Reporting Council.

The interim consolidated financial statements have been prepared on a historical cost basis, except for certain debt and equity financial assets that are measured at fair value. The interim consolidated financial statements are presented in Philippine Peso, which is the Parent Company's functional currency, and all values are rounded to the nearest million peso (P000,000), except when otherwise indicated.

The accompanying interim consolidated financial statements as at June 30, 2025 and December 31, 2024 and for the six-month periods ended June 30, 2025 and 2024 have been prepared solely for the purpose of inclusion in the prospectus related to the MPTC's bond offering.



Basis of Consolidation

The interim consolidated financial statements comprise the financial statements of the Parent Company and its subsidiaries as at June 30, 2025 and December 31, 2024 and for the six-month periods ended June 30, 2025 and 2024.

A complete list of the Company's subsidiaries is provided for in Note 37.

Non-controlling Interests (NCI) represent the interests in NLEX Corp., Metro Strategic Infrastructure Holdings, Inc. (MSIHI), and PT Nusantara and its subsidiaries as of June 30, 2025 and NLEX Corp., MSIHI, Easytrip Services Corporation (ESC) and PT Nusantara and its subsidiaries as of December 31, 2024, not held by the Parent Company and are presented separately in the interim consolidated statements of income and within equity in the interim consolidated statement of financial position, separately from equity attributable to equity holders of the Parent Company.

Changes in Accounting Policies

The accounting policies adopted are consistent with those of the previous financial year, except that the Company has adopted the following new accounting pronouncements starting January 1, 2025. The standards that have been adopted did not have any significant impact on the Company's consolidated 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.

Standards Issued but not yet Effective

The Company has not early adopted any of the following standards, interpretations or amendments that has been issued but is not yet effective. The Company does not expect the impact of these standards, interpretations or amendments to be significant upon adoption.

Effective beginning on or after January 1, 2026

- Amendments to PFRS 9 and PFRS 7, *Classification and Measurement of Financial Instruments*
- Annual Improvements to PFRS Accounting Standards—Volume 11
 - Amendments to PFRS 1, *Hedge Accounting by a First-time Adopter*
 - Amendments to PFRS 7, *Gain or Loss on Derecognition*
 - Amendments to PFRS 9, *Lessee Derecognition of Lease Liabilities and Transaction Price*
 - Amendments to PFRS 10, *Determination of a 'De Facto Agent'*
 - Amendments to PAS 7, *Cost Method*

Effective beginning on or after January 1, 2027

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

Deferred effectivity

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

Business Combinations and Goodwill

Business combinations are accounted for using the acquisition method. The cost of an acquisition is measured as the aggregate of the consideration transferred, which is measured at acquisition date fair value and the amount of any NCI in the acquiree. For each business combination, the acquirer elects



whether to measure the NCI in the acquiree either at fair value or at the proportionate share of the acquiree's identifiable net assets. Acquisition-related costs are expensed as incurred and included in "General and administrative expenses".

The Company determines that it has acquired a business when the acquired set of activities and assets include an input and a substantive process that together significantly contribute to the ability to create outputs. The acquired process is considered substantive if it is critical to the ability to continue producing outputs, and the inputs acquired include an organized workforce with the necessary skills, knowledge, or experience to perform that process or it significantly contributes to the ability to continue producing outputs and is considered unique or scarce or cannot be replaced without significant cost, effort, or delay in the ability to continue producing outputs.

If the acquired set of assets and activities does not constitute a business as defined under PFRS 3, the transaction is accounted for as an asset acquisition. In such case, the Company identifies and recognizes the individual identifiable assets acquired and liabilities assumed. The cost of the acquisition, including transaction costs that are directly attributable to the acquisition, is allocated to the assets acquired and liabilities assumed on a relative fair value basis at the acquisition date. Goodwill is not recognized in an asset acquisition.

Any contingent consideration to be transferred by the acquirer will be recognized at fair value at the acquisition date. Contingent consideration classified as equity is not remeasured and its subsequent settlement is accounted for within equity. Contingent consideration classified as an asset or liability that is a financial instrument and within the scope of PFRS 9, is measured at fair value with the changes in fair value recognized in profit or loss in accordance with PFRS 9. Other contingent consideration that is not within the scope of PFRS 9 is measured at fair value at each reporting date with changes in fair value recognized in profit or loss.

Investments in Associates and Joint Venture

The Company's investments in its associates and joint venture are accounted for using the equity method.

The aggregate of the Company's share in profit or loss of an associate or joint venture is shown on the face of the interim consolidated statement of income outside operating profit and represents profit or loss after tax and NCI in the subsidiaries of the associate or joint venture. If the Company's share of losses of an associate or joint venture equals or exceeds its interest in the associate, the Company discontinues recognizing its share of further losses.

After the application of the equity method, the Company determines whether it is necessary to recognize an additional impairment loss on the Company's investments in associates or joint venture. The Company determines at each balance sheet date whether there is any objective evidence that the investment in the associate or joint venture is impaired. If this is the case, the Company calculates the amount of impairment as the difference between the recoverable amount of the investment in associate or joint venture and its carrying value and recognizes the impairment loss in the consolidated statement of income.

Financial Instruments

Date of Recognition. The Company recognizes a financial asset or a financial liability in the statements of financial position when it becomes a party to the contractual provisions of the instrument.



Financial Assets

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

As at June 30, 2025 and December 31, 2024, the Company has financial assets at FVTPL and FVOCI.

Subsequent Measurement. For purposes of subsequent measurement, financial assets are classified in three categories: Financial assets at amortized cost (debt instruments), Financial assets at FVTPL and Financial assets at FVOCI.

Financial assets at amortized cost (debt instruments). Financial assets at amortized cost are subsequently measured using the effective interest rate (EIR) method and are subject to impairment. Gains and losses are recognized in profit or loss when the asset is derecognized, modified or impaired.

As at June 30, 2025 and December 31, 2024, the Company's financial assets at amortized cost include cash and cash equivalents, restricted cash, receivables (excluding advances to officers and employees), due from related parties, finance lease receivable, concession financial receivables and refundable deposits (see Notes 7, 8, 9, 16 and 21).

Financial assets at fair value through profit or loss. Financial assets at FVTPL are carried in the statement of financial position with net changes in fair value recognized in profit or loss.

As at June 30, 2025 and December 31, 2024, the Company's financial assets at FVTPL pertain to investments in Unit Investment Trust Fund (UITF) (see Note 15).

Financial assets at fair value through other comprehensive income. Financial assets at FVOCI are carried in the statement of financial position with value changes recognized in other comprehensive income.

As at June 30, 2025 and December 31, 2024, the Company's financial assets at FVOCI pertain to investments in quoted shares, unquoted shares and quoted club shares (see Note 15).

Impairment of Financial Assets

Expected Credit Losses (ECLs) are recognized in two (2) stages. For credit exposures for which there has not been a significant increase in credit risk since initial recognition, ECLs are provided for credit losses that result from default events that are possible within the next 12 months ("12-month ECL"). For those credit exposures for which there has been a significant increase in credit risk since initial recognition, a loss allowance is required for credit losses expected over the remaining life of the exposure, irrespective of the timing of the default ("lifetime ECL").

For receivables, the Company applies a simplified approach in calculating ECLs. Therefore, the Company does not track changes in credit risk, but instead recognizes a loss allowance based on lifetime ECLs at each reporting date. The Company has established a provision matrix that is based on its historical credit loss experience, adjusted for forward-looking factors specific to the debtors and the economic environment.

For cash and cash equivalents (excluding cash on hand) and restricted cash, the Company applies the low credit risk simplification.



The Company considers a financial asset in default when contractual payments are 90 days past due. However, in certain cases, the Company may also consider a financial asset to be in default when internal or external information indicates that the Company is unlikely to receive the outstanding contractual amounts in full before taking into account any credit enhancements held by the Company. A financial asset is written off when there is no reasonable expectation of recovering the contractual cash flows.

Financial Liabilities

Initial Recognition and Measurement. Financial liabilities are classified, at initial recognition, as financial liabilities at fair value through profit or loss, loans and borrowings, payables, or as derivatives designated as hedging instruments in an effective hedge, as appropriate.

All financial liabilities are recognized initially at fair value and, in the case of loans and borrowings and payables, net of directly attributable transaction costs.

Subsequent Measurement. For purposes of subsequent measurement, financial liabilities are classified in two (2) categories:

- Financial liabilities at FVTPL
- Financial liabilities at amortized cost (loans and borrowings)

As at June 30, 2025 and December 31, 2024, the Company has no financial liabilities at FVTPL.

Financial liabilities at amortized cost (loans and borrowings). This category which generally applies to interest-bearing and noninterest-bearing loans and borrowings is most relevant to the Company. After initial recognition, interest-bearing and noninterest-bearing loans and borrowings are subsequently measured at amortized cost using the EIR method. Gains and losses are recognized in profit or loss when the liabilities are derecognized as well as through the EIR amortization process.

As at June 30, 2025 and December 31, 2024, this category includes accounts payable and other current liabilities (excluding statutory liabilities), short-term loans, long-term debts, service concession fees payable and due to related parties (see Notes 17, 19, 20 and 21).

Advances to Contractors and Consultants

Advances to contractors and consultants represent the advance payments for mobilization of the contractors and consultants. These are stated at costs less any impairment in value. These are progressively reduced upon receipt of the equivalent amount of services rendered by the contractors and consultants. These are recognized as current or noncurrent depending on the classification of its underlying asset.

Service Concession Arrangements - Intangible Asset Model

The Company accounts for its concession arrangements in accordance with Philippine Interpretation IFRIC 12, *Service Concession Arrangements*, under the intangible asset model as it receives the right (license) to charge users of public service.

Construction and Upgrade Services: Revenue and Cost Recognition. The Company recognizes revenue and costs for construction and upgrade services in accordance with PFRS 15. The Company, as operator, receives non-cash consideration in the form of an intangible asset (a license to charge users of the public service) in exchange for construction and upgrade services. The operator measures the intangible asset initially at cost, being the amount of the contract asset recognized during the construction or upgrade phase in accordance with PFRS 15. The operator recognizes



revenue and a contract asset (that represents the right to receive an intangible asset, as “Service Concession Asset”) as it performs the construction performance obligation.

Operations Revenues. An operator that recognizes an intangible asset also recognizes revenue for the consideration received from users of the public service during the operation phase.

Contractual Obligations. The Company recognizes its contractual obligations, (i) to maintain the toll roads to a specified level of serviceability or (ii) to restore the toll roads to a specified condition before it is handed over to the grantor at end of the concession term, in accordance with PAS 37, as the obligations arise which is as a consequence of the use of the toll roads and therefore it is proportional to the number of vehicles using the toll roads and increasing in measurable annual increments.

Service Concession Assets. The service concession assets acquired through business combinations are recognized initially at the fair value of the concession agreement using multi-period excess earnings method. The service concession assets that were not acquired through business combinations are recognized initially at cost. The cost of the service concession assets consists of the construction or upgrade costs, including related borrowing costs; upfront fees payments on the concession agreements; and future fixed fee considerations in exchange for the license or right.

The fixed fees are recognized at present value using the discount rate at the inception date with a corresponding liability recognized. Interest on the unwinding of discount of the liability is recognized as a borrowing cost that is capitalized as part of the service concession asset during construction of the infrastructure asset and as an expense in the period incurred starting from the commercial operations of the said infrastructure asset. Following initial recognition, the service concession assets are carried at cost less accumulated amortization and any impairment losses. Subsequent costs and expenditures related to the toll road infrastructure arising from the Company’s commitments to the concession agreements, or that increase future revenues are recognized as additions to the service concession assets and are stated at cost. Repairs and maintenance and other expenses that are routine in nature are expensed and recognized to the consolidated statement of income as incurred.

The amortization shall commence upon full completion, regardless of partial opening of certain segments as these were intended to be a single intangible asset (the NLEX-SLEX Connector Road, CALAX and C5 South Link).

The service concession assets are amortized using the unit-of-production (UOP) method and straight-line method, for toll roads and water treatment plant, respectively. Using the UOP method, the annual amortization of the service concession asset is calculated by applying the ratio of actual traffic volume of the underlying toll roads compared to the total expected traffic volume over the respective remaining concession periods to the net carrying value of the assets. The expected traffic volume is estimated by management with reference to the traffic projection reports. Using the straight-line method, the service concession asset is amortized over the concession term.

The amortization expense is recognized under the “Cost of services” account in the consolidated statements of income.

The concession fees paid in consideration for the concession which vary in relation to future activity (i.e., based on toll revenues) are treated as executory and are expensed as incurred.



The service concession assets will be derecognized upon turnover to the Grantor. There will be no gain or loss upon derecognition as the service concession assets which are expected to be fully amortized by then, will be handed over to the Grantor with no consideration.

Service Concession Fee Payable. The service concession fee payable shall be accounted for by discounting the value of expected future cash flows based on the contractual provisions of the concession agreement (CA).

In accordance with Philippine Interpretation IFRIC 1, *Changes in Existing Decommissioning, Restoration and Similar Liabilities*, changes in the measurement of service concession fee payable that result from changes in the estimated timing or amount of the outflow of resources embodying economic benefits required to settle the obligation, or a change in discount rate, shall be accounted for as follows:

- a. Subject to (b) below, changes in the liability shall be added to, or deducted from, the cost of the related asset in the current period.
- b. The amount deducted from cost of the service concession asset shall not exceed its carrying amount. If a decrease in the liability exceeds the carrying amount of the asset, the excess shall be recognized immediately in profit or loss.
- c. If the adjustment results in an addition to the cost of the asset, the Company shall consider whether this is an indication that the new carrying amount of the asset may not be fully recoverable. If there is such indication, the entity shall test the asset for impairment and shall account for any impairment loss in accordance with PAS 36, *Impairment of Assets*.

Deferred Project Costs. Costs directly attributable to the acquisition of a service concession asset are recorded as deferred project costs (under “Other noncurrent assets” account) when certain criteria for development expenditures are met and until the concession rights are awarded to the Company, whereupon the costs are transferred to the “Service concession assets” account. Development expenditures on an individual project are recognized as deferred project costs for intangible assets when the Company can demonstrate:

- The technical feasibility of completing the intangible asset;
- Its intention to complete and its ability and intention to use the intangible asset;
- How the asset will generate future economic benefits;
- The availability of resources to complete the asset; and,
- The ability to measure reliably the expenditure during development.

Costs capitalized as deferred project costs are assessed for impairment whenever there is an indication that these may be impaired.

Service Concession Arrangements - Financial Asset Model

Where the operator has an unconditional contractual right to receive cash or another financial asset from, or at the direction of, the grantor, the Company accounts for such arrangement under the financial asset model.

In accordance with PFRS 15, the Company determines each performance obligation and the corresponding transaction price. The transaction price is determined as the fair value of the consideration received or receivable in exchange for the services delivered. Where the Company does not receive remuneration separately for the services provided (i.e., construction, maintenance and operational services in a single contract), the Company allocates the transaction price between the construction and operation services by reference to the stand-alone selling prices of the services delivered.



During the construction phase, the Company recognizes revenue and costs by reference to the stage of completion as the contract activity progresses over the construction period. The Company measures progress using a method that depicts the entity's progress towards satisfying its performance obligation. As the Company recognizes revenue for the construction service performance obligation, it recognizes a financial asset (as "Concession financial receivables" under "Other current assets" and "Other noncurrent assets" accounts). The financial asset is subsequently measured in accordance with PFRS 9.

During the operating phase, the Company allocates a proportion of the cash receipts to settle part of the financial asset. It allocates the remaining receipts between revenue for providing maintenance and operation services and finance income.

Contract Assets

Service Concession Asset, with on-going construction and upgrade services on concession arrangements under the scope of Philippine Interpretation IFRIC 12, is considered as contract asset. Contract assets are initially recognized for revenue earned from the ongoing construction and upgrade services as receipt of consideration is conditional on the successful completion of the construction and upgrade services and until the service concession asset is ready for its intended use.

Property and Equipment

Depreciation commences once the property and equipment is available for use and is calculated on a straight-line basis over the estimated useful life of the asset as follows:

Building and building improvements	5-50 years
Leasehold improvements	3-5 years or lease term, whichever is shorter
Transportation equipment	3-5 years
Office equipment and others	3-5 years

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

Fully depreciated property and equipment are retained in the accounts until they are no longer in use and no further depreciation is charged to the consolidated statement of income.

The assets' residual values, useful lives and method of depreciation are reviewed at each financial year-end, and adjusted prospectively, if appropriate.

Impairment of Non-financial Assets

Investments in Associates and Joint Venture, Service Concession Assets under Intangible Asset Model, Property and Equipment, Right-of-Use (ROU) Assets, Investment Properties, Software Cost and Other Noncurrent Assets (except for Deferred Project Costs). The Company assesses at each balance sheet 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 assets or CGU's fair value less costs of disposal (FVLCD) 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. When 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. In determining fair value less costs to sell, recent market transactions are taken into account, if available. If no such transactions can be identified, an appropriate valuation model is used. These calculations are corroborated by valuation multiples, quoted share price for publicly-traded companies, or other available fair value indicators.

Impairment losses are recognized in the consolidated statement of income in those expense categories consistent with the function of the impaired asset.

For assets excluding goodwill, an assessment is made at each reporting date as to whether there is any indication that previously recognized impairment losses may no longer exist or may have decreased. If such indication exists, the recoverable amount is estimated. A previously recognized impairment loss is reversed only if there has been a change in the estimates used to determine the asset's recoverable amount since the last impairment loss was recognized. If that is the case, the carrying amount of the asset is increased to its recoverable amount. That increased amount cannot exceed the carrying amount that would have been determined, net of depreciation or amortization, had no impairment loss been recognized for the asset in prior years. Such reversal is recognized in the interim consolidated statement of income unless the asset is carried at revalued amount, in which case the reversal is treated as a revaluation increase. After such a reversal, the depreciation (in case of property and equipment) and amortization (in case of service concession assets and software) charges are adjusted in future periods to allocate the asset's revised carrying amount, less any residual value, on a systematic basis over its remaining useful life.

Goodwill. Goodwill is tested for impairment annually and when circumstances indicate that the carrying value may be impaired. Impairment is determined for goodwill by assessing the recoverable amount of each CGU (or group of CGUs) to which the goodwill relates. When the recoverable amount of the CGU is less than its carrying amount, an impairment loss is recognized. Impairment losses relating to goodwill cannot be reversed in future periods.

Service Concession Assets not yet Available for Use. Service concession assets not yet available for use are tested for impairment annually and when circumstances indicate that the carrying value may be impaired. Impairment is determined by comparing the carrying value of the asset with its recoverable value. Where the recoverable value of the service concession assets not yet available for use is less than the carrying value, an impairment is recognized.

Provisions and Contingencies

Provisions. Provisions are recognized when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation, and a reliable estimate can be made of the amount of the obligation. When the Company expects some or all of a provision to be reimbursed, the reimbursement is recognized as a separate asset but only when the reimbursement is virtually certain. The expense relating to any provision is presented in the consolidated statement of income, net of any reimbursement. If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, where appropriate, the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognized as interest expense.

Contingent Liabilities. Contingent liabilities are not recognized in the consolidated statements of financial position but are disclosed in the notes to the consolidated financial statements unless the possibility of an outflow of resources embodying economic benefits is remote.



Contingent Assets. Contingent assets are not recognized in the consolidated statements of financial position but are disclosed in the notes to the consolidated financial statements when an inflow of economic benefits is probable.

Equity

Other reserves comprise the premium paid on the acquisition of NCI in a subsidiary, dilution in ownership interests, the contribution from MPIC in relation to its executive stock option plan granted to MPTC employees accounted for as equity-settled share-based payment transactions, the 20% of the 2010 to 2012 Long-term Incentive Plan (LTIP) which grants cash incentives to eligible key executives of the Company which are shouldered by MPIC and treated as additional equity of MPIC, and the transaction costs on the issuance of the Parent Company's preferred shares.

Non-controlling interests. Non-controlling interests represent the portion of profit or loss and net assets in its subsidiaries not held by the Company and are presented separately in the consolidated statement of comprehensive income and within equity in the consolidated statement of financial position, separately from equity attributable to equity holders of the parent.

The acquisition or sale of ownership interest in a subsidiary without a change of control is accounted for as an equity transaction. Any excess or deficit of consideration paid over the carrying amount of the non-controlling interests is recognised in "Other Reserves" in the consolidated statement of financial position for transactions where the non-controlling interests are acquired or sold without loss of control.

Revenue from Contracts with Customers

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

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

- Revenue from toll fees is recognized upon the sale of toll tickets and passage on the toll roads. The Company recognizes toll revenues over time since the customer simultaneously receives and consumes the benefits, provided by the Company's performance of its obligation to operate and maintain toll roads, during the time of passage on the toll roads which occur on the same day.
- Revenue from issuance of tags is recognized upon sale of the RFID and dedicated short-range communications tags. The Company is discharged of the performance obligation upon delivery of the tag to the customer. Non-refundable up-front payments arising from the issuance of tags are recognized as revenue in the period the tags are issued.
- Construction revenue and construction costs are recognized and measured accordance with PFRS 15 for the services it performs. When the Company provides construction or upgrade services, the consideration received or receivable by the Company is recognized at its fair value. The revenue and cost from these services are recognized based on the percentage of completion measured principally on the basis of estimated completion of a physical proportion of the contract works. Since the Company subcontracted the works to outside contractors, the construction revenue is equal to the construction cost.
- Revenue from sales of treated water, included in "Non-toll revenues" account, is recognized based on the provision of clean water volume delivered to the customers, either specifically read and billed or estimated based on the output of the network of water supply and most likely will



receive payments previously agreed. Revenue from sales of treated water also includes connection fees which are one-time connection and installation fees upon initial set-up of its service connection. The connection and installation fee are payable upfront and is non-refundable. The connection and installation fees are not separate performance obligation from the water services and hence, initially recorded as contract liabilities. The contract liability is subsequently recognized as revenue over the contract term.

- Revenue from electricity sales, included in “Non-toll revenues” account in the consolidated statement of income, is recognized based on actual delivery of electricity generated and made available to customers at prices in accordance with the terms of the agreements. Revenue from electric sales are recognized over time.
- Income from utility facility contracts, toll service facilities (TSF) and advertising, included in “Non-toll revenues” account in the consolidated statement of income, are recognized over time in accordance with the terms of the agreement.
- Rental income, included in “Non-toll revenues” account in the consolidated statement of income, is accounted for on a straight-line basis over the lease term.
- Service revenue, included in “Non-toll revenues” account in the interim consolidated statement of income, is recognized over time as services are rendered in accordance with the terms of the agreements.
- Management fees and parking fee income, included in “Other income” account in the consolidated statement of income, are recognized over time when services are rendered.
- Dividend income, included in “Other income” account in the consolidated statement of income, is recognized when the right to receive the payment is established which is upon the declaration date.
- Interest income is recognized as the interest accrues using the EIR method.
- Other income is recognized when there are incidental economic benefits, other than the usual business operations, that will flow to the Company through an increase in asset or reduction in liability and that can be measured reliably.

Cost and Expense Recognition

Cost of services, general and administrative expenses, construction costs and interest expense and other finance costs are recognized in the consolidated statement of income in the period these are incurred.

Foreign Currency-denominated Transactions and Translations

The interim consolidated financial statements are presented in Philippine peso, which is the Parent Company’s functional currency. All subsidiaries and associates evaluate their primary economic and operating environment and determine their functional currency. Items included in the financial statements of each entity are initially measured using that functional currency.

Group Companies. On consolidation, the assets and liabilities of foreign operations are translated into Philippine peso at the rate of exchange prevailing at the reporting date and their statements of comprehensive income are translated at exchange rates prevailing at the dates of the transactions. The exchange differences arising on translation for consolidation are recognized in OCI. Upon



disposal of a foreign operation, the component of OCI relating to that particular foreign operation is reclassified to profit or loss.

Any goodwill arising on the acquisition of a foreign operation and any fair value adjustments to the carrying amounts of assets and liabilities arising on the acquisition are treated as assets translated at the spot rate of exchange at the reporting date.

Borrowing Costs

Borrowing costs are capitalized as part of service concession assets when the activities to prepare for the construction of the projects are in progress and expenditures and borrowing costs are incurred, until the assets are ready for their intended use.

Borrowing costs include interest charges, amortization of debt issue costs and other costs incurred in connection with the borrowing of funds, including exchange differences arising from foreign currency borrowings used to finance the projects, to the extent that they are regarded as adjustments to interest cost.

All other borrowing costs are expensed in the period they are incurred.

Other Long-term Employee Benefits

The Company has LTIP that grants cash incentives to eligible key executives of the Parent Company and certain subsidiaries. Liability under the LTIP is determined using the projected unit credit method. Employee benefit costs include current service costs, interest cost, actuarial gains and losses and past service costs. Past service costs and actuarial gains and losses are recognized immediately.

The liability under the LTIP comprises the present value of the defined benefit obligation (using discount rate based on government bonds) vested at the end of the reporting period.

Taxes

Current Tax. Current tax assets and liabilities are determined at the amount expected to be recovered from or paid to the tax authorities. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted as at the balance sheet date in the jurisdiction where the Company operates and generates taxable income.

Current tax relating to items recognized directly in equity is recognized in equity and not in profit or loss. Management periodically evaluates positions taken in the tax returns with respect to situations in which applicable tax regulations are subject to interpretation and establishes provisions where appropriate.

Deferred Tax. Deferred tax liabilities are recognized for all taxable temporary differences, except:

- When the deferred tax liability arises from the initial recognition of goodwill or an asset or liability in a transaction that is not a business combination and, at the time of the transaction, affects neither the accounting income nor taxable income or loss.
- In respect of taxable temporary differences associated with investments in subsidiaries, associates and interests in joint venture, when the timing of the reversal of the temporary differences can be controlled and it is probable that the temporary differences will not reverse in the foreseeable future.

Deferred tax assets are recognized for all deductible temporary differences, carryforward benefits of net operating loss carry over (NOLCO) and excess minimum corporate income tax (MCIT), to the extent that it is probable that taxable income will be available against which the deductible temporary differences, NOLCO and excess MCIT can be utilized, except:



- When the deferred tax asset relating to the deductible temporary difference arises from the initial recognition of an asset or liability in a transaction that is not a business combination and, at the time of the transaction, affects neither the accounting income nor taxable income or loss.
- In respect of deductible temporary differences associated with investments in subsidiaries, associates and interests in joint venture, deferred tax assets are recognized only to the extent that it is probable that the temporary differences will reverse in the foreseeable future and taxable income will be available against which the temporary differences can be utilized.

The carrying amount of deferred tax assets is reviewed at each balance sheet date and reduced 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. Unrecognized deferred tax assets are reassessed at each balance sheet date and are recognized to the extent that it has become probable that future taxable income will allow the deferred tax assets to be recovered.

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

Tax benefits acquired as part of a business combination, but not satisfying the criteria for separate recognition at that date, are recognized subsequently if new information about facts and circumstances change. The adjustment is either treated as a reduction in goodwill (as long as it does not exceed goodwill) if it was incurred during the measurement period or recognized in the consolidated statement of income.

Deferred Tax related to Assets and Liabilities arising from a Single Transaction. The amendment narrows the scope of the initial recognition exception under PAS 12, so that it no longer applies to transactions that give rise to equal taxable and deductible temporary differences. If at the initial recognition, the underlying transaction does not give rise to equal taxable and deductible temporary differences, initial recognition exception (IRE) shall apply.

The amendments also clarify that where payments that settle a liability are deductible for tax purposes, it is a matter of judgement (having considered the applicable tax law) whether such deductions are attributable for tax to the liability recognized in the financial statements (and interest expense) or to the related asset component (and interest expense).

The Company assessed that its deferred tax assets and liabilities arising from certain service concession fees payable and leases meet the IRE criteria under the amendments. A net deferred tax liability related to lease accounting of a subsidiary amounting to ₱195 million related to the adoption of amendments to PAS 12 in 2023 was identified and accounted for only in the consolidated financial statements only in 2024 since the amount was assessed by the Company to be immaterial. This amount has been recognized to the Company's consolidated statement of changes in equity in 2024.

VAT. For its VAT-registered activities, 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 consolidated 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 interim consolidated statements of financial position up to the extent of the recoverable amount.



For its non-VAT registered activities, the amount of VAT passed on from its purchases of goods or service is recognized as part of the cost of goods/asset acquired or as part of the expense item, as applicable.

Creditable Withholding Tax (CWT). CWT represents amounts withheld by counterparties from payments for services rendered by the Company which can be claimed as income tax credits. These are recognized as an asset in the consolidated statements of financial position to the extent of the recoverable amount.

4. Significant Accounting Judgments, Estimates and Assumptions

The preparation of the interim consolidated financial statements in compliance with PFRS Accounting Standards requires management to make judgments, estimates and assumptions that affect certain reported amounts and disclosures. In preparing the interim consolidated financial statements, management has made its best judgments and estimates of certain amounts, giving due consideration to materiality. The judgments and estimates used in the accompanying interim consolidated financial statements are based upon management's evaluation of relevant facts and circumstances as at the date of the interim consolidated financial statements. Actual results could differ from those estimates, and such estimates will be adjusted accordingly.

The Company believes that the following represents a summary of these significant judgments and estimates and the related impact and associated risks in the interim consolidated financial statements.

Judgments

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

Determination of Functional Currency. The interim consolidated financial statements are presented in Philippine Peso, which is the Parent Company's functional and presentation currency. All subsidiaries and associates evaluate their primary economic and operating environment and determine their functional currency. Items included in the interim consolidated financial statements of each entity are initially measured using their functional currencies, which were determined using the same basis:

	Functional Currency
PT Metro Pacific Tollways Indonesia (PT MPTI), PT Metro Pacific Tollways Indonesia Services (PT MPTIS) and subsidiaries	Indonesian Rupiah (IDR)
MPT Asia Corporation, MPT Thailand Corporation, CAIF III Infrastructure Holdings Sdn Bhd, CIIF Infrastructure Holdings Sdn Bhd and Metro Pacific Tollways Asia, Corporation Pte. Ltd.	U.S. Dollar (USD)
Metro Pacific Tollways Vietnam Company Limited, MPT Management Vietnam Co., Ltd, MPT Services Vietnam Co., Ltd, CII Bridges and Roads Investment Joint Stock Company (CII B&R) and CII Bridge and Road Management Operation Services Joint Stock Company (formerly MCSC Services Vietnam Co., Ltd)	Vietnamese Dong (VND)



Service Concession Arrangements under the Intangible Asset Model. In applying Philippine Interpretation IFRIC 12, *Service Concession Arrangements*, the Company has made a judgment that certain service concession arrangements of the Company's water and tollway businesses (see Note 11) qualify under the intangible asset model as these companies receive the right to charge users of public service. Details of the Company's accounting policy in respect of the service concession arrangements are set out in Note 3 to the interim consolidated financial statements.

The Company also recognizes construction revenues and costs in accordance with PFRS 15, *Revenue from Contracts with Customers*. It measures contract revenue at the fair value of the consideration received or receivable. Given that the construction works have been subcontracted to outside contractors, the construction revenue recognized substantially approximates the construction costs. Construction revenue and costs recognized in the interim consolidated statements of income amounted to ₱5,547.0 million and ₱7,241.9 million for the six-month periods ended June 30, 2025 and 2024, respectively (see Note 11).

Consolidation of CIC in which the Company Holds No Voting Rights. The Company considers that it controls CIC even though it does not own any voting rights by virtue of the MLA (see Note 1). Under the MLA, MPTC has the power to solely direct the entire operations, including the capital expenditure and expansion plans of CIC. MPTC shall then receive all the financial benefits from CIC's operations and all losses incurred by CIC are to be borne by MPTC.

Investment in JTT as 'silo'. Silos in substance are treated separately from the overall assets, liabilities and equity of the investee. A portion of MPTC's investment in JTT acquired in 2024 is held by PT Margautama Nusantara (MUN), wherein by virtue of an agreement, MPTC and the minority stockholder ring-fenced their respective ownership in the investment in JTT, hence, MPTC accounted for its investment in JTT based on its effective ownership (see Notes 5 and 10).

Estimates and Assumptions

The key assumptions concerning the future and other key sources of estimation uncertainty at the reporting period, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are discussed below. The Company based its assumptions and estimates on parameters available when the interim consolidated financial statements were prepared. Existing circumstances and assumptions about future developments, however, may change due to market changes or circumstances arising that are beyond the control of the Company. Such changes are reflected in the assumptions when they occur.

Amortization of Service Concession Assets. The methods of amortization that the Company uses depends on which method best reflects the pattern of consumption of the concession assets.

The Units of Production ("UOP") method is being used for the toll concession assets (NLEX Corp., CIC, CCLEC and PT Nusantara). The Company annually reviews the total expected traffic volume/kilometers travelled in the case of the toll concession with reference to traffic projection reports, based on factors that include market conditions such as population growth, usage of the toll facility, and service coverage including ongoing and future expansions. The Company makes appropriate adjustments to the assumptions of the traffic volume with reference to the latest studies, if any. It is possible that future results of operations could be materially affected by changes in the Company's estimates brought about by changes in the aforementioned factors.

The Company has not started amortization of service concession assets under on-going rehabilitation or construction. The amortization period for the service concession assets will begin upon determination that the assets are ready for their intended use. For the service concession asset related to the construction of certain toll roads (the Connector Road, Cavite Laguna Expressway



("CALAX"), and C5 South Link Project) the amortization will start upon full completion of the construction regardless of partial opening of certain segments as these were considered as a single intangible asset.

The straight-line method is currently being used to amortize the water concession assets in relation to PT Nusantara's water treatment plant. The estimated useful lives used by the Company to amortize the service concession assets are based on the terms of the service concession contracts.

The Company recognized UOP amortization for toll roads amounting to ₱1,354.0 million and ₱1,191.3 million for the six-month periods ended June 30, 2025 and 2024, respectively (see Notes 11 and 24). The Company recognized straight-line amortization for water treatment plant amounting to ₱17.3 million and ₱17.0 million for the six-month periods ended June 30, 2025 and 2024, respectively (see Notes 11 and 24). The total carrying values of service concession assets amortized amounted to ₱113,903.7 million and ₱112,910.6 million as at June 30, 2025 and December 31, 2024, respectively (see Note 11).

Service Concession Asset as Qualifying Asset and Capitalization of Borrowing Costs. The Company has made a judgment to apply Philippine Accounting Standards ("PAS") 23, *Borrowing Costs*, in classifying the service concession assets' components pre/on-going construction (in the case of the construction of the Connector Road, CALAX, and C5 South Link Projects) as qualifying assets.

The Company capitalizes borrowing costs that are directly attributable to the acquisition or construction of the qualifying asset as part of the cost of that asset using the specific borrowing approach, as the Company uses specific borrowings to finance its qualifying assets. Capitalized borrowing costs included as part of "additions" as at June 30, 2025 and December 31, 2024 amounted to ₱1,088.2 million and ₱3,958.9 million, respectively (see Note 11). Capitalization of borrowing costs ceases when substantially all the activities necessary to prepare the components of the service concession asset for its intended use are complete.

Impairment of Service Concession Assets Not Yet Available for Use and Investments in Associates and a Joint Venture. Service concession assets not yet available for use are subject to annual impairment testing, while investments in associates and a joint venture are tested when indicators exist. Impairment exists when the carrying value of an asset or CGU exceeds its recoverable amount, which is the higher of its FVLCD and its value in use. The FVLCD calculation is based on available data from binding sales transactions, for similar assets or observable market prices less incremental costs of disposing of the asset. The value in use calculation is based on a discounted cash flow (DCF) model. The cash flows are derived from the budget for the concession period and do not include restructuring activities that the Company is not yet committed to or significant future investments that will enhance the performance of the assets of the CGU being tested. Risks related to the expected variations in the timing of cash flows have been incorporated in computing for the recoverable amounts of the relevant service concession asset. The recoverable amount is sensitive to the discount rate used for the DCF model as well as the expected future cash inflows and the growth rate used for extrapolation purposes. These estimates are most relevant to service concession assets not yet available for use recognized by the Company. The recoverable amount of the Company is based on value in use.

While it is believed that the assumptions used in the estimation of recoverable values reflected in the interim consolidated financial statements are appropriate and reasonable, significant changes in these assumptions may materially affect the assessment of recoverable values and any resulting impairment loss could have a material adverse impact on the results of operations.



No impairment loss was recognized for service concession assets not yet available for use and investments in associates and a joint venture for the six-month periods ended June 30, 2025 and 2024. The carrying values of the Company's service concession assets not yet available for use amounted to ₱94,539.3 million and ₱86,092.4 million as at June 30, 2025 and December 31, 2024, respectively (see Note 11). The carrying values of the Company's investments in associates and joint venture amounted to ₱60,551.0 million and ₱63,645.0 million as at June 30, 2025 and December 31, 2024, respectively (see Note 10).

Impairment of Goodwill. Goodwill is subject to annual impairment test. This requires an estimation of the value in use of CGUs to which the goodwill is allocated. Estimating the value in use requires the Company to make an estimate of the expected future cash flows from the CGU and also to choose a suitable discount rate in order to calculate the present value of those cash flows.

While it is believed that the assumptions used in the estimation of recoverable values reflected in the interim consolidated financial statements are appropriate and reasonable, significant changes in these assumptions may materially affect the assessment of recoverable values and any resulting impairment loss could have a material adverse impact on the results of operations.

No impairment of goodwill was recognized for the six-month periods ended June 30, 2025 and 2024. The carrying value of goodwill amounted to ₱9,470.3 million as at June 30, 2025 and December 31, 2024 (see Note 13).

Recognition of Deferred Tax Assets. The carrying amount of deferred tax assets is reviewed at each balance sheet date and reduced to the extent that it is no longer probable that sufficient taxable income will be available to allow or part of the deferred tax assets to be utilized.

Deferred tax assets are recognized on deductible temporary differences and the carryforward benefits of NOLCO and MCIT to the extent that it is probable that taxable income will be available against which the deductible temporary differences and the carryforward benefits of NOLCO and MCIT can be utilized. The Company's assessment on the recognition of deferred tax assets on deductible temporary differences is based on the expected future financial performance.

Deferred tax assets amounted to ₱4,640.0 million and ₱4,324.0 million as at June 30, 2025 and December 31, 2024, respectively (see Note 30).

Temporary differences, NOLCO and MCIT for which no deferred tax assets were recognized, as management believes that it is more likely than not that there will be no sufficient taxable income to realize the benefits of the deferred tax, amounted to ₱10,881.0 million and ₱10,732.0 million as at June 30, 2025 and December 31, 2024, respectively (see Note 30).

Retirement Benefits. The cost of defined benefit retirement plan and the present value of retirement obligation is determined based on actuarial valuations. The actuarial valuations involve making various assumptions about discount rates, expected return on assets, future salary increases and mortality rates. Due to the complexity of the valuation, the underlying assumptions and long-term nature of the plan, a defined benefit obligation is highly sensitive to changes in these assumptions. All assumptions are reviewed at each balance sheet date. Further details about the assumptions used are given in Note 26 to the interim consolidated financial statements.

Accrued retirement costs under the defined benefit plan amounted to ₱634.0 million and ₱632.5 million as at June 30, 2025 and December 31, 2024, respectively (see Note 26).



Long-Term Incentives Benefits. The MPTC Group's LTIP is a cash plan that is intended to provide meaningful and contingent financial incentive compensation for eligible executives and officers of the MPTC Group, who are consistent performers and contributors to the achievement of the long-term financial targets, strategic plans and objective, as well as the functional strategy and goals of the MPTC Group. Likewise, the MPTC Group LTIP is intended to attract and retain talented employees to ensure the sustained growth and success of the MPTC Group. Total amount of LTIP is fixed upon achievement of the target core income and is not affected by changes in future salaries of the employees covered. The cost of LTIP is determined using the projected unit credit method based on prevailing discount rates and profit targets. While management's assumptions are believed to be reasonable and appropriate, significant differences in actual results or changes in assumptions may materially affect the Company's other long-term incentives benefits.

Provisions. The Company recognizes provisions based on estimates of whether it is probable that an outflow of resources will be required to settle an obligation. Where the final outcome of these matters is different from the amounts that were initially recognized, such differences will impact the financial performance in the current period in which such determination is made.

The Company also recognizes its contractual obligations to restore the toll roads to a specified level of serviceability. The Company recognizes a provision following PAS 37 as the obligation arises which is a consequence of the use of the toll roads and therefore it is proportional to the number of vehicles using the roads and increasing in measurable annual increments.

The provision for the heavy maintenance requires an estimation of the periodic cost, generally estimated to be every five (5) to ten (10) years or the expected heavy maintenance dates, to restore the assets to a level of serviceability during the concession term and in good condition before turnover to the Grantor. This is based on the best estimate of management to be the amount expected to be incurred to settle the obligation at every heavy maintenance date discounted using a pre-tax rate that reflects the current market assessment of the time value of money and the risk specific to the liability.

Provisions (current and noncurrent) amounted to ₱2,388.4 million and ₱1,887.1 million as at June 30, 2025, and December 31, 2024, respectively (see Note 18).

Determination of Fair Value of Financial Instruments. The Company initially records all financial instruments at fair value and subsequently carries certain financial assets and financial liabilities at fair value, which requires extensive use of accounting estimates and judgment. Valuation techniques are used particularly for financial assets and financial liabilities that are not quoted in an active market. Where valuation techniques are used to determine fair values (e.g., discounted cash flow and option pricing models), they are periodically reviewed by qualified personnel who are independent of the persons that initiated the transactions. All models are calibrated to ensure that outputs reflect actual data and comparative market prices. To the extent practicable, models use only observable data as valuation inputs. However, other inputs such as credit risk (whether that of the Company or the counterparties), forward prices, volatilities and correlations, require management to develop estimates or make adjustments to observable data of comparable instruments. The amount of changes in fair values would differ if the Company uses different valuation assumptions or other acceptable methodologies. Any change in fair value of these financial instruments would affect either the consolidated statement of comprehensive income or consolidated statement of changes in equity.

Fair values of financial assets and financial liabilities are presented in Note 33 to the interim consolidated financial statements.



Provision for ECL of Receivables. The Company uses a provision matrix to calculate ECLs for receivables. The provision rates are based on days past due for groupings of various customer/counterparty segments that have similar loss patterns (i.e., by location, service type, customer type and rating).

The provision matrix is initially based on the Company's historical observed default rates. The Company will calibrate the matrix to adjust the historical credit loss experience with forward-looking information. At every reporting date, the historical observed default rates are updated and changes in the forward-looking estimates are analyzed.

To capture the effect of changes to the economic environment in the future, the computation of Probability of Default (PD), Loss Given Default (LGD) and ECL, incorporates forward-looking information and assumptions on the path of economic variables that are likely to have an effect on the repayment ability of the Company's counterparties. The starting point for the projections of economic variables is based on management's view, which underlies the plan to deliver the Company's strategy and ensures it has sufficient capital over the medium term. Management's view covers a core set of economic variables required to set the strategic plan.

The assessment of the correlation between historical observed default rates, forecast economic conditions and ECLs is a significant estimate. The amount of ECLs is sensitive to changes in circumstances and of forecast economic conditions. The Company's historical credit loss experience and forecast of economic conditions may also not be representative of the customer's actual default in the future. The information about the ECLs on the Company's receivables is disclosed in Note 32 to the interim consolidated financial statements.

The carrying values of receivables, net of allowance for ECLs, amounted to ₱6,174.0 million and ₱3,603.0 million as at June 30, 2025 and December 31, 2024, respectively (see Notes 8 and 32).

Contingencies. Certain subsidiaries of the Company are parties to certain lawsuits or claims arising from the ordinary course of business. However, the Company's management and legal counsels believe that the eventual liabilities under these lawsuits or claims, if any, will not have a material effect on the interim consolidated financial statements (see Note 34).

5. Business Combinations, Transactions with Non-controlling Interests and Asset Acquisitions

Acquisitions/Equity Transactions in 2025

Asset Acquisition of LLEX Corp. At the time of acquisition, LLEX Corp. has no established inputs, manpower and processes which are capable of generating outputs. LLEX Corp. has no other asset in its books except for the predevelopment costs and the concession right that it acquired through the joint venture agreement with Lapu-Lapu City. Thus, the transaction has been accounted as an asset acquisition as it does not meet the definition of a business under PFRS 3, *Business Combinations*.

The acquisition cost was allocated to the assets acquired as follows:

	(In Millions)
Input VAT	₱8
Service concession asset	1,029
Total Consideration	₱1,037



The predevelopment costs capitalized as service concession asset is directly attributable to the service concession right held by LLEX Corp. (see Note 11).

Acquisition of NCI of ESC. On May 14, 2025, MPTC acquired additional 34.0% equity interest in ESC for a total consideration of ₱1,720.6 million. As a result of this acquisition, MPTC increased its ownership from 66.0% to 100.0%.

	<i>(In Millions)</i>
Total consideration*	₱1,721
Less: Carrying value of non-controlling interests acquired	(177)
Difference recognized in equity reserves	₱1,898

*Including transaction costs.

Acquisition of NCI in NLEX Corp and EIPPI. EIPPI, a company incorporated in the Philippines. In 2024, the Company infused a total amount of ₱36.53 million for the purpose of subscribing additional shares. A portion of this amount was applied to the subscription price of 17,357 common shares at ₱100 per share for a total amount of ₱1.74 million, resulting in advances for future stock subscription of ₱34.8 million as at December 31, 2024.

On March 14, 2025, MPTC's effective ownership interest in NLEX increased from 77.7% as at December 31, 2024 to 83.8%, as a result of the following:

- a. On March 13, 2025, the Government of the Republic of the Philippines (ROP) and MPTC entered into a Sale and Purchase Agreement involving the sale of 47,596 NLEX shares (0.25% interest in NLEX) owned by ROP to MPTC for a cash consideration of ₱242 million. MPTC's direct ownership in NLEX increased to 73.32% (from 73.06% as at December 31, 2024).
- b. On March 14, 2025, EGIS Projects SAS (EGIS) (formerly Egis Projects SA) and MPTC entered into a Deed of Absolute Sale of Shares involving the sale of 307,560 Egis Investment Partners Philippines, Inc. (EIPPI) shares to MPTC, resulting to MPTC owning 100% of EIPPI (from 44.58% as at December 31, 2024) for a cash consideration of ₱5.5 billion. On the same date, EGIS, MPTC and EIPPI, entered into a Deed of Assignment of Receivables involving the assignment of ₱199.2 million receivable of EGIS from EIPPI to MPTC for cash. As of March 14, 2025, EIPPI's ownership in NLEX increased to 10.53% immediately after its purchase of 6,835 NLEX shares (0.04% interest in NLEX) from ROP on March 13, 2025 (from 10.49% as at December 31, 2024).

	<i>(In Millions)</i>
Total consideration*	₱5,779
Less: Carrying value of non-controlling interests acquired	2,150
Difference recognized in equity reserves	₱3,629

*Including transaction costs.

Acquisition of NCI in PT Nusantara. On December 3, 2024, OJK approved the extension for VTO period from December 6, 2024 to March 5, 2025. On March 17, 2025, a total of 149,215,666 common shares, which represent 0.86% of the total issued and outstanding common shares in PT Nusantara, were crossed through IDX facilitated by BCA Sekuritas and settled at the final tender price of IDR 250 per share, thus increasing the ownership interest of MPTIS in PT Nusantara to 99.1%.



The increase in effective ownership by 0.86% has been accounted for as an equity transaction in the interim consolidated financial statements:

	<i>(In Millions)</i>
Total consideration*	P129
Less: Carrying value of non-controlling interests acquired	450
Difference recognized in equity reserves	(P321)

*Including transaction costs.

Issuance of Preferred Shares to NCI. On April 4, 2025, the Board of ESC has approved the increase in its authorized capital stock from P20 million comprising of 20,000 common shares at P100 par value per share to P625 million divided into: a) P620 million common stock (6,200,000 common shares at P100 par value per share); and b) P5.0 million redeemable preferred stock (4,000 redeemable preferred shares at P1,250 par value per share). In March 2025, EGIS Easytrip Services SAS (EGIS Easytrip), a wholly-owned subsidiary of EGIS, entered into a Subscription Agreement with ESC to subscribe for the redeemable preferred shares of ESC and was paid on March 21, 2025. The issuance of ESC to EGIS Easytrip of 4,000 redeemable preferred shares at P1,250 par value per share for a P5.0 million consideration was recorded as an increase in “Non-controlling interests” in equity.

Acquisitions in 2024

Acquisition of NCI in PT Nusantara. On January 8, 2024, PT Metro Pacific Tollways Indonesia Services (“MPTIS”) sent a letter to the Financial Services Authority, Otoritas Jasa Keuangan (“OJK”), involving the Voluntary Tender Offer (“VTO”) of 4,104,990,344 shares representing 23.7% of the total outstanding shares in PT Nusantara.

On March 15, 2024, the plan was approved with VTO period from March 19, 2024 to April 17, 2024 and further extended until June 14, 2024.

During the VTO period, a total of 3,794,727,358 common shares, representing 21.9% of PT Nusantara’s total issued and outstanding common shares, were validly tendered and accepted by the shareholders. The tendered shares were crossed through the Indonesian Stock Exchange facilitated by BCA Sekuritas on various dates during the year and settled at the final tender price of IDR 250 per share.

As at December 31, 2024, MPTIS owned 17,014,991,208 PT Nusantara shares representing 98.2% of the total issued and outstanding common shares of PT Nusantara. The increase in effective ownership by 21.9% has been accounted for as an equity transaction in the consolidated financial statements:

	<i>(In Millions)</i>
Total consideration*	P3,388
Less: Carrying value of non-controlling interests acquired	2,872
Difference recognized in equity reserves	P516

*Including transaction costs.

On December 3, 2024, OJK approved the extension for VTO period from December 6, 2024 to March 5, 2025. On March 17, 2025, a total of 149,215,666 common shares, which represent 0.86% of the total issued and outstanding common shares in PT Nusantara, were crossed through IDX facilitated by BCA Sekuritas and settled at the final tender price of IDR 250 per share, thus increasing the ownership interest of MPTIS in PT Nusantara to 99.1%.



Investment in PT Jasamarga Transjawa Tol (JTT). On June 28, 2024, MPTC through its wholly-owned indirect subsidiary MPTIS and a 60.4%-owned subsidiary MUN partnered with Warrington Investment Pte. Ltd. (“WIPL”) to enter into agreements with Koperasi Konsumen Karyawan Jalin Margasejahtera (“KKJM”) and PT Jasa Marga (Persero) Tbk (“Jasa Marga”) to acquire a total of 35.0% equity interest in JTT. The total consideration is IDR15.75 trillion (approximately P58 billion) with a maximum additional earn-out payment of IDR250 billion (approximately P925 million). The earn-out shall be paid subject to pre-agreed target level of tariff adjustments. The consideration was paid in installments of 60% upon closing date and 40% in December 2024.

JTT was established in June 2017. It is principally engaged in the management, security, and operation of the Trans-Java Toll Road Segments in Java, Indonesia which has been in operation since 1983, with a total length of approximately 676-kilometer. It holds concessions for 13 toll road assets with concession periods ranging from 35 to 50 years and will expire between 2044 and 2066. The toll roads are strategically located across Java, connecting the country’s economic center, major cities, industrial hubs, and tourist areas on an island that is home to a population of approximately 159 million, representing 57% of the total population and of the gross domestic product of Indonesia.

Upon the closing of the transaction on September 27, 2024, MPTC acquired 24.5% equity interest in JTT with 22.9% effective ownership interest for a consideration of IDR10.4 trillion (approximately P38 billion) equivalent to the funding agreement among the parties. Effective as of the transaction closing date on September 27, 2024, the total investment cost, amounting to IDR10.5 trillion (approximately P39 billion) includes transaction costs and earn-out calculated at present value, is presented under “Investments in Associates and Joint Venture” in the consolidated statement of financial position (see Note 10). The earn-out liability is classified as a financial liability at fair value through profit or loss (see Note 18) with fair value determined using discounted method.

Additional Transaction Costs in 2024 from Dilution of Interest in MUN in November 2023. In 2024, additional transaction costs amounting to P214.5 million were incurred. The share of MPTC amounting to P130.5 million is presented as part of “Other reserves” and the share of non-controlling interests amounting to P84.0 million is presented as part of “Non-controlling Interests” in the statement of changes in equity.

6. Material Partly-Owned Subsidiary

In determining whether NCI is material to the Company, management employs both quantitative and qualitative factors to evaluate the nature of, and risks associated with, the Company’s interests in these entities; and the effects of those interests on the Company’s financial position. Factors considered include, but not limited to, carrying value of the subsidiary’s NCI relative to the NCI recognized in the Company’s interim consolidated financial statements, the subsidiary’s contribution to the Company’s consolidated revenues and net income, and other relevant qualitative risks associated with the subsidiary’s nature, purpose and size of activities.

Based on management’s assessment, the Company has concluded that NLEX Corp. and PT Nusantara and its subsidiaries are the subsidiaries with NCI that are material to the Company.

The ability of these subsidiaries to pay dividends or make other distributions or payments to their shareholders is subject to applicable laws and other restrictions contained in shareholder agreements and other agreements that prohibit or limit the payment of dividends or other transfers of funds. Such applicable restrictions are as follows:



- Under the financing agreements as disclosed in Note 19, which include satisfying certain financial ratios and other covenants to be able to declare or pay cash dividends;
- Under Philippine law, a corporation is permitted to declare dividends only to the extent that it has unrestricted retained earnings that represent the undistributed earnings of the corporation which have not been allocated for any managerial, contractual or legal purposes and which are free for distribution to the shareholders as dividends;
- Under Indonesian law, a corporation is permitted to declare dividends as long as their equity balance does not fall below its issued and paid-up capital plus the amount of the reserved fund. A reserved fund is a fund required to be set aside by the corporation equivalent to 20% of its issued and paid-up capital; and
- Under NLEX Corp.'s shareholders' agreement, unless otherwise agreed upon by the shareholders, no amounts shall be distributed by way of dividends until the PNCC fee for the year has been repaid in full.

As at June 30, 2025 and December 31, 2024, NLEX Corp. has unpaid dividends to non-controlling shareholders amounting to ₱808.9 million and ₱445.2 million, recorded under "Accounts payable and other current liabilities" account, which was fully paid in July 2025 and February 2025, respectively (see Note 17).

The table below presents the summarized financial information of material partly-owned subsidiaries before inter-company eliminations as at June 30, 2025, December 31, 2024 and June 30, 2024.

	June 30, 2025		December 31, 2024	
	<i>(In Millions)</i>		<i>(In Millions)</i>	
	NLEX Corp.	PT Nusantara	NLEX Corp.	PT Nusantara
Equity share held by NCI	16.2%	0.9%	22.3%	1.8%
<i>Summarized balance sheets</i>				
Current assets	₱13,352	₱1,653	₱6,423	₱1,608
Noncurrent assets	88,232	14,369	87,104	15,028
Current liabilities	(21,943)	(412)	(18,799)	(442)
Noncurrent liabilities	(46,757)	(1,449)	(41,538)	(1,633)
Total equity	(32,884)	(14,161)	(33,190)	(14,561)
Attributable to:				
Equity holders of MPTC	25,527	13,769	27,634	14,168
NCI	7,357	392	5,556	393
	June 30, 2025		June 30, 2024	
	<i>(In Millions)</i>		<i>(In Millions)</i>	
	NLEX Corp.	PT Nusantara	NLEX Corp.	PT Nusantara
<i>Summarized statements of comprehensive income</i>				
Revenues	₱14,676	₱501	₱12,308	₱518
Net income	7,339	170	5,595	287
Total comprehensive income	7,339	170	5,595	287
Net income attributable to NCI	1,332	15	4,221	11
Dividends paid to NCI	622	—	959	—
<i>Summarized statements of cash flows</i>				
Net cash flows from operating activities	₱8,254	₱318	₱6,462	₱83
Net cash flows used in investing activities	(2,360)	(6)	(4,541)	(119)
Net cash flows used in financing activities	(26)	(215)	(3,409)	(144)
Net increase (decrease) in cash and cash equivalents	5,868	97	(1,488)	(180)



7. Cash and Cash Equivalents and Restricted Cash

Cash and cash equivalents:

	June 30, 2025	December 31, 2024
	<i>(in Millions)</i>	
Cash on hand	₱150	₱145
Cash in banks	10,419	5,783
Short-term deposits	4,532	3,602
	₱15,101	₱9,530

Cash in banks earn interest at the prevailing bank deposit rates. Short-term deposits as cash equivalents are made for varying periods of up to three (3) months depending on the immediate cash requirements of the Company and earn interest at the respective short-term deposit rates.

Restricted Cash

Restricted cash includes revenue and debt service reserve and payment accounts amounting to ₱2,433.0 million and ₱3,349.1 million as at June 30, 2025 and December 31, 2024, respectively, which are established and maintained for debt servicing of long-term debt. This debt service reserve and payment accounts are maintained and replenished in accordance with the provisions of the loan agreements.

Interest earned from cash and cash equivalents and restricted cash amounted to ₱183.0 million and ₱186.0 million for the six-month periods ended June 30, 2025 and 2024, respectively (see Note 27).

8. Receivables

	June 30, 2025	December 31, 2024
	<i>(in Millions)</i>	
Trade receivables from:		
Third parties	₱672	₱850
Related parties (Note 21)	58	36
Advances to DPWH	1,930	1,421
Non-trade receivables	900	1,132
Concession financial receivables - current (Note 16)	142	147
Advances to officers and employees (Note 21)	122	130
Finance lease receivable - current (Note 16)	51	69
Interest receivables	27	25
Dividend receivable (Notes 10 and 15)	2,314	23
Other receivables	549	360
	6,765	4,193
Less: allowance for ECL	591	590
	₱6,174	₱3,603

Trade receivables. Trade receivables are noninterest-bearing and are generally on terms of 30 to 45 days.



Advances to DPWH. Advances to the Department of Public Works and Highway (“DPWH”) include: (i) advances in order to fast track the acquisition of right-of-way for the construction of Segments 9 and 10, portions of Phase II of NLEX pursuant to the Reimbursement Agreement entered into by NLEX Corp. with DPWH in 2013; (ii) direct advances to certain Segment 9 landowners as consideration for the grant of immediate right-of-way possession to NLEX Corp. ahead of the expropriation proceedings. Under a Deed of Assignment (“DOA”) with Special Power of Attorney (“SPA”) agreement, these landowners agreed to assign their receivables from DPWH to NLEX Corp. in consideration for the direct advances received from NLEX Corp.; (iii) in its letters dated March 9, 2021 and July 1, 2021, the DPWH initially requested funding support from NLEX Corp. to address challenges in the availability of Government funding for ROW acquisition for the Connector road Project. The DPWH proposed to offset the funding support against Periodic Payment due to the Government under Clause 7.3.11 of the Concession Agreement. NLEX Corp.’s obligation to pay Periodic Payments to the Government will commence on the first anniversary of the construction completion deadline. In line with the offsetting arrangement, DPWH has requested subsequent amounts of funding support in its letter dated February 14, 2022 and subsequent letters to NLEX Corp. during the year, mainly to cover court deposits required for expropriation of affected properties, (iv) advances and reimbursement agreement between MPCALA Holdings, Inc. (“MPCALA”) and DPWH where the parties have agreed that DPWH shall execute its power to acquire the necessary right-of-way while MPCALA shall advance the amounts negotiated for such and shall be later reimbursed by DPWH within 60 days from the receipt of the MPCALA’s request for reimbursement. These advances to DPWH are noninterest-bearing and are collectible within a year; and (v) advances and reimbursement agreement between Cavitex Infrastructure Corporation (“CIC”) and DPWH in 2018 where DPWH requested these advances in order to fast track the acquisition of right-of-way (“ROW”) for the construction of Segment 3, now referred to as C5 South Link. The balance also includes direct advances to certain Segment landowners as consideration for the grant of immediate ROW possession to the Company ahead of the expropriation proceedings.

Non-trade receivables. Non-trade receivables are noninterest-bearing and are collectible within a year.

Concession Financial Receivable. Concession financial receivable pertains to the following service concession arrangements:

- The financial concession receivable pertains to the guaranteed minimum payment that will be received by DCC from KIM under the water supply agreement.
- The concession financial receivable pertains to the guaranteed minimum payment that will be received by RPSL from PLN under the electrical power purchase agreement.

Finance income from concession financial receivables amounting to ₱39.4 million and ₱45.0 million for the six-month periods ended June 30, 2025 and 2024, respectively, were recognized under “Interest income” in the interim consolidated statements of comprehensive income (see Note 27).

Other receivables. Other receivables include receivables from motorists who caused accidental damage to property from day-to-day operations.



Movements in the allowance for individually assessed impaired receivables in 2025 and 2024 are as follows:

	Trade Receivables	Other Receivables	Total
	<i>(in Millions)</i>		
Balance at January 1, 2025	₱364	₱226	₱590
Provision for ECL (Note 25)	1	–	1
Balance at June 30, 2025	₱365	₱226	₱591

	Trade Receivables	Other Receivables	Total
	<i>(in Millions)</i>		
Balance at January 1, 2024	₱101	₱210	₱311
Provision for ECL (Note 25)	263	16	279
Balance at December 31, 2024	₱364	₱226	₱590

9. Other Current Assets

	June 30, 2025	December 31, 2024
	<i>(in Millions)</i>	
Input VAT (net of allowance of ₱14.8 million)	₱6,452	₱5,960
Advances to contractors, consultants and suppliers	1,063	448
Creditable withholding taxes (net of allowance of ₱15.4 million)	287	240
Input VAT - deferred	473	239
Inventories	181	205
Prepaid expenses	301	122
Others	29	20
	₱8,786	₱7,234

Input VAT. Input VAT pertains to VAT imposed on purchases of goods and services. These are expected to be offset against output VAT arising from the Company's revenue subject to VAT in the future (see Note 16).

Input VAT - deferred. This pertains to input VAT on capital goods exceeding ₱1.0 million which is expected to be amortized within the next 12 months.

Advances to contractors, consultants and suppliers. Advances to contractors, consultants and suppliers mainly represent the advance payments for mobilization of the contractors, consultants and suppliers for various contracts. These are progressively reduced upon receipt of the equivalent amount of services rendered by the contractors, consultants and suppliers. The noncurrent portion amounted to ₱902.4 million as at June 30, 2025 and ₱1,099.1 million as at December 31, 2024.

Creditable withholding taxes. Creditable taxes are the amount withheld by the payees which the Company can claim as tax credits against income tax payable. The noncurrent portion, included under "Other noncurrent assets" account in the consolidated statements of financial position amounted to ₱223.7 million and ₱215.9 million as at June 30, 2025 and December 31, 2024, respectively (see Note 16).



Prepaid expenses. Prepaid expenses include prepaid insurance covering the service concession assets of the Company, prepayments to National Telecommunications Commission and Department of Environment and Natural Resources with regards to permit and registration fees for the renewal of Restricted Radiotelephone Operator's certificates and radio license, and prepaid maintenance for software and hardware systems.

10. Investments in Associates and Joint Ventures

Details of investments in associates and joint venture are as follows:

	Ownership Interest	
	June 30, 2025	December 31, 2024
Investment in associates:		
CII Bridges and Roads Investment Joint Stock Company (CII B&R)	44.9%	44.9%
PT Jakarta Lingkar Baratsatu (JLB)	35.0%	35.0%
PT Jasamarga Transjawa Tol (JTT) ^(a)	22.9%	22.9%
Others		
CII Bridge and Road Management Operation Services Joint Stock Company (MCSC)	45.0%	45.0%
On-Us Solutions Inc (Byahe)	38.2%	38.2%
Investment in joint venture:		
PT Jasa Marga Jalanlayang Cikampek (JJC) ^(b)	40.0%	40.0%

(a) Acquired by the Group on September 27, 2024 (see Note 5).

(b) JJC is 40%-owned by JTT which increased the Group's equity interest in JJC by 9.2% through the acquisition of JTT in 2024 (see Note 5). This additional interest in JJC has been accounted as part of JTT.

Movements in this account are as follows:

	June 30, 2025	December 31, 2024
	(in Millions)	
Acquisition cost:		
Balance at beginning of period/year	₱65,991	₱26,050
Equity infusion into existing investees	—	50
Acquisition of associates (Note 5)	—	39,891
Balance at end of period/year	65,991	65,991
Accumulated equity in net earnings (losses):		
Balance at beginning of period/year	(1,260)	(1,818)
Equity in net earnings for the period/year	1,001	995
Dividends received	(2,224)	(437)
Balance at end of period/year	(2,483)	(1,260)
Share in cumulative translation adjustment (CTA):		
Balance at beginning of period/year	(1,086)	(450)
Share in CTA during the period/year (Note 22)	(1,871)	(636)
Balance at end of period/year	(2,957)	(1,086)
	₱60,551	₱63,645



Material associates and joint venture

In determining whether an equity method investee is material to the Company, management employs both quantitative and qualitative factors to evaluate the nature of, and risks associated with, the Company's interests in these entities; and the effects of those interest on the Company's financial position. Factors considered include, but not limited to, carrying value of the investee relative to the total equity method investments recognized in the Company's interim consolidated financial statements, the equity investee's contribution to the Company's consolidated net income, and other relevant qualitative risks associated with the equity investee's nature, purpose and size of activities.

CII B&R. CII B&R and its subsidiaries are primarily engaged in the construction, development and operation in urban infrastructure sector under the BOT contracts and built-transfer contracts. CII B&R is incorporated in Vietnam and listed in Ho Chi Minh City Stock Exchange.

The fair value of CII B&R shares held by the Company (including the equivalent shares of the potential voting rights) based on quoted market price amounted to VND5,477 billion (₹11.8 billion) and VND5,928 billion (₹13.6 billion) as at June 30, 2025 and December 31, 2024, respectively.

Cash Dividends. In 2024, CII B&R's BOD declared and paid cash dividends amounting to ₹98.6 million. During the same year, the Company also received its share in the dividends declared in 2020, 2022 and 2023 with an aggregate amount of ₹393.2 million.

JLB. JLB is a company that holds the concession to operate a 9.7 km length toll road until 2042 in Jakarta, Indonesia. This toll road connects Kebon Jeruk (West Jakarta) with Penjaringan (Soekarno-Hatta International Airport area, Cengkareng).

On June 16, 2023, JLB's BOD approved the distribution of cash dividends amounting to IDR100 billion (₹369 million) cash dividends. MPTC's share in the total dividends declared amounted to IDR35 billion (₹126 million). As at December 31, 2024, the dividend has been collected.

On June 12, 2024, JLB's BOD approved the distribution of cash dividends amounting to IDR270 billion (₹973 million) cash dividends. MPTC's share in the total dividends declared amounted to IDR94.5 billion (₹338 million). As at December 31, 2024, the dividend has been collected in August 2024 and December 2024 amounting to IDR52.5 billion (₹188 million) and IDR42.0 billion (₹150 million), respectively.

In June 2025, JLB's BOD approved the distribution of cash dividends and MPTC Group has recorded its share amounting to IDR341.25 billion (₹1,187.6 million) and is outstanding as of September 24, 2025.

JJC. On June 30, 2022, PT Margautama Nusantara ("MUN"), an indirect subsidiary of MPTC in which it holds an aggregate equity interest of 89.66%, entered into a Conditional Share and Purchase Agreement with Perusahaan Perseroan ("Persero") PT Jasa Marga (Indonesia Highway Corporatama), Tbk. ("Jasa Marga") to acquire 40% of the outstanding shares of JJC.

JJC is the concession holder of Jakarta-Cikampek Elevated ("Japex") toll road, which is a thirty-eight (38) km fully elevated toll road forming part of the trans-java network, which serves as an entry/exit gate from Jakarta (capital city) to West, Central, and East Java. Japex has been in operation since December 12, 2019.



MUN entered into the agreement to acquire a total of 2,265,778 shares, representing 40% of the outstanding shares of JJC, for a total consideration of up to IDR 4,389 billion (or ₱16.6 billion). The acquisition will be implemented through secondary shares acquired from Jasa Marga.

The base consideration of the transaction is IDR 4,030 billion (₱15.3 billion), which was settled as follows: (i) IDR 15 billion (₱52 million) upon signing of conditional share purchase agreement (“CSPA”) on June 30, 2022, (ii) IDR 200 billion (₱745 million) via escrow on August 10, 2022, (iii) IDR 591 billion (₱2,278 million) upon closing on October 10, 2022 and (iv) IDR 3,224 billion (₱12,193 million) final payment on December 19, 2022. In 2023, MPTC capitalized directly attributable transaction costs of ₱1.1 billion in connection with the acquisition of JJC.

An additional consideration (earn-out) of IDR 359 billion (₱1,292 million) shall be paid subject to pre-agreed target level of tariff adjustment, with a long-stop date of December 31, 2024 with the price per share adjusted to IDR 1,937,082.98 (₱6,979). As at December 31, 2023, MUN estimated the earn-out at IDR 190 billion (₱679 million) and recorded “Provisions” under other current liability (see Note 18). As at December 31, 2024, MUN has reversed the earn-out liability of IDR 190 billion (₱679 million) as the pre-agreed target level of tariff adjustment is no longer expected to be met based on JJC’s latest tariff adjustment on March 9, 2024. The reversal has been recognized in profit or loss under “Other income” for the year ended December 31, 2024 (see Note 29).

Following the series of fund-raising activities by MUN in late 2023, MPTC effectively owns 24.6% and 24.5% of JJC as at June 30, 2025 and December 31, 2024, respectively.

In the past years, JJC has been in a recurring net loss position hence, an impairment testing was done in accordance with PAS 36, *Impairment of Assets*. The Company determined the recoverable amount by calculating the value in use as of impairment testing date using the following key assumptions:

	June 30, 2025	December 31, 2024
Pre-tax discount rate	10.10%	8.89%
Average forecast period	37 years	38 years
Growth rate	4.0% to 6.0%	4.0% to 6.0%

As at June 30, 2025 and December 31, 2024, no impairment was recognized for the Company’s investment in JJC as its recoverable amount continues to exceed the carrying amount of the investment.

JTT. On June 28, 2024, MPTC through its wholly-owned indirect subsidiary MPTIS and a 60.4%-owned subsidiary MUN partnered with WIPL to enter into agreements with KKJM and Jasa Marga to acquire a total of 35.0% equity interest in JTT (see Note 5).

In June 2025, JTT’s BOD approved the distribution of cash dividends and MPTC Group has recorded its share amounting to IDR297.8 billion (₱1,036.3 million). The dividends were collected from JTT in July 2025.



Summarized material financial information in respect of CII B&R, JLB, JJC and JTT as at and for the six-month period ended June 30, 2025, six-month period ended June 30, 2024 and as at December 31, 2024 are as follows:

	June 30, 2025				December 31, 2024			
	<i>(in Millions)</i>							
	CII B&R	JLB	JJC	JTT	CII B&R	JLB	JJC	JTT
Current assets	₱4,683	₱1,294	₱1,557	₱12,614	₱3,863	₱689	₱1,749	₱8,736
Noncurrent assets	21,937	6,754	50,000	208,140	22,409	7,099	52,603	217,237
Current liabilities	(5,366)	(240)	(2,642)	(13,157)	(4,028)	(169)	(2,423)	(8,340)
Noncurrent liabilities	(18,627)	(4,192)	(36,133)	(87,786)	(19,751)	(511)	(37,772)	(91,826)
Equity	2,627	3,616	12,782	119,811	2,493	7,108	14,157	125,807
Proportion of the Company's ownership	44.94%	35.0%	40.0%	22.90%	44.94%	35.0%	40.0%	22.90%
Share in equity of the investees	1,181	1,266	5,113	27,437	1,120	2,488	5,663	28,810
Goodwill	1,341	3,170	9,812	11,126	1,341	3,170	9,812	₱11,126
Carrying amount of the investment	₱2,522	₱4,436	₱14,925	₱38,563	₱2,461	₱5,658	₱15,475	₱39,936

	June 30, 2025				June 30, 2024			
	<i>(in Millions)</i>							
	CII B&R	JLB	JJC	JTT	CII B&R	JLB	JJC	JTT
Operating revenues	₱1,637	₱946	₱1,926	₱13,126	₱1,827	₱976	₱3,906	₱—
Cost of services	(428)	(235)	(907)	(4,622)	(416)	(263)	(1,848)	—
General and administrative expenses	(37)	(83)	(28)	(359)	(43)	(31)	(76)	—
Other expenses – net	(725)	10	(1,253)	(2,009)	(820)	3	(2,675)	—
Income (loss) before income tax	447	638	(262)	6,136	548	685	(693)	—
Provision for income tax	(43)	(148)	(39)	(1,203)	38	(159)	(89)	—
Net income (loss)	404	490	(301)	4,933	586	526	(782)	—
Other comprehensive income (loss)	—	—	—	(1)	—	—	—	—
Total comprehensive income (loss)	₱404	₱490	(301)	₱4,932	₱586	₱526	(₱782)	₱—
Company's share of:								
Net income (loss)	₱182	₱172	(120)	₱1,130	₱263	₱184	(₱312)	—
Total comprehensive income (loss)	182	172	(120)	1,130	263	184	(312)	₱—



Individually immaterial associates

MCSC. MCSC is primarily engaged in providing toll collection and road maintenance services.

Byahe. Byahe is a company that operates public utility vehicles, including passenger jeepneys and e-jeepneys, to serve the commuting public on government-authorized routes as a common carrier.

Aggregate financial information of these associates is presented as follows:

	June 30, 2025	June 30, 2024
	<i>(in Millions)</i>	
Carrying amount of investment	₱105	₱116
Share in net income	3	8
	June 30, 2025	December 31, 2024
Current assets	₱271	₱271
Noncurrent assets	112	112
Current liabilities	(57)	(57)
Noncurrent liabilities	(1)	(1)



11. Service Concession Assets

	MNEP	SCTEX	NLEX-SLEX Connector Road	CALAX	CAVITEX ^(a)	CCLEX	LLEX	Pondok Ranji and Pondok Aren	Soekarno Hatta Port- Pettarani	Tallo- Hasanuddin Airport	Seran, Banten (Water treatment)	Total
	<i>(in Millions)</i>											
Cost:												
At January 1, 2024	₹56,422	₹5,501	₹25,028	₹42,330	₹20,345	₹28,742	₹—	₹9,124	₹11,682	₹4,261	₹585	₹204,020
Additions (Note 35)	5,538	140	2,955	4,735	3,509	47	—	341	—	1	71	17,337
Reclassification	(376)	376	65	—	—	—	—	—	3	(2)	—	66
Change in estimate	—	—	—	(1,131)	—	—	—	—	—	—	—	(1,131)
Translation adjustment	—	—	—	—	—	—	—	36	32	15	2	85
At December 31, 2024	61,584	6,017	28,048	45,934	23,854	28,789	—	9,501	11,717	4,275	658	220,377
Additions (Note 35)	775	13	1,445	3,176	2,444	12	1,029	20	—	—	7	8,921
Change in estimate	—	—	—	2,784	—	—	—	—	—	—	—	2,784
Translation adjustment	—	—	—	—	—	—	—	(434)	(472)	(195)	(27)	(1,128)
At June 30, 2025	₹62,359	₹6,030	₹29,493	₹51,894	₹26,298	₹28,801	₹1,029	₹9,087	₹11,245	₹4,080	₹638	₹230,954
Accumulated amortization:												
At January 1, 2024	₹13,359	₹640	₹—	₹—	₹2,077	₹133	₹—	₹1,217	₹769	₹475	₹170	₹18,840
Amortization (Note 24)	1,560	82	—	—	242	93	—	177	211	81	34	2,480
Reclassification	5	(5)	—	—	—	—	—	—	—	—	—	—
Translation adjustment	—	—	—	—	—	—	—	28	11	12	3	54
At December 31, 2024	14,924	717	—	—	2,319	226	—	1,422	991	568	207	21,374
Amortization (Note 24)	821	44	—	—	111	48	—	171	113	46	17	1,371
Translation adjustment	—	—	—	—	—	—	—	(121)	(48)	(54)	(11)	(234)
At June 30, 2025	₹15,745	₹761	₹—	₹—	₹2,430	₹274	₹—	₹1,472	₹1,056	₹560	₹213	₹22,511
Carrying values:												
At June 30, 2025	₹46,614	₹5,269	₹29,493	₹51,894	₹23,868	₹28,527	₹1,029	₹7,615	₹10,189	₹3,520	₹425	₹208,443
At December 31, 2024	₹46,660	₹5,300	₹28,048	₹45,934	₹21,535	₹28,563	—	₹8,079	₹10,726	₹3,707	₹451	₹199,003

(a) Consists of R1 Expressway, R1 Expressway Extension and C-5 South Link.



Additions to the service concession assets in 2025 and 2024 included the following:

- i. Ongoing construction of CALAX;
- ii. NLEX - Construction of NLEX-SLEX Connector Road and third Candaba Viaduct project, roadway lighting, side and median barriers, drainage, bridge retrofitting and new toll plazas; installation of RFID equipment and enhancement of existing ones in certain areas of Phase I; installation of fixed operating equipment in SCTEX Bamban Toll Plaza Project and SCTEX Toll Plaza Expansion; construction of toll booths and other technical upgrades;
- iii. Civil works of C5 Link, R-1 enhancement phase 2 and Segment 4 extension;
- iv. CCLEC's enhancements in the toll collection system;
- v. Remaining additions pertain to construction costs on other various concession projects; and
- v. Concession right to build and operate LLEX (see Notes 1, 2 and 5).

Service concession assets with ongoing construction and upgrade services amounting to ₱50,161.0 and ₱46,503.1 million as at June 30, 2025 and December 31, 2024, respectively are considered as contract assets under PFRS 15, *Revenue from Contracts with Customers* (see Note 3).

The reclassification amounting to ₱376.2 million in 2024 pertains to the share of SCTEX concession in the cost of interconnection on the Toll Collection System (TCS) to harmonize the NLEX-SCTEX toll operations. This amount was previously included in the balance of MNEP.

The reclassification amounting to ₱65.0 million in 2024 pertains to the reclassification from property and equipment to service concession assets due to the turnover of land to Philippine National Railways (PNR) in connection with the construction of NLEX-SLEX Connector Road.

The Company also recognizes construction revenues and costs in accordance with PFRS 15. It measures contract revenue at the fair value of the consideration received or receivable. Given that the construction works have been subcontracted to outside contractors, the construction revenue recognized substantially approximates the construction costs. Construction revenue and costs recognized in the consolidated statements of income amounted to ₱5,547.0 million and ₱7,241.9 million for the six-month periods ended June 30, 2025 and 2024, respectively.

No amortization was recognized in 2025 and 2024 for NLEX-SLEX Connector Road, C-5 South Link and CALAX as these service concession assets are not yet available for use as at June 30, 2025 and December 31, 2024.

PT Nusantara's concession assets comprise of toll roads and water concession rights. Toll road concession rights cover the following toll road sections: (a) Tallo- Hasanuddin Airport; (b) Soekarno Hatta Port-Pettarani; (c) Pondok Ranji and Pondok Aren. The water concession rights pertain to right to treat and distribute clean water in the Serang District, Banten in Indonesia.

As at June 30, 2025 and December 31, 2024, toll road concession rights under MUN are pledged as collateral for MUN's loans (see Note 19).

Impairment Testing of Service Concession Assets Not Yet Available for Use

The Company performs its annual impairment testing of its SCAs not yet available for use every year end, unless an impairment indicator exists. As of June 30, 2025, no impairment indicators exist as of date hence, the Company did not perform impairment testing of its SCAs not yet available for use.



The key inputs and assumptions used in the impairment testing in 2024 are as follows:

	Growth rate	Average forecast period	Pre-tax discount rate
CIC – C-5 South Link	2% to 36%	23-25 years	14.6%
NLEX Corp. – NLEX-SLEX Connector Road	2% to 27%	34 years	14.2%
MPCALA – CALAX	1% to 31%	25.5 years	10.6%

For the purposes of impairment testing of an intangible asset (service concession asset) not yet available for use under the requirements of PAS 36, *Impairment of Assets*, the Company has performed the analysis by comparing the recoverable amount and the carrying amount of the service concession assets as at balance sheet date.

As at June 30, 2025 and December 31, 2024, the total carrying amount of service concession assets not yet available for use amounted to ₱94,539.3 million and ₱86,092.4 million, respectively.

The recoverable amounts of these service concession assets have been determined based on a value in use computation using the cash flow projections from most recent financial budgets and forecast of the Company. Risks related to the expected variations in the timing of cash flows have been incorporated in computing for the recoverable amounts of the relevant assets.

Based on the impairment tests, management did not identify any impairment loss for these service concession assets. Management also believes that no reasonably possible change in any of the key assumptions used would cause the carrying values of the service concession assets not yet available for use to materially exceed their respective recoverable amounts.

12. Property and Equipment

The movements in this account follow:

	Building, Building Improvements and Leasehold Improvements	Transportation Equipment	Office Equipment and Others	Construction in Progress	Total
<i>(in Millions)</i>					
Cost:					
At January 1, 2024	₱3,040	₱893	₱1,670	₱106	₱5,709
Additions	283	154	236	39	712
Reclassifications	(70)	–	(7)	–	(77)
Adjustment	(19)	–	–	–	(19)
Retirement	–	–	(2)	–	(2)
Translation adjustment	1	–	2	–	3
At December 31, 2024	₱3,235	₱1,047	₱1,899	₱145	₱6,326
Additions	69	105	18	14	206
Disposal	–	(10)	–	–	(10)
At June 30, 2025	₱3,304	₱1,142	₱1,917	₱159	₱6,522
Accumulated depreciation:					
At January 1, 2024	₱736	₱437	₱1,203	₱–	₱2,376
Depreciation	299	136	160	–	595
Reclassifications	(4)	(4)	–	–	(8)
Adjustment	(19)	–	–	–	(19)
Retirement	–	–	(2)	–	(2)
Translation adjustment	(2)	(1)	(1)	–	(4)

(Forward)



	Building, Improvements and Leasehold Improvements	Transportation Equipment	Office Equipment and Others	Construction in Progress	Total
			(in Millions)		
At December 31, 2024	P1,010	P568	P1,360	P—	P2,938
Depreciation (Notes 24 and 25)	131	70	32	—	233
Disposal	—	(8)	—	—	(8)
Translation adjustment	(3)	—	—	—	(3)
At June 30, 2025	P1,138	P630	P1,392	P—	P3,160
Net book values:					
At June 30, 2025	P2,166	P512	P525	P159	P3,362
At December 31, 2024	P2,225	P479	P539	P145	P3,388

Building and building improvements include ROU assets as at June 30, 2025 and December 31, 2024 amounting to P662.3 million and P604.5 million, respectively. Accumulated depreciation of ROU assets as at June 30, 2025 and December 31, 2024 amounted to P655.5 million and P551.2 million, respectively, while additions of ROU assets amounted to P47.7 million and P179.5 million for the six-month periods ended June 30, 2025 and 2024, respectively (see Note 35).

Construction in progress pertains to the construction of a building as headquarters of toll operations of CAVITEX and CALAX, corporate office and motor assistance area and other ancillary works for MPT Vizmin (see Note 31).

Loss on sale of property and equipment amounted to P1.2 million in 2025 (see Note 29).

13. Goodwill and Other Intangible Assets

	Goodwill	Franchise	Software	Total
			(in Millions)	
Cost:				
At January 1, 2024	P9,498	P100	P779	P10,377
Additions	—	—	187	187
Reclassifications	—	—	(36)	(36)
At December 31, 2024	P9,498	P100	P930	P10,528
Translation adjustments	—	—	(35)	(35)
At June 30, 2025	P9,498	P100	P895	P10,493
Accumulated amortization:				
At January 1, 2024	P—	P—	P223	P223
Amortization	—	—	38	38
At December 31, 2024	—	—	261	261
Amortization (Note 25)	—	—	16	16
Translation adjustments	—	—	20	20
At June 30, 2025	P—	P—	P297	P297
Impairment:				
At January 1, 2024	P—	P—	P—	P—
Additions	28	—	—	28
At June 30, 2025 and December 31, 2024	P28	P—	P—	P28
Carrying values:				
At June 30, 2025	P9,470	P100	P598	P10,168
At December 31, 2024	P9,470	P100	P669	P10,239



Goodwill. Goodwill is the difference between the cost of business combination and the fair values of identifiable assets and liabilities. The carrying amount of goodwill allocated to each of the CGU as at June 30, 2025 and December 31, 2024 are as follows:

CGU	Carrying amount
CIC	₱4,979
NLEX	3,110
PT Nusantara	894
ESC	388
RPSL	99
	₱9,470

Franchise. Franchise pertains to the Company's professional basketball team, NLEX Road Warriors, which participates in the Philippine Basketball Association.

Software. Software costs pertain to computer software relating to the Company's accounting, reporting and asset management systems with estimated useful lives of five (5) years.

Impairment Testing of Goodwill

The key inputs and assumptions used in the impairment testing are as follows:

	Growth rate	Average forecast period	Pre-tax discount rate
June 30, 2025:			
PT Nusantara	7% to 14%	16 to 19 years	11.5%
RPSL	0%-1%	13.5 years	10.4%
December 31, 2024:			
CIC	2% to 23%	24 years	14.6%
NLEX Corp.	9% ^(a) 8% ^(b)	13 years	14.2%
ESC	3%*	4.5 years	10.6%
PT Nusantara	7% to 14%	16 to 19 years	11.5%
RPSL	0%-1%	14 years	10.4%

* Terminal growth rate

^(a) Open system

^(b) Closed System

The Company performs its annual impairment testing for goodwill every year end, unless an impairment indicator exists. As of June 30, 2025, no impairment indicators exist for CIC, NLEX Corp. and ESC; hence, the Company did not perform impairment testing of goodwill related to these CGUs.

For impairment testing purposes, the recoverable amounts were determined based on "value-in-use" using discounted cash flows method. No impairment loss recognized related to the goodwill for the six-month periods ended June 30, 2025 and 2024.

In assessing the impairment for goodwill, the Company compares the carrying amounts of the underlying assets against their recoverable amounts (the higher of the assets' fair value less costs of disposal and their VIU).



The recoverable amounts for each business have been determined based on VIU calculations using cash flow projections covering a five-year period (for CGUs with indefinite life) or the applicable concession periods for the Company's toll road businesses. The discount rates applied to cash flow projections reflect the weighted average cost of capital of the relevant businesses. The VIUs were calculated based on their cash flow projections as per the most recent financial budgets and forecasts, which management believes are reasonable and are management's best estimates of the ranges of economic conditions that will exist over the forecast period. The cash flows beyond the five-year period were extrapolated using a growth rate that is consistent with the average growth rate of the industry.

The forecasted periods for the Company's toll road business are more than five (5) years as management can reliably estimate the cash flows for their entire concession periods. The cash flows during the projection periods are derived using estimated average growth rates which do not exceed the long-term average growth rate of the industry in the country where the businesses operate.

Philippine Basketball Association Franchise. The recoverable amount of the franchise cost has been determined using its FVLCD as of impairment testing date. The Company used market approach in determining the fair value of the intangible asset (franchise cost) in reference to prices generated in similar recent transactions from other market participants involving identical or comparable assets. The Company adjusted the price to account for costs of disposal to determine FVLCD as one of the measures of recoverable amount required by PAS 36. Based on the impairment testing, management did not identify any impairment loss for this intangible asset (franchise cost) as FVLCD exceeds the carrying amount of the intangible asset (franchise cost). The FVLCD of the franchise cost is classified under Level 2 of fair value hierarchy.

14. Investment Properties

	Land	Building and building improvements	Total
	<i>(in Millions)</i>		
Cost:			
At January 1, 2024	₱350	₱536	₱886
Additions	—	59	59
Balance as at December 31, 2024	₱350	₱595	₱945
Additions	—	38	38
Disposal	—	(4)	(4)
At June 30, 2025	₱350	₱629	₱979
Accumulated depreciation:			
At January 1, 2024	₱—	₱54	₱54
Depreciation	—	49	49
Balances as at December 31, 2024	₱—	₱103	₱103
Depreciation (Note 25)	—	15	15
Disposal	—	(4)	(4)
At June 30, 2025	₱—	₱114	₱114
Net book values:			
At June 30, 2025	₱350	₱515	₱865
At December 31, 2024	₱350	₱492	₱842



Rental income earned from this investment property amounted to ₱59.8 million and ₱50.6 million for the six-month periods ended June 30, 2025 and 2024, respectively (see Notes 23 and 31).

Fair Value of Investment Properties

As at June 30, 2025 and December 31, 2024, the fair value of investment properties amounted to ₱1,212.0 million. The investment properties' fair values are based on the appraisal reports prepared by an accredited independent appraiser. A valuation model in accordance with that recommended by the International Valuation Standards Committee has been applied. The latest fair value appraisal reports obtained in April 2025 provides the fair market values as at December 31, 2024 and there has been no significant movement in the investment properties from the most recent valuation date to June 30, 2025.

The income capitalization approach is based on the premise that the value of a property is directly related to the income it generates. This approach converts anticipated future gains to present worth by projecting reasonable income and expenses for the subject property. The income capitalization approach is considered appropriate for valuing investment properties, as it mirrors the analysis of typical investors. This comparative approach considers income and expense data relating to the property being valued and estimates value through a capitalization process. Capitalization relates to income (usually a net income figure) and a defined value type by converting an income amount into a value estimate. This process may consider direct relationships, yield of discount rates, or both. In general, the principle of substitution holds that the income stream which produces the highest return commensurate with a given level of risk leads to the most probable figure.

The determination of the fair value of investment properties is categorized under Level 3 fair value hierarchy measurement.

The Company has no obligations to purchase, construct or develop, or an obligation for repairs, maintenance and enhancements in relation to these investment properties.

15. Financial Assets at Fair Value

The movements in UITFs classified as financial assets at FVTPL are as follows:

	June 30, 2025	December 31, 2024
	<i>(in Millions)</i>	
Balance at beginning of period/year	₱2,152	₱1,742
Additions	3,281	11,572
Sale/maturity of financial assets	(3,928)	(11,210)
Gain on fair value changes during the period/ year (Note 29)	13	48
Balance at end of period/year	₱1,518	₱2,152

UITFs are ready-made investments that allow the pooling of funds from different investors with similar investment objectives. These are managed by professional fund managers and are invested in various financial instruments such as money market securities, bonds and equities, which are normally available to bigger investors only. A UITF uses the mark-to-market method in valuing the fund's securities. It is a valuation method which calculates the Net Asset Value (NAV) based on the estimated fair market value of the assets of the fund based on prices supplied by independent sources.



/Interest earned from financial assets at FVTPL amounted to ₱20.6 million and ₱15.0 million for the six-month periods ended June 30, 2025 and 2024, respectively (see Note 27).

As at June 30, 2025 and December 31, 2024, financial assets at FVOCI consist of:

	June 30, 2025	December 31, 2024
	(in Millions)	
Current:		
Investment in quoted equity shares - PT Kawasan Industri Jababeka Tbk (PT Kawasan)	₱145	₱156
Noncurrent:		
Investments in unquoted equity shares - SMC Skyway Corporation (SMCSC)	2,234	2,234
Investment in quoted club shares	8	8
	2,242	2,242
	₱2,387	₱2,398

PT Kawasan. This represents the Company's investments in shares of PT Kawasan which is listed in Indonesia. The fair value of the investment is determined based on market value issued by the Indonesia Stock Exchange.

As at June 30, 2025 and December 31, 2024, the fair value of the investment in PT Kawasan amounted to ₱145.4 million and ₱156.4 million, respectively. Changes in fair value of investment in PT Kawasan were recognized in the consolidated statements of comprehensive income, resulting in a loss amounting to ₱11.1 million for the six-month period ended June 30, 2025, and a gain of ₱6.9 million for the same period in 2024 (see Note 22).

SMCSC. Investment in SMCSC represents 2.03% interest in unquoted shares of stocks of SMCSC. SMCSC, formerly Citra Metro Manila Tollways Corporation, is engaged primarily in the design, construction and financing of the Metro Manila Skyway (in three stages) and the proposed Metro Manila Tollways projects. The 30-year franchise period for the Stage 1 of the South Metro Manila Skyway (SMMS) and for the integrated Stage 1 and Stage 2 of the SMMS commenced on October 10, 1999 and April 25, 2011, respectively. In January 2021, Stage 3 was opened for motorists.

As at June 30, 2025 and December 31, 2024, the fair value of the investment in SMCSC amounted to ₱2,234.0 million. Changes in fair value of investment in SMCSC were recognized under consolidated statements of comprehensive income in 2025 and 2024 amounting to nil and gain of ₱514.5 million, respectively.

The Company's share in the dividends declared by SMCSC's BOD in 2025 and 2024 amounted to ₱27.6 million and ₱71.7 million, respectively (see Note 29). Uncollected dividends amounted to ₱16.6 million and ₱16.6 million as at June 30, 2025 and December 31, 2024, respectively (see Note 8).

Investments in club shares. Investment in quoted corporate bonds typically involves fixed rate bonds issued by various listed companies.

Investment in quoted club shares pertains to purchased club shares of Cebu Country Club, Inc.



The fair values of the investments in club shares are based on quoted market price of the instruments as at June 30, 2025 and December 31, 2024.

The movements of the Other Comprehensive Income Reserve (gross of tax effect) for financial assets at FVOCI as follows:

	June 30, 2025	December 31, 2024
	(in Millions)	
Balance at beginning of period/year	₹1,874	₹1,391
Changes in fair value during the year (recognized in equity) (Note 22)	(11)	483
Balance at end of period/year	₹1,863	₹1,874

16. Other Noncurrent Assets

	June 30, 2025	December 31, 2024
	(in Millions)	
Finance lease receivable	₹1,093	₹1,157
Concession financial receivables - net of current portion	920	985
Creditable withholding taxes (Note 9)	224	216
Sinking fund	202	199
Deferred project costs	234	190
Refundable deposits	26	60
Input VAT - deferred - net of current portion (Note 9)	19	290
Others	191	167
	₹2,909	₹3,264

Finance lease receivable. Represents the fair value of receivables from PT Perusahaan Listrik Negara (Persero) (PLN), a state-owned company, as the single off-taker of the electricity sales generated by the PT Inpol Meka Energi (IME)'s, an indirect subsidiary, mini-hydroelectric power plant.

The future minimum lease payments are as follows:

	June 30, 2025	December 31, 2024
	(in Millions)	
Within one year	₹140	₹163
Between one to two years	254	132
After two years	1,490	1,840
Total future lease payments	1,884	2,135
Less future interest payments	740	909
Present value of finance lease receivable	1,144	1,226
Less current portion of finance lease receivable	51	69
Noncurrent portion of finance lease receivable	₹1,093	₹1,157

Based on the review of finance lease receivables as at June 30, 2025 and December 31, 2024, management is of the opinion that all finance lease receivables are realizable and no provision for expected credit loss is necessary to be provided.



The finance lease receivable is subject to discount rate of 7.89% per annum. The lease term is for 20 years until 2040. Interest income earned from the accretion of finance lease receivables amounted to ₱85.0 million and ₱92.0 million for the six-month periods ended June 30, 2025 and 2024, respectively (see Note 27).

Concession financial receivables. On April 24, 2012, DCC, a subsidiary of PT MPTIS, entered into a Cooperation Agreement for the supply of treated water to KIM for a period of 20 years (excluding construction phase). The concession financial receivables pertain to the guaranteed minimum payment that will be received by DCC from KIM under the water supply agreement.

On September 5, 2016, RPSL entered into an Electrical Power Purchase Agreement with PLN for the construction and operation of a Biomass Power Plant for a period of 20 years from the start of operations. Under the agreement, RPSL will supply a portion of the generated power from the power plant to PLN in accordance with the terms and conditions of the agreement. The concession financial receivable pertains to the guaranteed minimum payment that will be received by RPSL from PLN under the electrical power purchase agreement.

Input VAT - deferred. These costs pertain to 12% VAT on amount of retention and unpaid purchase of services which are incurred, and billings have been received as of reporting date.

Sinking fund. The sinking fund was established to finance the future major road repairs, re-pavements and other extraordinary costs and expenses of the R-1 Expressway (see Note 2).

Deferred project costs. These costs are directly attributable to the construction of service concession assets until establishment of formal ownership to the concession where the costs are subsequently reclassified to the "Service concession assets" account.

Others. This account primarily pertains to prepaid debt issue costs and the non-current portion of security deposits.

17. Accounts Payable and Other Current Liabilities

	June 30, 2025	December 31, 2024
	<i>(in Millions)</i>	
Trade payables (Note 32) ^(a) :		
Third parties	₱1,383	₱1,670
Related parties (Note 21)	49	157
Accrued expenses (Note 32) ^(g)	5,170	3,772
Retention payable ^(b)	1,713	1,924
Customer deposit ^(c)	2,967	2,804
Interest payable ^(d)	2,096	2,108
Output VAT	1,543	1,214
Dividends payable (Notes 6 and 22) ^(e)	1,103	793
Withholding taxes payable	173	550
Payable to CHI ^(f)	163	163
Unearned toll revenue	71	71
Lease liabilities - current portion ^(g)	33	36
Others ^(h)	488	1,449
	₱16,952	₱16,711



- a. Trade payables and accrued expenses are noninterest-bearing and are normally settled within one (1) year.
- b. Retention payable is a percentage of the amount certified as due to the contractor on an interim certificate, that is deducted from the amount due and retained by the Company. Retention payable is usually released upon completion of the relevant project.
- c. Customer deposit represents amount received from postpaid customers of ESC. The amount serves as security in case of customer default and is refundable when the contract is terminated.

In 2024, a provision expense amounting to ₱326.6 million was recognized involving the increase in customer load balances as “Provisions” under “General and Administrative Expenses” (see Note 25).

- d. Interest payable is settled within three (3) to six (6) months.
- e. As at June 30, 2025 and December 31, 2024, the Company’s dividends payable amounted to ₱1,103.1 million and ₱793.7 million, respectively. For the six-month periods ended June 30, 2025 and 2024, the Parent Company declared cash dividends to its common stockholders amounting to ₱987.4 million and ₱1,134.2 million, respectively. The corresponding cash dividends paid by the Parent Company to its common stockholders amounted to ₱984.3 million and ₱1,134.0 million, respectively. Partly-owned subsidiaries declared dividends to non-controlling stockholders amounted to ₱1,410.7 million and ₱265.1 million in 2025 and 2024, respectively. Cash dividends paid by partly-owned subsidiaries to their non-controlling stockholders amounted to ₱1,104.1 million and ₱921.1 million in 2025 and 2024, respectively.
- f. Payable to CHI relates to noninterest-bearing advances obtained by CIC in 2012 for its debt service requirements. The amount is due and demandable.
- g. The carrying amounts of lease liabilities and the movements as at and for the period ended, as follows:

	June 30, 2025	December 31, 2024
	<i>(in Millions)</i>	
Balance at beginning of period/year	₱82	₱74
Additions	11	86
Accretion of interest (Note 28)	3	8
Payments	(24)	(86)
Balance at end of period/year	₱72	₱82
Current portion	₱33	₱36
Noncurrent portion	39	46
	₱72	₱82

The noncurrent portion of lease liabilities amounted to ₱39 million and ₱46 million as at June 30, 2025 and December 31, 2024, respectively, are included under “Other noncurrent liabilities” account in the consolidated statements of financial position.

- h. *Others.* This account primarily consists of non-trade payables and security deposits.



Accrued expenses consist of:

	June 30, 2025	December 31, 2024
	(in Millions)	
Construction costs	₱3,010	₱2,325
Outside services	499	229
TRB fees	389	211
Concession fees	267	165
Advertising and marketing expenses	211	231
Repairs and maintenance	210	70
Salaries and employee benefits (Note 26)	152	173
Professional fees	129	51
PNCC and grantor's share	126	109
Taxes and licenses	92	10
Insurance	20	38
Others	65	160
	₱5,170	₱3,772

18. Provisions

The movements in this account are as follows:

	Heavy Maintenance	Others	Total
	(in Millions)		
At January 1, 2024	₱930	₱1,126	₱2,056
Additions	159	363	522
Accretion	37	6	43
Payments	(30)	(22)	(52)
Reversals (Note 29)	—	(679)	(679)
Translation adjustment	1	(4)	(3)
At December 31, 2024	₱1,097	₱790	₱1,887
Additions (Notes 24 and 25)	511	5	516
Accretion (Note 28)	25	—	25
Payments	(93)	(96)	(189)
Translation adjustment	(8)	157	149
At June 30, 2025	₱1,532	₱856	₱2,388
At June 30, 2025:			
Current	₱411	₱514	₱925
Noncurrent	1,121	342	1,463
	₱1,532	₱856	₱2,388
At December 31, 2024:			
Current	₱410	₱230	₱640
Noncurrent	687	560	1,247
	₱1,097	₱790	₱1,887

Provision for Heavy Maintenance. Provision for heavy maintenance pertains to the present value of the estimated contractual obligations of the Company to maintain the service concession assets to a specified level of serviceability during the concession term and to restore the same assets in good condition prior to turnover of the assets to the Grantor. The amount of provision is reduced by the actual obligations paid for period maintenance of work on the service concession assets.



Other Provisions. Other provisions include the additional consideration (earn-out) in acquiring JJC in 2022 (see Note 10), earn-out in acquiring JTT in 2024 and estimates of incentives to employees and estimated liabilities for losses of claims by third parties. The information usually required by PAS 37 Provision, Contingent Liabilities and Contingent Assets, is not disclosed as it may prejudice the Company's negotiation with third parties.

In March 2024, MUN reversed the earn-out amounting to IDR 190 billion (P679 million), as level tariff was not achieved, as reflected under "Other income" in profit or loss (see Note 29). As at June 30, 2025, the earn-out involving the acquisition of JTT, amounting to IDR 90 billion (P324 million), was classified as current given the expected payment in March 2026 upon achievement of the tariff increase.

19. Long-term Debts and Short-term Loans

	June 30, 2025	December 31, 2024
	(in Millions)	
Short-term loans	P44,994	P33,797
Current portion of long-term debt	15,032	13,367
Noncurrent portion of long-term debt	147,841	143,588
	P207,867	P190,752

Short-term Loans

As at June 30, 2025 and December 31, 2024, MPT Mobility obtained loans for an aggregate amount of P530.0 million with maturities ranging from 3 to 6 months. The interest rates on these loans varied between 4.70% and 6.70%. The proceeds were partially used for working capital requirements, NLEX Drive and Dine expansion and payments of maturing short-term loan. NLEX Drive & Dine is a drive stop convenience spot featuring a wide variety of retail and food establishments located at the southbound of NLEX in between Meycauayan and Valenzuela exits.

On March 28, 2025, NLEX Corp. availed of a 31-day short-term loan from PNB amounting to P1.85 billion with an annual interest of 5.2%. The proceeds were used to bridge finance the refinancing requirements of NLEX Corp. for the 1st quarter of the year. Upon maturity on April 28, 2025, NLEX Corp. partially settled P550 million and the remaining balance amounting to P1.3 billion was rolled over for a total of 150 days maturing on September 27, 2025.

During the period January to June 2025, the Company obtained various short-term bridge loans, summarized as follows:

- On January 22, 2025, MPTC obtained a P300.0 million and P750.0 million short-term loan from BPI, bearing an annual interest rate of 6.45% and 6.65%, respectively. The loan will mature on August 20, 2025 and October 14, 2025, respectively. Proceeds of the loan were utilized to provide advances to CIC and CCLEC, respectively.
- On February 20, 2025, the MPTC made an additional drawdown of P650.0 million under a short-term loan facility with SBC. The loan, which carries an annual interest rate of 8.0%, is due on July 25, 2025. Proceeds were utilized to fund advances to CIC.



- c. On April 14, 2025, MPTC obtained a ₱250.0 million and ₱550.0 million short-term loan from BPI, bearing an annual interest rate of 6.7% and 6.65%, respectively. The loan will mature on August 15, 2025 and October 14, 2025, respectively. Proceeds of the loan were utilized to provide advances to CIC. On the same day, MPTC obtained another short-term loan from BPI with 5.6% interest that will mature on September 8, 2025. Proceeds of the loan were used to extend advances to MPCALA.
- d. On April 29, 2025, MPTC availed a ₱600.0 million short-term loan from BPI, with an annual interest rate of 6.45%. The loan had an original term of 90 days and matured on July 29, 2025. Upon maturity, the loan was rolled over for another 90-day period, extending the new maturity date to October 27, 2025. Proceeds of the loan were utilized to provide advances to CIC.
- e. On May 2, 2025, MPTC secured a ₱700.0 million short-term loan from BPI with an interest rate of 6.45% per annum, originally maturing on July 31, 2025. The loan proceeds were utilized to extend advances to MPCALA. Upon maturity, the facility was renewed for another 90-day period, resulting in a new maturity date of October 29, 2025.
- f. MPTC secured a ₱1.6 billion short-term borrowing facility from SBC on May 7, 2025, with a term of one year and an interest rate of 6.65% per annum. The loan proceeds were applied to provide advances to MPCALA and fund LLEX Phase 1.
- g. On May 14, 2025, MPTC made a drawdown of ₱900 million from SBC, bearing interest of 6.65% per annum and repayable in one year. The funds were used to provide advances to MPCALA.
- h. On May 21, 2025, the Company secured a ₱1.05 billion facility from SBC, payable in one year with interest at 6.65% per annum. The loan proceeds were used for transaction costs related to acquisition of JTT (see Note 5).
- i. On June 4, 2025, the Company entered into a ₱600.0 million borrowing with RCBC, with 7.0% per annum interest and repayable within 90 days. The loan proceeds used for JTT financing cost.
- j. MPTC availed an additional ₱7,300.0 million under its short-term credit facility with MBTC on June 9, 2025, bearing an annual interest rate of 7.0% and maturing on August 31, 2025. Proceeds were designated to finance the acquisition of NLEX and ESC shares. (see Note 5).
- k. MPTC obtained a ₱500.0 million loan from RCBC on June 19, 2025, at 7.0% annual interest and repayable on September 17, 2025. The funds were used for Phase 1 of LLEX Project.

On December 20, 2024, NLEX Corp. availed of 32-day short-term loans from MBTC amounting to ₱2.0 billion, with an annual interest rate of 5.2% and maturity date of January 21, 2025. The proceeds will be used to bridge finance the Company's capital expenditures. NLEX Corp. partially settled the short-term loan amounting to ₱1,400.0 million on maturity date, while the remaining ₱600.0 million loan was rolled over for another 30 days and was fully settled on February 20, 2025.

In December 2024, MPTC entered into a short-term bridge loan with BPI for an aggregate amount of ₱1.2 billion, as advances for CIC and CCLEX and payment of transaction costs in JTT acquisition. The loans are subject to an interest ranging from 6% to 6.10% with original maturity in March 2025. The loans were rolled over with a revised maturity date in October 2025. MPTC also entered into bridge loans with RCBC for the payment of transaction costs in JTT acquisition amounting to ₱600 million, subject to annual interest of 6.5% and original maturity date of April 2025. The loan was rolled over with a revised maturity date in September 30, 2025.



In November 2024, MPTC entered into several short-term bridge loans maturing in various dates until November 2025:

- a. ₱1.1 billion with SBC, as advances to CCLEC for ₱537.0 million and CIC for ₱600.0 million, subject to 6.15% interest rate and original maturity date in February 2025. The debts were rolled over with a revised maturity date of March 2026;
- b. ₱6.0 billion with BPI, for the deferred payment of the JTT consideration in December 2024, subject to 5.95% interest rate and original maturity of May 2025. The debt was rolled over with a revised maturity date of August 2025. On September 2, 2025, the loan was consolidated to a new facility amounting to ₱10,877.0 million with a revised maturity on October 2, 2025.
- c. ₱8.0 billion with MBTC, for the deferred payment of the JTT consideration in December 2024, subject to 6% interest rate and original maturity of May 2025. The debt was rolled over with revised maturity date of November 2025; and
- d. ₱3,577.0 million with BPI, for the privatization of PT Nusantara, subject to 5.95% interest rate and original maturity date of May 2025. The debt was rolled over with a revised maturity date of August 2025. On September 2, 2025, the loan was consolidated to the ₱10,877.0 million facility with a revised maturity on October 2, 2025.

In October 2024, MPTC availed an additional short-term loan with MBTC amounting to ₱900 million with an annual interest rate of 6.5% to finance the CALAX Construction. In February 2025, the loan was converted to term loan with a maturity date of July 14, 2034, with annual principal repayments every July.

In September 2024, MPTC entered into a promissory note with RCBC amounting to ₱7.2 billion to finance the first installment payment of the consideration on the acquisition of shares in JTT. The loan is subject to an annual interest rate of 6.5% with maturity on March 18, 2025. The debt was rolled over with a revised maturity date of September 2025.

In August 2024, MTPC availed short-term loans with MBTC amounting to ₱950.0 million (for CCLEC's debt servicing), ₱770.0 million and ₱496.0 million (for C5 Southlink project financing) with an annual interest rate of 6.1% and subject to a term of 186 days, 170 days, and 160 days, respectively. In February 2025, the debts were converted to term debt with a maturity date of July 14, 2034, with annual principal repayments every July.

On July 11, 2024, MPTC availed a short-term loan with a 6-month term from MBTC amounting to ₱487.0 million with an annual interest rate 6.7%. The proceeds were used to finance the equity requirements of CALAX Construction. In 2025, the debt was converted to term debt with a maturity date of July 2034, with annual repayments every July.

In June 2024, MPTC availed short-term loans with a 6-month term from MBTC totaling to an aggregate amount of ₱3,300.0 million with annual interest rate of 6.6%. The proceeds were used to finance the equity requirements of CALAX Construction. In December 2024, MPTC converted these short-term loans to a term loan with maturity date on July 2034 with annual principal repayment every July.

On March 27, 2024, NLEX Corp, availed of 268-day short-term loans from Philippine National Bank ("PNB") amounting to ₱1.0 billion, with an annual interest rate of 5.9% and maturity date of December 20, 2024. The proceeds will be used to bridge finance the Company's capital expenditures. The short-term loan was paid on its maturity date.



On April 29, 2024, NLEX Corp. availed of 91-day short-term loans from Metropolitan Bank and Trust Company (“MBTC”) amounting to ₱1.5 billion, with an annual interest rate of 5.2% and maturity date of July 29, 2024. The proceeds will be used to bridge finance the Company’s capital expenditures. The short-term loan was paid on its maturity date.

Long-term Debt

The long-term debts of the Company consist of:

	June 30, 2025	December 31, 2024
	<i>(in Millions)</i>	
Peso-denominated Notes, Loans and Bonds:		
Term Loan Facilities	₱114,496	₱107,199
Fixed-rate Bonds	6,000	6,000
Corporate Notes	15,279	15,279
	135,775	128,478
Foreign currency-denominated Loans:		
Indonesian Rupiah:		
Term Loan Facilities	10,880	11,553
Syndicated Loan Facility	17,287	18,027
	163,942	158,058
Less unamortized debt issue costs	1,069	1,103
	162,873	156,955
Less current portion of long-term debt - net of unamortized debt issue costs of ₱191.1 million and ₱153.2 million as at June 30, 2025 and December 31, 2024, respectively	15,032	13,367
	₱147,841	₱143,588

The movements in debt issue costs are as follows:

	June 30, 2025	December 31, 2024
	<i>(in Millions)</i>	
Balance at beginning of period/year	₱1,103	₱927
Amortization during the period/year* (Note 28)	(155)	(263)
Debt issue costs incurred during the period/year	121	439
Balance at end of period/year	₱1,069	₱1,103

*Includes amortization of debt issue costs capitalized to service concession assets amounting to ₱86.2 million and ₱57.3 million in 2025 and 2024, respectively (see Note 11).



MPTC

Term Loan Facilities

Details of MPTC's term loan facilities are as follows:

Financial institution	Date of drawdown	Facility	Drawdown Amount	Interest rate per annum	Maturity date	Outstanding principal balance	
						June 30, 2025	December 31, 2024
			(in Millions)			(in Millions)	
BDO ^(a)	March 2018	₱1,500	₱900	6.10%	2028	₱542	₱590
BDO	March 2019	2,800	2,800	6.98%	2029	1,981	2,104
MBTC	December 2020	2,000	2,000	5.06%	2029	1,600	1,600
RCBC	December 2021	2,100	2,100	4.79%	2031	1,733	1,785
MBTC	May 2022	6,600	6,600	6.03%	2032	5,940	6,270
BDO	May 2022	3,100	3,100	6.27%	2032	2,790	2,868
BPI	July 2022	1,100	1,100	6.37%	2032	1,072	1,100
BPI	June 2023	1,200	1,200	6.64%	2033	1,155	1,170
BPI	August 2023	2,800	2,800	6.95%	2033	2,730	2,765
BPI	December 2023	5,700	5,700	6.87%	2033	5,558	5,629
MBTC	July 2024	3,000	3,000	6.74%	2034	3,000	3,000
MBTC	December 2024	7,000	3,397	6.00%	2034	7,000	3,397
						₱35,101	₱32,278

^(a) BDO Unibank, Inc. (BDO)

MPTC made various drawdowns in 2024 to finance its operations and projects:

- On June 28, 2024, MPTC entered into a ₱3.0 billion, 10-year loan agreement with MBTC to finance the acquisition of an additional 2.6% ownership in NLEX Corp. On July 15, 2024, the facility was fully drawn with an annual interest rate of 6.74%. The acquisition of an additional 2.6% ownership in NLEX Corp. was closed on August 2, 2024.
- In November 2024, MPTC entered into a ₱7.0 billion, 10-year debt agreement with MBTC subject to an interest of 6.5% for the purpose of financing the equity requirements of the various projects, including (i) CCLEX (ii) C5 Southlink (iii) Manila-Cavite Toll Expressway Project-Cavite Laguna Expressway link, and (iv) CALAX. This facility covered the Company's existing short-term loans as converted to long-term loans. In December 2024, the Company converted its outstanding short-term loans with MBTC totaling ₱3,397.0 million to a long-term loan. During the first quarter of 2025, the Company further converted its outstanding short-term loans with MBTC totaling ₱3,603.0 million to a long-term loan

NLEX Corp.

Fixed-rate Bonds

Details of NLEX Corp.'s fixed-rate bonds are as follows:

Name of Security	Date of issuance	Issued amount	Interest rate per annum	Maturity date	Outstanding principal balance	
					June 30, 2025	December 31, 2024
		(in Millions)			(in Millions)	
7-year bonds due 2025	July 2018	4,000	6.6%	2025	₱4,000	₱4,000
10-year bonds due 2028	July 2018	2,000	6.9%	2028	2,000	2,000
					₱6,000	₱6,000

The proceeds from the bonds were used by the Company to partially fund the construction cost of Segment 10: C3-R10 Ramp Project, portion of Phase II of MNEP, which will connect the C-3 Road in Caloocan City to the R-10 in the Port area, and other general corporate purposes.



NLEX Corp. made payments to its fixed-rate bonds amounting to nil and ₱2.6 billion as at June 30, 2025 and December 31, 2024, respectively. On July 4, 2025, the ₱4.0 billion, 7-year fixed-rate bonds matured and were fully settled. The remaining outstanding bonds amounting to ₱2.0 billion will mature on July 4, 2028.

Term Loan Facilities

Details of NLEX Corp.'s term loan facilities are as follows:

Financial institution	Date of drawdown	Facility	Drawdown amount	Interest rate per annum	Maturity date	Outstanding principal balance	
						June 30, 2025	December 31, 2024
			(in Millions)			(in Millions)	
PNB ^(c)	December 2015	5,000	5,000	5.5%	2025	₱750	₱750
Unionbank ^(d)	January 2016	5,000	2,000	5.5%	2025	1,100	1,200
BDO	September 2019	5,000	5,000	6.6%	2029	3,875	4,000
MBTC	November 2022	7,000	7,000	7.1% - 7.5%	2032	6,650	6,650
BPI	December 2023	10,000	10,000	6.57%-6.7%	2033	9,750	9,750
Chinabank ^(e)	October 2024	10,000	1,000	6.56%	2033	7,000	1,000
						₱29,125	₱23,350

^(a) Sun Life of Canada (Philippines) Inc. (Sun Life)

^(b) The Insular Life Assurance Company, Ltd. (Insular)

^(c) Philippine National Bank (PNB)

^(d) Unionbank of the Philippines (Unionbank).

^(e) China Banking Corporation (Chinabank)

On December 18, 2023, the NLEX Corp. entered into a ₱10.0 billion, 10-year term loan agreement with BPI to partially fund its capital expenditures and refinance its maturing debt. The loan is subject to intermediate re-pricing based on pre-agreed pricing options. On the same day, NLEX Corp. made an initial drawdown of ₱2.0 billion with an annual interest rate of 6.57%.

On February 2, 2024, July 26, 2024 and September 3, 2024, NLEX Corp. made its second, third and fourth drawdowns from BPI amounting to ₱2.2 billion, ₱1 billion and ₱4.8 billion, respectively, with an annual interest rates ranging from 6.57% to 6.69%.

On October 30, 2024, NLEX Corp. entered into a ₱10.0 billion, 10-year term loan agreement with China Banking Corporation to finance its capital expenditures and other general corporate purposes. The loan is subject to intermediate repricing based on a pre-agreed pricing options. On December 26, 2024, NLEX Corp. made an initial drawdown of ₱1.0 billion with an annual interest rate of 6.56%.

On February 5, 2024 and March 15, 2024, NLEX Corp. made partial repayments of its existing term loan facilities with Unionbank and BDO amounting to ₱100.0 million and ₱125.0 million, respectively.

On September 23, 2024, the interest rate on the ₱5.0 billion 10-year term loan of NLEX Corp. with BDO Unibank Inc. was repriced to 6.60% from interest ranging from 4.73% to 5.21% per annum.

2020 Corporate Notes Facility

On November 4, 2020, NLEX Corp. entered into a Corporate Notes Facility Agreement with various financial institutions for an unsecured note amounting to ₱20.0 billion (₱11.0 billion for Tranche A Facility and ₱9.0 billion for Tranche B Facility), with tenors ranging from seven (7) years (Tranche A) and ten (10) years (Tranche B). The proceeds were used to finance the NLEX-SLEX Connector Road Project and other capital expenditures.



The details of the drawdowns are as follows:

Tranche	Date of drawdown	Drawdown amount (in Millions)	Interest rate per annum	Maturity date	Outstanding principal balance	
					June 30, 2025	December 31, 2024
A	November 2020	₱2,750	4.04%	2027	₱1,634	₱1,634
B	November 2020	2,250	4.29%	2030	2,184	2,184
A	March 2021	4,400	5.13%	2027	2,614	2,614
B	March 2021	3,600	4.52%	2030	3,492	3,492
A	June 2021	1,100	4.58%	2027	653	653
B	June 2021	900	4.29%	2030	873	873
A	September 2021	1,100	4.64%	2027	653	653
B	September 2021	900	4.29%	2030	873	873
A	March 2022	825	6.28%	2027	493	493
B	March 2022	675	5.88%	2030	658	658
A	May 2022	825	6.86%	2027	494	494
B	May 2022	675	6.38%	2030	658	658
					₱15,279	₱15,279

CIC

Term Loan Facility

On March 26, 2018, CIC obtained a ₱16.2 billion term loan facility agreement, with tenor of ten (10) years with BDO with principal and interest payable semi-annually every March and September. The facility consists of Tranche A and Tranche B as follows:

- The proceeds of Tranche A shall be used exclusively to finance the prepayment of the Company's outstanding loan obligations under the RCBC/BDO Loan and for general corporate purposes; and
- The proceeds of Tranche B shall be used to finance up to 70% of the total costs of the C-5 South Link Expressway Project.

The details of the term facilities are as follows:

Tranche	Date of drawdown	Drawdown amount (in Millions)	Interest rate per annum	Maturity date	Outstanding principal balance	
					June 30, 2025	December 31, 2024
A	March 2018	₱5,500	7.4%	2028	₱2,888	₱3,300
B-1	April 2019	246	8.2%	2028	141	160
B-1	March 2020	254	8.2%	2028	152	171
B-2	July 2019	406	8.2%	2028	244	274
B-2	July 2019	250	8.2%	2028	150	169
B-2	March 2020	126	8.2%	2028	76	85
B-4	March 2020	970	8.2%	2028	582	655
B-5	March 2020	150	8.2%	2028	378	425
B-4	April 2021	630	8.2%	2028	597	666
B-5	April 2021	600	8.2%	2028	653	729
B-4	April 2022	918	8.2%	2028	224	248
B-5	April 2022	1,054	8.2%	2028	90	101
B-4	July 2022	1,005	8.2%	2028	360	405
B-5	July 2022	533	8.2%	2028	685	764
B-4	October 2022	320	8.2%	2028	346	386
B-5	October 2022	1,110	8.2%	2028	777	860
					₱8,343	₱9,398

The loan agreement also requires CIC to provide a collateral security which consists of debt service reserve and payment accounts which are included under "Restricted cash" in the consolidated statements of financial position (see Note 7).



CIC made its principal repayment on its term loan facility with BDO amounting to ₱1.1 billion and ₱1.3 billion in 2025 and 2024, respectively.

MPCALA

Term Loan Facility

On December 21, 2018, MPCALA signed an Omnibus Agreement for a total consideration of ₱24.2 billion, with a 15-year tenor allocated among the lenders as follows: (1) BDO - ₱9.2 billion; (2) Unionbank - ₱4.0 billion; (3) BPI - ₱3.5 billion; (4) RCBC - ₱3.5 billion; (5) Land Bank of the Philippines (LBP) - ₱3.0 billion; and (6) Security Bank Corporation (SBC) - ₱1.0 billion. The total loan proceeds were used for the construction cost of the CALAX and concession fees payable to the government.

The details of the drawdowns are as follows:

Date of drawdown	Drawdown amount (in Millions)	Interest rate per annum	Maturity date	Outstanding principal balance	
				June 30, 2025	December 31, 2024
January 2019	₱805	8.9%	2034	₱777	₱786
April 2019	1,963	7.5%	2034	1,893	1,917
June 2020	2,908	6.1%	2034	2,805	2,840
July 2020	4,342	6.1%	2034	4,188	4,240
October 2020	924	6.1%	2034	891	901
February 2021	1,297	6.1%	2034	1,251	1,265
April 2021	2,227	6.1%	2034	2,148	2,176
November 2021	1,200	6.1%	2034	1,158	1,170
March 2022	1,800	6.1%	2034	1,736	1,758
September 2022	3,900	7.4%	2034	3,762	3,808
				₱20,609	₱20,861

The outstanding loan is secured by MPCALA shares held by MPTC.

MPT SMC

Term Loan Facility

In January 2021, Metro Pacific Tollways South Management Corporation (MPT SMC) secured a ₱700.0 million term loan facility agreement with SBC at an interest rate of 4.45%. The loan was used to finance the project financing requirements of MPT South Hub and Hive located in Imus City, Cavite, Philippines. The loan is payable quarterly over a maximum term of ten years from the initial drawdown date.

As at June 30, 2025 and December 31, 2024, the outstanding principal loan balance amounted to ₱437.5 million and ₱472.5 million, respectively.

CCLEC

Term Loan Facility

On December 27, 2018, CCLEC signed an Omnibus Loan and Security Agreement (OLSA) for a total consideration of ₱19.0 billion, with a 15-year tenor. For the ₱19.0 billion financing, the allocation among the lenders is as follows: (1) RCBC - ₱6.0 billion; (2) Development Bank of the Philippines - ₱5.0 billion; (3) Robinsons Bank Corporation - ₱3.0 billion; (4) Unionbank - ₱3.0 billion; (5) SBC - ₱1.0 billion; and (6) BPI - ₱1.0 billion.



On September 23, 2022, CCLEC signed the supplemental agreement to the OLSA with the existing lenders for the increase of the amount of loan facility by ₱2.1 billion. The allocation among the lenders is as follows: (1) RCBC - ₱0.7 billion; (2) Development Bank of the Philippines - ₱0.6 billion; (3) Robinsons Bank Corporation - ₱0.3 billion; (4) Unionbank - ₱0.3 billion; (5) SBC - ₱0.1 billion; and (6) BPI - ₱0.1 billion.

The total loan proceeds were used for the construction cost of the CCLEX. The loan of CCLEC is secured by CCLEC's shares held by MPT Vizmin, cash and cash equivalents, restricted cash and service concession assets.

The details of the drawdowns are as follows:

Date of drawdown	Drawdown amount (in Millions)	Interest rate per annum	Maturity date	Outstanding principal balance	
				June 30, 2025	December 31, 2024
January 2019	₱2,020	8.2%	2034	₱1,980	₱1,990
May 2019	925	7.6%	2034	906	912
July 2019	1,035	6.7%	2034	1,014	1,020
November 2019	1,350	6.1%	2034	1,323	1,330
January 2020	1,650	6.3%	2034	1,617	1,627
April 2020	1,320	6.1%	2034	1,294	1,299
July 2020	1,720	6.2%	2034	1,685	1,695
October 2020	1,300	8.2%	2034	1,274	1,278
January 2021	2,820	6.3%	2034	2,764	2,777
April 2021	1,900	6.3%	2034	1,862	1,873
July 2021	2,060	6.3%	2034	2,019	2,028
October 2021	900	6.3%	2034	882	886
September 2022	2,100	8.1%	2034	2,058	2,069
				₱20,678	₱20,784

On June 22, 2023, Robinsons Bank Corporation assigned Notes with outstanding principal amount of ₱3.2 billion as of June 22, 2023, together with all rights, title, interests, remedies, and collateral to Bank of the Philippine Islands (BPI) for the outstanding loans.

In 2025 and 2024, CCLEC made semi-annual principal repayments on its term loan facility under the OLSA, totaling ₱105.5 million and ₱211.0 million, respectively.

SAVVICE

Term Loan Facility

On January 27, 2022, the Company availed a 5-year long-term loan from BPI amounting to ₱70.0 million with an interest rate of 6.75% and a maturity date of July 29, 2027. The proceeds were used for its capital expenditure and/or general corporate purposes. The Company drawn the loan on July 29, 2022.

As at June 30, 2025 and December 31, 2024, the outstanding principal loan balance amounted to ₱56.0 million and ₱56.0 million, respectively.

MPTIS

On April 22, 2024, MPTIS obtained a Time Loan Revolving ("TLR") Credit Facility from PT Bank Central Asia Tbk amounting to IDR 1,000 billion (₱3.5 billion) with maturity on April 19, 2025. MPTIS made drawdowns amounting to IDR 925 billion (₱3.2 billion) and IDR 20 billion (₱69 million) on April 22, 2024 and May 27, 2024, respectively. The annual interest rates are 7.88% and 8.13% for the IDR 925 billion and IDR 20 billion, respectively. On August 20, 2024, MPTIS made



another drawdown amounting to IDR 4.5 billion (Rp16.6 million) for VTO purposes. The loans amounting to IDR 949.5 billion (Rp3.4 billion) were fully paid on December 9, 2024.

On September 20, 2024, a Senior Term Facility Agreement has been entered between MPTIS and PT Bank Central Asia, PT Bank Rakyat Indonesia (Persero) Tbk and PT Sarana Multi Infrastruktur (Persero). MPTIS obtained a Senior Term Credit Facility amounting to IDR 5 trillion (approximately Rp18.5 billion) to finance up to 80% of the first installment payment of the consideration on the acquisition of shares in JTT. September 26, 2024, MPTIS made the drawdown of IDR 5 trillion with maturity date on September 20, 2034 and made its first installment payment amounting to IDR5 billion (Rp19.0 million) on December 23, 2024.

PT Nusantara and Subsidiaries

Term Loan Facilities

Details of PT Nusantara and its subsidiaries' (PT Nusantara Group) term loan facilities are as follows:

Financial institution	Date of drawdown	Facility	Drawdown amount	Interest rate per annum	Maturity date	Outstanding principal balance	
						June 30, 2025	December 31, 2024
(in Millions)						(in Millions)	
PT Nusantara Panin ^(a)	June 2014	₱223	₱162	9.75%	2024	₱—	₱—
MUN BCA ^(b)	June 2022	15,101	14,407	7.8%	2032	4,016	₱4,221
MAN BCA	October 2022	513	513	8.3%	2035	464	489
BCA	October 2023	345	322	8.3%	2035	299	315
BCA	November 2024	577	577	8.3%	2036	549	577
BSD BCA	August 2021	2,700	2,700	7.5%	2035	1,949	2,055
BCA	February 2023	2,293	2,069	8.3%	2036	2,085	2,199
SCTK Mandiri ^(d)	December 2023	468	386	8.8%	2029	375	412
IME Persero ^(e)	December 2021	1,062	796	11.8%	2031	725	809
RPSL BCA	November 2016	506	506	8.8%	2028	115	137
DCC Mandiri	December 2023	360	360	8.8%	2029	303	339
						₱10,880	₱11,553

^(a) PT Bank Pan Indonesia Tbk

^(b) PT Bank Central Asia Tbk

^(c) PT Indonesia Infrastructure Finance

^(d) PT Bank Mandiri Tbk

^(e) PT Jasa Marga Persero Tbk



Other relevant information on PT Nusantara's term loan facilities are provided below:

- During 2024, the MPTIS Group made the following repayments:
 - a. On June 13, 2024, PT Nusantara fully paid the loan from Panin Bank for the purchase of office area amounting to IDR4.8 billion (₹17.0 million).
 - b. On July 15, 2024, MMN fully paid the Investment Credit Facility 2 ("KI 2") amounting to IDR7.6 billion (₹27.0 million).
 - c. On November 29, 2024, MMN fully paid the remaining Syndicated loan principal from BCA and Bank Sulsebar amounting to IDR1.3 trillion (₹4.7 billion).
 - d. BSD, MMN and MAN made repayments from its existing loan facilities amounting to IDR33 billion (₹121.0 million), IDR75 billion (₹271.0 million) and IDR5 billion (₹21.0 million), respectively.
 - e. RPSL, DCC, SCTL and IME made repayments from its existing loan facilities amounting to IDR9 billion (₹33.0 million), IDR6 billion (₹22.0 million), IDR 6.3 billion (₹23.0 million), and IDR30 billion (₹108.0 million), respectively.
 - f. The outstanding loan of MPTIS with BCA is subject to a pledge of all escrow account and JTT shares equivalent to 125% collateral value of the loan amounting to ₹22.6 billion (IDR 6,250 billion).
- In December 2023, DCC and SCTL obtained a credit facility from Mandiri with a maximum loan of IDR 230 billion (₹828 million) to repay its remaining bank and shareholder loans and capital expenditures.
- On February 23, 2023, BCA provided the acceptance of Kredit Investasi 5 Facility to PT Jalan Tol Seksi Empat ("JTSE") with principal amount no more than ₹348 million (IDR96 billion). The tenor is 12 years starting from the signing of the agreement with floating interest rate. This will be used by JTSE for the partial payment of tax penalty and obligation from underpayment of VAT for the year 2012 and 2016 with the maximum amount of ₹188 million (IDR52 billion). In addition, this will finance heavy maintenance costs for upgrading works or pavement improvement of Jalan Tol Seksi IV Makassar amounting to ₹159 million (IDR44 billion). During 2023, JTSE made a total drawdown of ₹329 million (IDR92 billion).
- On February 23, 2023, BCA provided Kredit Investasi 4 Facility to BSD with the principal amount no more than ₹2.7 billion (IDR750 billion). The tenor is 13 years or until February 23, 2036, with fixed interest rate of 7.5% until August 30, 2026, after which will bear a floating interest rate. BCA also provided the acceptance of Kredit Investasi 5 Facility with principal amount no more than ₹2.3 billion (IDR637 billion). The tenor is also 13 years starting from the initial drawdown with floating interest rate. Kredit Investasi Facility 4 and Kredit Investasi Facility 5 will be used for the financing of flood mitigation project, weaving area project, and access road to Makassar New Port.
- On June 19, 2024 and July 23, 2024, BSD made additional drawdowns amounting to IDR 29 billion (₹102 million) and IDR 23 billion (₹80 million) from its existing credit facility with BCA (Kredit Investasi 5 Facility), respectively, subject to a period of 5 years and an annual interest rate of 8.25%, for the financing of flood mitigation project, weaving area project, and access road to Makassar New Port.
- In 2022, BCA provided MUN with a Time Loan Non-Revolving facility of IDR 1,000 billion (₹3.6 billion) to finance the initial payment for the 40% shares of JJC. This loan is secured by all shares of JLB owned by MUN, a corporate guarantee from BSD, MMN, and JTSE, 25% of PT Nusantara's shares in MUN, and all shares of JJC owned by MUN. In addition, BCA provided



MUN with two Credit Multi Facilities amounting to IDR2,859 billion (Rp10.2 billion) and IDR 365 billion (Rp1.3 billion), both secured by Standby Letter of Credit. These facilities serve to secure the remaining liabilities and finance the outstanding 40% payment of JJC shares.

- On January 2, 2024, MUN paid BCA an aggregate balance amounting to IDR 4,030 billion (Rp14.4 billion) for the full settlement of the Time Loan Non-Revolving Facilities 1 amounting to IDR 806 billion (Rp2.9 billion) and the prepayment of the Time Loan Non-Revolving Facilities 2 amounting to IDR 3,224 billion (Rp11.5 billion). Payment of the Time Loan Non-Revolving Facilities 1 includes previously held funds by BCA of IDR 365 billion (Rp1.3 billion) under “Other current assets” prior to settlement date.
- On November 28, 2024, MAN obtained an Additional Investment Credit Facility 6 from BCA amounting to no more than IDR160 billion (Rp577 million) for dividend distribution to MAN shareholders. This facility has a maximum period of 12 years, with loan interest rates calculated based on Indonesia Overnight Index Average (IndOnia) with margin rate per year. All loans are secured by the toll road concession right, all revenues from the toll road, shares of the Company owned by the Parent company, receipt of indemnity insurance from Government or Toll Road Regulator Agency in accordance with PPJT, Escrow Account, the operating account and Debt Service Account and JLB shares owned by MUN. The loan was drawn on November 29, 2024.
- In 2021, Potum transferred its IIF loan to its subsidiary, SCTK, in accordance with the Novation Loan Agreement between the parties and the bank, which became effective in November 2021. SCTK has assumed all the rights and obligations associated with the loan from the effective date and for the next 10 years.
- Toll road concession rights under MUN are pledged as collateral for MUN’s loans.
- Outstanding loan of MUN is secured by all shares of JLB, debt service payment and reserve accounts, dividend settlement accounts and all operating cash accounts. The loan is also subject to unlimited corporate guarantees from BMN, PT Jalan Tol Seksi Empat (“JTSE”) and PT Bintaro Serpong Damai (“BSD”).
- Based on notarial deed No. 115 of Karin Christina Basoeki, S.H., dated June 29, 2022 BCA provided Time Loan Non Revolving 2 (“TL 2”) facility to MUN amounting to Rp1.000.000.000.000 to MUN which will be used to finance the first payment of 40% JJC shares which was owned by PT Jasa Marga (Persero) Tbk. (JSMR). This loan is secured by all shares of JLB owned by MUN, Corporate Guarantee from BSD, MMN, and JTSE, 25% of NI shares in MUN, and All shares of JJC owned by MUN. The loan has been fully repaid on January 2, 2024.
- Based on notarial deed No. 6 of Karin Christina Basoeki, S.H., dated December 6, 2022, BCA provided Credit Multi Facility (KMF) to MUN amounting to Rp2.859.000.000.000 and based on notarial deed No. 7 of Karin Christina Basoeki, S.H., dated December 6, 2022, BCA Digital also provided KMF to MUN amounting to Rp365.000.000.000 to guarantee remaining liabilities and finance 40% payment of PT Jasamarga Jalanlayang Cikampek shares purchase. Both of this loan are secured by Standby Letter of Credit (“SBLC”). The loan has been fully repaid on January 2, 2024.
- The outstanding loans of MMN, JTSE, and BSD are secured by their respective concession rights, all revenues derived therefrom, and any indemnity insurance receivable from the Indonesian Government.



- The outstanding loan of DCC is secured by its concession right, receivables from the Grantor, and all assets of the concession financed by BCA.
- The outstanding loan of IME is secured by shares of EI in the debtor, fixed assets financed by BCA and other operating accounts.
- The outstanding loan of RPSL is secured by its biomass power plant, consisting of land, building, machineries and equipment. The loan facility obtained by RPSL with BCA in 2017 ended in March 2019.

Total carrying value of above pledged assets for PT Nusantara Group as at June 30, 2025 and December 31, 2024 are as follows:

	June 30, 2025		December 31, 2024	
	IDR (Amounts in Billions)	(Amounts in Millions)	IDR (Amounts in Billions)	(Amounts in Millions)
Concession assets (Note 11)	4,671	₹16,198	4,740	₹17,106
Shares of stocks	8,277	28,704	8,277	29,872
Cash and cash equivalents, trade receivables, concession receivables and inventories (Notes 7 and 9)	1,822	6,319	745	2,720
Property and equipment (Note 12)	31	108	2	6
	14,801	₹51,329	13,764	₹49,704

The Company has access to the following undrawn borrowing facilities of ₹11.4 billion as at June 30, 2025.

Syndicated Loan

On July 30, 2018, MMN obtained a Credit Investment from syndication BCA and Sulselbar of up to IDR 1,547.5 billion (₹5.6 billion), which consists of a principal Investment Credit of up to IDR 1,451.4 billion and an Investment Credit-Interest During Construction of up to IDR 96.1 billion. The purpose of the loan is to finance the construction of the elevated toll road Pettarani. The loan has a maximum term of 12 years, with interest rates based on a one-month weighted average of time deposit rates of 5.1% during construction and 4.9% upon commencement of operations. Payments are made monthly, with principal payments according to an agreed installment schedule.

The loan is secured by the toll road concession rights, all revenues from toll road sections I and II, Subsidiary shares owned by MMN, receipt of indemnity insurance from Government or new Toll Road in accordance with PPJT, Escrow Account, the Operating Account and Debt Service Account and a Letter of Undertaking (LoU) of MMN.

The loans have been fully repaid by MMN November 29, 2024.

Interest expense from these short-term loans presented as part of borrowing cost under “Service Concession Assets” in the statement of financial position amounted to ₹18.3 million in 2023.



Interest charged to operations from these short-term and long-term debts presented as part of “Interest expense and other finance costs” in the interim consolidated statement of income amounted to ₱4,993.2 million and ₱2,893.2 million for the six-month periods ended June 30, 2025 and 2024, respectively (see Note 28).

Compliance with Loan Covenants

The loan agreements contain, among others, covenants regarding the maintenance of certain financial ratios such as debt-to-equity ratio, debt service coverage ratio and maintenance of debt service reserve account.

- Based on the CIC’s financial information as of March 31, 2025, CIC breached the minimum DSCR requirement by the loan agreement with BDO. Accordingly, CIC requested for the waiver of compliance with the financial covenant. On March 25, 2025, BDO approved the request for waiver by CIC for the test period September 27, 2024 to March 27, 2025.
- As at June 30, 2025 and December 31, 2024, MPTC was able to comply with the minimum Debt-to-Equity Ratio (DER) however, MPTC was not able to comply with the minimum DSCR required under the entity’s long-term debt agreement with its lenders. MPTC obtained approvals from the banks on waiver of the DSCR noncompliance as at June 30, 2025 and December 31, 2024. MPTC continues to pay its long-term loans in accordance with its credit terms.
- As at June 30, 2025 and December 31, 2024, CCLEC delivered a Standby Letter of Credit (SBLC) to its Lenders, in lieu of funding the DSRA, amounting to ₱918.6 million with maturity on July 25, 2025 and ₱954.7 million with maturity on January 27, 2025, respectively. Prior to maturity on July 25, 2025, the SBLC was renewed amounting to ₱941.6 million with maturity on January 26, 2026.
- On February 14, 2025, MPTC delivered a SBLC through BPI in favor of the lenders of MPTIS in relation to the JTT loan of MPTIS. The SBLC amounted to US\$18.7 million (₱1.1 billion), with maturity on May 23, 2025. Prior to maturity, the SBLC was renewed at US\$18.4 million (₱1.0 billion), with a new maturity date of August 22, 2025. On August 8, 2025, the SBLC was further renewed at approximately US\$18.6 million (₱1.1 billion) with a new maturity date of November 21, 2025.

Except as discussed above, MPTC and its subsidiaries are in compliance with the required financial ratios and other loan covenants as at June 30, 2025 and December 31, 2024.

The loans of MPTC and its subsidiaries re unsecured, except on loans availed by MPCALA, CCLEC and PT Nusantara Group.



20. Service Concession Fees Payable

	CALAX	NLEX-SLEX Connector Road (in Millions)	Total
At January 1, 2024	₱14,048	₱3,702	₱17,750
Accretion (Notes 11 and 35)	1,069	204	1,273
Change in estimate (Note 11)	(1,131)	—	(1,131)
At December 31, 2024	₱13,986	₱3,906	₱17,892
Accretion (Notes 11 and 35)	527	96	623
Change in estimate (Note 11)	2,784	—	2,784
At June 30, 2025	₱17,297	₱4,002	₱21,299
At June 30, 2025			
Current	₱4,415	₱—	₱4,415
Noncurrent	12,882	4,002	16,884
	₱17,297	₱4,002	₱21,299
At December 31, 2024			
Current	₱—	₱—	₱—
Noncurrent	13,986	3,906	17,892
	₱13,986	₱3,906	₱17,892

Toll Operations

- CALAX.** In consideration for granting the concession, MPCALA shall pay DPWH a concession fee totaling ₱27.3 billion, 20% or ₱5.5 billion of which was settled upon signing of the concession agreement (July 10, 2015). The balance of the concession fee (nominal amount of ₱21.8 billion) is payable in equal annual installments beginning on the 5th year (2020) over a period of 9 years from the signing of the concession agreement. Service concession fee payable was initially recognized at its present value as at signing date of the concession agreement. For failure to pay the concession fee on or before the agreed upon dates, MPCALA shall pay interest at the rate of one-year Bloomberg Valuation Service (“BVAL”) rate plus 1.75%. The interest at such rate shall continue to accrue until the remaining concession fee is paid, or until a notice of default and termination is received by MPCALA. On July 7, 2020, MPCALA paid the first installment of CALAX concession fee amounting to ₱4.4 billion to DPWH. On April 7, 2022, DPWH informed that MPCALA’s request dated June 10, 2021, in relation to the deferment of the scheduled concession fee payment, has already been forwarded to the Department of Finance (“DOF”) for comments/advice.

In June 2025, based on the current progress of the construction project, the expected schedule of payment of CALAX concession fees was adjusted. As at 30 June 2025 and December 31, 2024, the service concession fees payable were remeasured based on the discounted value of expected future cash flows using the prevailing peso interest rates as of June 30, 2025 and December 31, 2024.

As at June 30, 2025 and December 31, 2024, the balance of the concession fee (nominal amount) amounted to ₱19.4 billion and ₱17.5 billion, respectively. In July 2025, MPCALA paid its second installment of CALAX concession fee amounting to ₱4.4 billion to DPWH.



- **Connector Road Project.** Under the concession agreement, NLEX Corp. shall pay periodic payments to DPWH representing the consideration for granting the concession and basic right of way in the Connector Road Project. Total payments to be made to DPWH amount to ₱8.5 billion payable at ₱243.2 million per annum. The payment shall commence on the first anniversary of the construction completion deadline, as extended, until the expiry of the concession period and shall be subject to an agreed escalation every two years based on the prevailing Consumer Price Index (“CPI”) for the two-year period immediately preceding the adjustment or escalation.

The service concession fees payable is based on the discounted value of future fixed cash flows using the prevailing peso interest rates on November 23, 2016. The undiscounted estimated future periodic payments, excluding the effect of the CPI, is ₱8,510 million as at June 30, 2025 and December 31, 2024.

21. Related Party Disclosures

Enterprises and individuals that directly, or indirectly through one or more intermediaries, control, or are controlled by, or under common control with the Company, including holding companies, subsidiaries and fellow subsidiaries are related parties of the Company. Associates and individuals owning, directly or indirectly, an interest in the voting power of the Company that gives them significant influence over the enterprise, key management personnel, including directors and officers of the Company and close members of the family of these individuals and companies associated with these individuals also constitute related parties.

The following table provides the total amount of significant transactions with related parties for the relevant periods:

Related Party	Relationship		Income from utility facilities	Repairs and maintenance (see Notes 24 and 25)	IT services (see Notes 24 and 25)	Communication, light and water (see Notes 24 and 25)
<i>(in Millions)</i>						
SMART Communications, Inc. (Smart)	Associate of FPC	2025	₱—	₱—	₱—	₱5
		2024	₱—	₱—	₱—	₱12
PLDT, Inc. (formerly Philippine Long Distance Telephone Company) (PLDT)	Associate of FPC	2025	4	—	—	8
		2024	4	—	—	19
Maynilad Water Services Inc. (Maynilad)	Subsidiary of MPIC	2025	—	—	—	4
		2024	—	—	—	7
Manila Electric Company (Meralco)	Associate of MPIC	2025	—	—	—	41
		2024	—	—	—	47
Indra Philippines Inc. (Indra)	Associate of MPIC	2025	—	62	—	—
		2024	—	29	—	—
Total		2025	₱4	₱62	₱—	₱58
		2024	₱4	₱29	₱—	₱85



Outstanding balances of receivables from/payables to related parties are carried in the consolidated statements of financial position as at June 30, 2025 and December 31, 2024 under the following accounts:

Related Party	Relationship		Receivables (see Note 8)	Accounts payable and other current liabilities (see Note 17)	Due from related parties	Due to related parties	Terms	Conditions
<i>(in Millions)</i>								
MPIC	Parent Company	2025	₱—	₱—	₱2	₱23	On demand; noninterest-bearing	Unsecured; no impairment
		2024	₱—	₱—	₱—	₱20		
PLDT ^(b)	Associate of FPC	2025	24	1	19	11	30-45 days; noninterest-bearing	Unsecured; no impairment
		2024	33	1	—	11		
SMART	Associate of FPC	2025	—	—	15	—	30-45 days; noninterest-bearing	Unsecured; no impairment
		2024	—	1	11	—		
Indra	Associate of MPIC	2025	—	—	—	—	On demand; noninterest-bearing	Unsecured; no impairment
		2024	—	42	—	—		
Meralco ^(b)	Associate of MPIC	2025	—	—	14	1	On demand; noninterest-bearing	Unsecured; no impairment
		2024	1	14	254	1		
Maynilad ^(b)	Subsidiary of MPIC	2025	1	—	3	—	On demand; noninterest-bearing	Unsecured; no impairment
		2024	—	—	—	—		
CHI ^(c)	Shareholder of CIC	2025	—	—	—	—	Within one year; noninterest-bearing	Unsecured
		2024	—	—	—	257		
EIPPI	Shareholder of NLEX	2025	—	—	—	262	Within one year; noninterest-bearing	Unsecured
		2024	—	77	—	262		
JJC	Associate of MPTIS	2025	—	—	111	—	On demand; noninterest-bearing	Unsecured; no impairment
		2024	—	—	353	—		
Others ^(c)	Other Related Parties	2025	33	48	—	269	Within one year; noninterest-bearing	Unsecured; no impairment
		2024	2	22	—	38		
Total		2025	₱58	₱49	₱164	₱566		
		2024	₱36	₱157	₱618	₱589		

^(a) Included in “Other current assets” account in the consolidated statements of financial position (see Note 9).

^(b) Included in “Due to related parties” account under current liabilities in the consolidated statements of financial position.

^(c) Included in “Due to related parties” account under noncurrent liabilities in the consolidated statements of financial position.



Settlement of outstanding balances at year-end occurs in cash for the outstanding receivables from/payables to related parties, while advances to contractors and consultants will be applied to future services to be rendered.

Transactions with Other Related Parties

Transactions with Indra Phils. Indra Phils renders services to MPIC's subsidiaries for the implementation of information systems and the conduct of business process analysis and other IT-related services.

Transactions with PLDT, SMART and Digitel Mobile Philippines, Inc. ("Digitel"). The Company's primary telecommunications carriers are PLDT (an associate of FPC) for its wireline and SMART (PLDT's subsidiary) for its wireless services. The Company also has transactions with Digitel, a subsidiary of PLDT. Such services are covered by standard service contracts between the telecommunications carriers and each entity within the Company. Other than these service contracts, the Company also has the following transactions with these telecommunication carriers:

- *Utilities Facilities Contract* between NLEX Corp. and PLDT for the Fiber Optic Overlay along Phase I of the NLEX. PLDT pays an annual fee presented as "Others" in the consolidated statements of comprehensive income. Pursuant to the agreement, PLDT shall pay NLEX Corp. fixed annual fee which shall then be escalated annually by a percentage indicated in the agreement. The contract shall be effective for a period of 20 years from April 15, 2010 (i.e., until April 14, 2030) and may be renewed or extended upon mutual agreement by NLEX Corp. and PLDT.
- *Utilities Facilities Contract* between NLEX Corp. and SMART whereby NLEX Corp. provides SMART an access for the construction, operation and maintenance of a cellsite inside the NLEX right of way for a fixed annual fee which shall then be escalated annually starting on the fourth year of the contract and every year thereafter. The contract is effective for a period of five (5) years from April 27, 2015 and may be renewed or extended upon mutual agreement by NLEX Corp. and SMART. On April 26, 2020, the contract was renewed for another five (5) years effective April 27, 2020 until April 26, 2025. Upon maturity on April 26, 2025, the contract has been extended for another two (2) years from April 27, 2025 to April 26, 2027 between NLEX Corp. and an assignee of SMART, Edgepoint Towers, Inc. The assignment of the contract from SMART to Edgepoint Towers, Inc. was a result of the sale of SMART of its tower site to Edgepoint Towers, Inc.

Transactions with D.M. Consunji, Inc. ("Consunji"). Consunji also entered into construction contracts with MPCALA and NLEX Corp. for the construction of the Laguna Segment of the CALAX and first section of the NLEX-SLEX Connector Road. The contract price for the CALAX and NLEX-SLEX Connector Road amounted to ₱7.2 billion and ₱8.0 billion, respectively, subject to adjustments as provided for in the contract. The contract prices were determined after negotiations between parties and were based on normal commercial terms.

Transactions with MERALCO. MERALCO sells electricity to the Company for the Company's facilities within MERALCO's franchise area. The rates charged by MERALCO are the same mandated rates by the ERC applicable to customers within the franchise area.

Transactions with Maynilad. In 2025 and 2024, NLEX Corp. and CIC were billed by Maynilad for its water consumption in its head office.



Other Transactions

- Compensation of key management personnel of the Company are as follows:

	June 30, 2025	June 30, 2024
	(in Millions)	
Short-term employee benefits	₱204	₱319
Retirement costs (Note 26)	15	19
	₱219	₱338

- The Company acts as a surety or co-obligor with certain Company officers for the payment of valid corporate expenses, through the use of corporate credit cards at specified approved amounts ranging from ₱0.04 million to ₱0.4 million.
- The Company paid its directors amounting to ₱1 million and ₱2 million for the six-month periods ended June 30, 2025 and 2024, respectively, recorded under “General and administrative expenses” account in the interim consolidated statements of income (see Note 25).
- Advances to officers and employees amounted to ₱122.1 million and ₱129.7 million as at June 30, 2025 and December 31, 2024, respectively (see Note 8).
- In the normal course of business, the Company also grants and avails noninterest-bearing advances to/from subsidiaries, associates, joint venture and other related parties.

22. Equity

Capital Stock

As at December 31, the capital stock of the Parent Company consists of:

	June 30, 2025	December 31, 2024
	(in Millions)	
Issued capital stock:		
Common shares	₱6,779	₱6,779

The common shares of stock of the Parent Company as at June 30, 2025 and December 31, 2024 are as follows:

	No. of shares
Authorized capital stock	25,525,000
Issued	22,597,120
Treasury shares	70,119
Issued and outstanding	22,527,001
Par value per share	₱300

APIC

As at June 30, 2025 and December 31, 2024, APIC amounted to ₱32,730.0 million.



Deposit for Future Stock Subscription

Deposit for future stock subscription represents funds received by the Company from MPIC intended for subscription for an increase in investment in the Company. Deposits for future stock subscription are stated at cost. The deposit of future stock subscription as at June 30, 2025 and December 31, 2024 amounted to ₱0.5 million.

Equity Adjustment on Reverse Acquisition

Equity adjustment on reverse acquisition resulted from the transaction involving the transfer of the then shareholders of MPTNC of all their shares in MPTNC (regarded as the accounting acquirer) in exchange for the shares of MPTC (regarded as the legal acquirer and accounting acquiree), which was accounted for as a reverse acquisition in the interim consolidated financial statements of MPTC since 2007 amounting to ₱581.1 million under “Equity adjustment on reverse acquisition”.

Cash Dividends

The Parent Company’s BOD declared the following cash dividends to common stockholders in 2025 and 2024:

Declaration Date	Record Date	Payment Date	Cash Dividend per Share	Total (in Millions)
April 2, 2025	March 31, 2025	April 2, 2025	₱43.84	₱987
March 4, 2024	March 4, 2024	April 30, 2024	50.35	1,134
August 16, 2024	August 16, 2024	September 24, 2024	113.30	2,552

As at June 30, 2025 and December 31, 2024, the unpaid cash dividends to common stockholders of the Parent Company amounted to nil and ₱16.0 million, respectively (see Note 17).

Scrip Dividends

On October 16, 2008, the BOD of MPTC declared scrip dividends to all stockholders of record as at October 30, 2008, giving the stockholders the right to receive a proportionate share in the amounts that may be received by MPTC, through MPTNC, from Leighton International Limited (LIL) under Section 8.04.02 of the Amended and Restated Shareholders’ Agreement (ARSA) with, among others, LIL dated September 30, 2004. Under the agreement, MPTNC has the right to 50% of the difference between the selling price of LIL and USD 19.4 million provided that any payment of LIL to MPTNC shall not exceed USD 4.4 million.

On November 12, 2009, LIL sold the shares to a third-party and thereby paid the amount of USD4.4 million (₱203.9 million) to MPTNC. In view of this, in 2009, the Company recognized the scrip dividends declared in 2008 payable to all stockholders of record as at October 30, 2008 amounting to USD3.9 million (₱181.5 million) giving the stockholders the right to receive a proportionate share in the amounts received by MPTC, through MPTNC, from LIL pursuant to the ARSA. As at June 30, 2025 and December 31, 2024 unpaid scrip dividends amounted to ₱0.3 million and were included under “Others” in “Accounts payable and other current liabilities” account (see Note 17).

Retained Earnings Not Available for Dividend Distribution

The Parent Company’s retained earnings include undistributed earnings of subsidiaries and, associates amounting to ₱6,886 million and ₱4,273 million as at June 30, 2025 and December 31, 2024, respectively, which are not currently available for dividend distribution.



Other Comprehensive Income Reserve

	Cumulative Translation Adjustment (CTA)	FVOCI Financial Assets	Income Tax Related to FVOCI Financial Assets	Re- measurement of Defined Benefit Plan	Income Tax Related to Defined Benefit Plan	Share in OCI of an associate	Total	Attributable to Parent Company Owners	Non- controlling Interest
Balance at January 1, 2025	(P1,994)	P1,874	(P275)	(P133)	P30	P567	P69	P673	(P604)
Net movement in CTA	(2,602)	-	-	-	-	-	(2,602)	(2,209)	(393)
Change in fair value of financial assets at FVOCI (Notes 15 and 30)	-	(11)	3	-	-	-	(8)	(24)	16
Balance at June 30, 2025	(P4,596)	P1,863	(P272)	(P133)	P30	P567	(P2,541)	(P1,560)	(P981)
Balance at January 1, 2024	(P2,259)	P1,391	(P154)	(P130)	P29	P567	(P556)	P51	(P607)
Net movement in CTA	265	-	-	-	-	-	265	259	6
Change in fair value of financial assets at FVOCI (Notes 15 and 30)	-	483	(121)	-	-	-	362	330	32
Remeasurement loss (Note 26)	-	-	-	(3)	1	-	(2)	33	(35)
Balance at December 31, 2024	(P1,994)	P1,874	(P275)	(P133)	P30	P567	P69	P673	(P604)

Other Reserves

Other reserves of the Company consist of:

	June 30, 2025	December 31, 2024
	<i>(in Millions)</i>	
Premium paid on acquisition of NCI - net (Note 5)	(P10,541)	(P5,336)
Acquisition of a subsidiary	67	67
Dilution of ownership interest in subsidiaries without loss of control, including sale of ownership and effect of rights issuance of a subsidiary	5,251	5,251
Long-term incentive plan reserves (Note 26)	23	23
Other transactions with NCI	128	128
	(P5,072)	P133

23. Non-toll Revenues

	June 30, 2025	June 30, 2024
	<i>(in Millions)</i>	
Revenue from electricity sales	P221	P255
Income from toll service facility	108	92
Treated water sales	142	128
Service revenue	128	78
Income from advertising	124	116
Rental income (Notes 14 and 31)	60	51
Income from utility facilities	2	8
Others	157	85
	P942	P813



Revenue from electricity sales pertains to revenue from sale of electricity of RPSL.

Treated water sales pertain to revenue generated by SCTK for the sale and distribution of water.

Service revenue pertains to the traffic management services, supply and application of pavement markings of MPT Mobility, parking revenue from Dibztech and manpower services of SAVVICE to various customers.

Timing of recognition

The Company's non-toll revenues (except rental income which is accounted under PFRS 16, *Leases*) are recognized over time.

24. Cost of Services

	June 30, 2025	June 30, 2024
	<i>(in Millions)</i>	
Amortization of service concession assets (Note 11)	₱1,371	₱1,209
Concession fees (Note 2)	1,368	1,161
Salaries and employee benefits (Note 26)	895	758
PNCC and grantor's share (Notes 1 and 31)	669	569
Outside services	530	461
Repairs and maintenance (Note 21)	296	280
Direct cost of energy	157	174
Communication, light and water (Note 21)	124	133
Insurance	144	143
Depreciation of property and equipment (Note 12)	138	119
Transportation and travel	103	101
Provision for heavy maintenance (Note 18)	511	159
Toll collection and medical services	81	72
Cost of advertising	41	55
Cost of water treatment	50	40
Taxes and licenses	68	46
TRB share in non-toll revenues	44	43
Operator's fee	40	35
Materials and labor	10	18
Professional fees	10	6
Others	91	207
	₱6,741	₱5,789



25. General and Administrative Expenses

	June 30, 2025	June 30, 2024
	<i>(in Millions)</i>	
Salaries and employee benefits (Note 26)	₱751	₱752
Taxes and licenses	174	282
Professional fees	152	184
Depreciation (Notes 12 and 14)	110	82
Representation and travel	75	87
Advertising and marketing expenses	70	69
Outside services	38	82
Office supplies	29	30
Rentals (Note 21)	25	37
Donations and contributions	22	22
Communication, light and water (Note 21)	18	13
Amortization of other intangible assets (Note 13)	16	9
Repairs and maintenance (Note 21)	10	9
Training and development costs	7	6
Provisions (Notes 17 and 18)	5	334
Provision for ECL (Note 8)	1	131
Directors' fees (Note 21)	1	2
Others	277	248
	₱1,781	₱2,379

Others account primarily consists of subscriptions and periodicals, membership dues, insurance premiums, and other miscellaneous expenses.

26. Salaries and Employee Benefits

	June 30, 2025	June 30, 2024
	<i>(in Millions)</i>	
Salaries expense	₱1,247	₱1,003
Other employee benefits	399	507
	₱1,646	₱1,510
Cost of services (Note 24)	₱895	₱758
General and administrative expenses (Note 25)	751	752
	₱1,646	₱1,510

LTIP

Certain employees of the Company are eligible for long-term employee benefits under the LTIP. The liability recognized on the LTIP comprises the present value of the defined benefit obligation and was determined using the projected unit credit method. Each LTIP performance cycle generally covers three (3) years with payment intended to be made at the end of each cycle (without interim payments) and is contingent upon the achievement of an approved core income target of the Company by the end of the performance cycle. Each LTIP performance cycle is approved by the Company's Compensation Committee and its Board of Directors.



MPIC LTIP. On December 16, 2010, MPIC's BOD approved the broad outline of MPIC's strategic plans for 2010 to 2012 focusing on the development of new revenue streams to drive future growth while protecting the existing core business. To ensure the proper execution of the three-year plan, particularly with respect to the manpower resources being committed to such plans, the 2010 to 2012 LTIP, upon endorsement of MPIC's Compensation Committee, was approved by MPIC's BOD to cover the period from January 1, 2010 to December 31, 2012, or the 2010 to 2012 Performance Cycle.

Carrying value of the 2010 to 2012 LTIP cost recognized under "Other reserves" in the interim consolidated statements of financial position amounted to ₱23.1 million as at June 30, 2025 and December 31, 2024, representing MPIC's share in the LTIP cost of the Company as per 2010 to 2012 LTIP (see Note 22).

MPTC LTIP Cycle 2018-2021. The actual amount paid by the Company, as approved by the Compensation and Remuneration Committee on April 6, 2022 and by the Board of Directors on April 7, 2022, amounted to ₱466 million. This resulted in an excess accrual of ₱148 million which was used to partially cover the provision for the MPTC 2022-2024 cycle.

MPTC LTIP Cycle 2022 - 2024. In 2023, the Group has started to accrue for the LTIP performance cycle 2022-2024 with expense for the cycle amounting to ₱68.0 million. As at of December 31, 2024, the LTIP balance was reversed as the BOD is yet to approve the LTIP performance cycle 2022-2024. As at September 24, 2025, the Group has not recognized provision for LTIP for the six-month period ended June 30, 2025 as the new performance cycle is yet to be presented to the BOD for approval. Long-term incentive plan payable amounted to nil as at June 30, 2025 and December 31, 2024.

The LTIP payable presented in the noncurrent section of the consolidated statement of financial position is as follows:

	June 30, 2025	December 31, 2024
	<i>(in Millions)</i>	
Balance at beginning of period/year	₱—	₱125
Reversal (Note 29)	—	(125)
Balance at end of period/year	₱—	₱—

**Included in "Salaries and employee benefits" account under "General and administrative expenses" account.*

Multi Employer Retirement Plan

On February 20, 2020, the Company's BOD approved the MPTC Multi Employer Retirement Plan (the Plan) which aims to establish a harmonized retirement benefit for all employees within the MPTC Group. Companies covered in the Plan are MPTC, MPTNC, MPTDI, NLEX Corp., MPT SMC, CIC and MPT Mobility. The plan would also accommodate possible transfer of employees from and to Participating Companies within the MPTC Group. Eligible Employees under the Plan will be entitled to higher benefits under the new Defined Benefit or their benefit under the Defined Contribution.



The existing Retirement Plan was amended mainly to incorporate the following:

1. The Amended Plan takes effect on February 20, 2020. It supersedes all the existing retirement plans in a Participating Company as of the date of adoption by such Company.
2. The Amended Plan is a hybrid of a Defined Benefit and Defined Contribution.

Under the Defined Benefit, the plan will continue to provide for lump sum benefit payments upon retirement. Contributions and costs are determined in accordance with the actuarial study made for the plan. The most recent actuarial valuation of plan assets and the present value of the defined benefit obligation were carried out as at December 31, 2024 by certified actuaries.

No member shall be required to make any contributions to the Fund. However, starting on the Effective Date or his date of membership in this Plan, whichever is later, each Member shall have the option to contribute an amount not to exceed 50% of his net take-home pay for each succeeding month for the duration of his membership in the Plan and it shall be placed in the Member's Personal Retirement Account (PRA).

Beginning on the Effective Date, a Participating Company shall match its Members' contributions up to a maximum percentage of their monthly basic salary every month. This matching contribution shall be placed in the Members' PRA. A Member's contributions in excess of that percentage of his monthly basic salary shall not be accorded any matching contributions.

The total PRA balance shall be paid to the Member only in the event of his retirement, death, disability or separation from the Company. No part of a Member's PRA balance may be withdrawn while in service with the Company.

Upon completing the submission of all the requirements of each Participating Company, including the new sets of requirements required by Bangko Sentral ng Pilipinas in setting up a Retirement Plan, the setup of the Plan was concluded in March 2021.

As part of the amendment of the plan, to take advantage of the tax privileges that come with a formal retirement plan, an actuarial valuation was conducted to calculate the recommended contributions to support the benefits defined in our Retirement Plan Rules and these were submitted to BIR together with the other documentary requirements. The submission of Tax-Exemption Application was completed in April 2021. The application is still under review by the BIR as at September 24, 2025.

Defined Benefit Retirement Plan

ESC, SAVVICE and PT Nusantara and its subsidiaries, have noncontributory defined benefit retirement plans covering all of their regular and full-time employees. The plans provide for lump sum benefit payments upon retirement. Contributions and costs are determined in accordance with the actuarial study made for the plan. The most recent actuarial valuation of plan assets and the present value of the defined benefit obligation were carried out as at December 31, 2024 by certified actuaries.

As at June 30, 2025 and December 31, 2024, the retirement plans of ESC, SAVVICE and PT Nusantara and its subsidiaries are unfunded.

Under the Indonesian Labor Law, companies are required to pay separation, appreciation and compensation benefits to their employees if the conditions specified in the Indonesian Labor Law are met. PT Nusantara and its subsidiaries have recognized an unfunded employee benefits liability in accordance with the Indonesian Labor Law.



The following tables summarize the components of provision for retirement costs, included in “Salaries and employee benefits” under “Cost of services” (see Note 24) and “General and administrative expenses” (see Note 25) accounts in the interim consolidated statements of income and “Other noncurrent assets” and “Accrued retirement costs” accounts in the interim consolidated statements of financial position, which are based on the latest actuarial valuation.

The Company’s accrued retirement costs showed no significant movements for the six-month period ended June 30, 2025. As at June 30, 2025, the accrued retirement cost amounted to ₱634.0 million.

Changes in accrued retirement costs (pension assets) of the Company in 2024 are as follows:

	Present Value of Defined Benefit Obligation	Fair Value of Plan Assets (in Millions)	Accrued Retirement Costs (Pension Assets)
At January 1, 2024	₱1,190	₱720	₱470
Net benefit cost in interim consolidated statement of income:			
Current service cost	124	—	124
Net interest	57	33	24
	181	33	148
Benefits paid	(63)	(186)	123
Remeasurements in OCI (Note 22):			
Return on plan assets (excluding amount included in net interest)	—	10	(10)
Actuarial changes arising from changes in financial assumptions	(42)	—	(42)
Actuarial changes due to experience adjustments	55	—	55
	13	10	3
Contributions	—	111	(111)
At December 31, 2024	₱1,321	₱688	₱633

The maximum economic benefit available is a combination of expected refunds from the plan and reductions in future contributions.

Under the Multi-Employer Retirement Plan, MPTC and NLEX Corp. are expected to contribute a total of ₱26.3 million on their defined benefit retirement plans in 2025.

The major categories of plan assets follow:

	June 30, 2025	December 31, 2024
Investments in:		
Government securities	60.6%	60.6%
Debt securities	4.2%	4.2%
UITF	2.5%	2.5%
Equity securities	31.6%	31.6%
Cash and cash equivalents	0.4%	0.4%
Receivables and others	0.7%	0.7%
	100.0%	100.0%



The plan assets' carrying amount approximates its fair value since these are short-term in nature or marked-to-market. Philippine bonds and treasury notes consist of government-issued securities and corporate bonds and subordinated notes. Government securities consist primarily of fixed-rate treasury notes and retail treasury bonds. Philippine equity securities pertain to investment in shares of various listed entities.

The principal assumptions used to determine accrued retirement costs as of beginning of the year are as follows:

	June 30, 2025	December 31, 2024
Discount rate	6.09%-7.05%	6.09%-7.05%
Salary increase rate	5.00%-6.00%	5.00%-6.00%

For subsidiaries with defined benefit retirement plans, 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 assuming if all other assumptions were held constant:

		Increase (Decrease) in the Defined Benefit Obligation	
		June 30, 2025	December 31, 2024
		<i>(in Millions)</i>	
Discount rate	(Actual + 1.00%)	(P925)	(P925)
	(Actual - 1.00%)	1,054	1,054
Salary increase rate	(Actual + 1.00%)	P1,058	P1,058
	(Actual - 1.00%)	(921)	(921)

The management performed an Asset-Liability Matching Study annually. The overall investment policy and strategy of the Company's defined benefit plan is guided by the objective of achieving an investment return which, together with contributions, ensures that there will be sufficient assets to pay pension benefits as they fall due while also mitigating the various risks of the plans. The Company's current strategic investment strategy consists of 99.63% of debt instruments and 0.37% cash.

The average duration of the defined benefit obligation at June 30, 2025 and December 31, 2024 is 15.44 years.

Shown below is the maturity analysis of the undiscounted benefit payments:

	June 30, 2025	December 31, 2024
	<i>(in Millions)</i>	
Less than 1 year	P283	P283
More than 1 year to 5 years	274	274
More than 5 years to 10 years	610	610
More than 10 years to 15 years	682	682
More than 15 years to 20 years	737	737
More than 20 years	2,360	2,360



27. Interest Income

	June 30, 2025	June 30, 2024
	<i>(in Millions)</i>	
Cash and cash equivalents and restricted cash (Note 7)	₱183	₱186
Concession financial receivables (Notes 8 and 16)	39	45
Finance lease receivable (Notes 8 and 16)	85	92
Debt instruments at FVTPL (Note 15)	21	15
	₱328	₱338

28. Interest Expense and Other Finance Costs

	June 30, 2025	June 30, 2024
	<i>(in Millions)</i>	
Interest expense on:		
Long-term debt and short-term loans (Note 19)	₱4,993	₱2,893
Provision for heavy maintenance (Note 18)	25	25
Lease liabilities (Note 17)	3	3
Other finance costs:		
Amortization of debt issue costs (Note 19)	69	59
Bank charges	53	31
	₱5,143	₱3,011

29. Other Income

	June 30, 2025	June 30, 2024
	<i>(in Millions)</i>	
Dividend income (Note 15)	₱28	₱72
Gain on fair value changes of financial assets (Note 15)	13	13
Rental income	11	22
Loss on sale of property and equipment (Note 12)	(1)	—
Gain on reversal of earnout liability of a joint venture (Notes 10 and 18)	—	679
Others	3	30
	₱54	₱816



30. Income Taxes

The provision for current income tax consists of:

	June 30, 2025	June 30, 2024
	<i>(in Millions)</i>	
Regular corporate income tax (RCIT)	₱1,822	₱1,559
MCIT	—	4
Final tax on interest income	33	33
	₱1,855	₱1,596

The components of the Company's net deferred tax liabilities follow:

	June 30, 2025	December 31, 2024
	<i>(in Millions)</i>	
Deferred Tax Liabilities		
Present value of concession fees capitalized as service concession as set	₱4,475	₱4,463
Excess of fair values over book values arising from business combinations	1,767	1,767
Difference in method of amortization of service concession assets	961	943
Fair value changes on financial assets at FVOCI	314	314
Unamortized realized foreign exchange losses capitalized	6	6
Pension assets	3	3
Others	75	76
	₱7,601	₱7,572
Deferred Tax Assets		
Service concession fees payable	₱4,329	₱4,067
Provision for heavy maintenance	173	166
Accrued retirement costs	63	44
NOLCO	30	30
Unearned revenue	1	1
Others	38	16
	4,634	4,324
Deferred tax liabilities - net	₱2,967	₱3,248

Deferred tax assets and deferred tax liabilities reflected in the interim consolidated statements of financial position are as follows:

	June 30, 2025	December 31, 2024
	<i>(in Millions)</i>	
Deferred tax assets - net	₱190	₱156
Deferred tax liabilities - net	(3,157)	(3,404)
	(₱2,967)	(₱3,248)



For tax purposes, NLEX Corp. used the UOP method of amortization for the civil work component of the service concession assets as approved by the BIR. In previous years, CIC used the double declining balance method of amortization for R-1 Expressway while straight-line method for R-1 Expressway Extension as approved by the BIR. In 2021, BIR approved the change in CIC's amortization methodology to UOP beginning 2021. PT Nusantara used the straight-line method of amortization for the service concession assets as approved by the Directorate General of Taxes (DGT).

The Parent Company and certain subsidiaries under the Company have the following temporary differences, NOLCO and MCIT for which no deferred tax assets have been recognized since management believes that it is more likely than not that these will not be realized in the future:

	June 30, 2025	December 31, 2024
	<i>(in Millions)</i>	
NOLCO	₱10,734	₱10,620
Accrued expenses and provisions	127	92
MCIT	16	16
Retirement costs and past service costs	4	4
	₱10,881	₱10,732

As at June 30, 2025 and December 31, 2024, the Company has excess MCIT that can be applied as tax credit against future income tax due under RCIT.

Year Paid/Incurred	Expiration Date	June 30, 2025	December 31, 2024
		<i>(in Millions)</i>	
2022	December 31, 2025	₱2	₱2
2023	December 31, 2026	8	8
2024	December 31, 2027	9	9
		₱19	₱19

The movements in MCIT are as follows:

	June 30, 2025	December 31, 2024
	<i>(in Millions)</i>	
Balance at beginning of period/year	₱19	₱42
Additions	—	9
Expirations	—	(32)
Balance at end of period/year	₱19	₱19

On September 30, 2020, the BIR issued Revenue Regulations No. 25-2020 implementing Section 4(b) of "Bayanihan to Recover As One Act" which states that the NOLCO incurred for taxable years 2020 and 2021 can be carried over and claimed as a deduction from gross income for the next five (5) consecutive taxable years immediately following the year of such loss.



As at June 30, 2025, certain subsidiaries under the Company incurred the following NOLCO which can be claimed as deduction from the regular taxable income for the next three (3) consecutive taxable years, as follows:

Year Incurred	Availment Period	Amount	NOLCO Expired/Utilized (in Millions)	NOLCO Unapplied
2022	2023-2025	₱2,269	₱—	₱2,269
2023	2024-2026	2,640	—	2,640
2024	2025-2027	4,627	—	4,627
2025	2026-2028	—	114	114
		₱9,536	₱114	₱9,650

The Company has incurred NOLCO in the following taxable years which can be claimed as deduction from the regular taxable income for the next five (5) consecutive taxable years pursuant to the Bayanihan to Recover As One Act, as follows:

Year Incurred	Availment Period	Amount	NOLCO Expired/Utilized (in Millions)	NOLCO Unapplied
2020	2021-2025	₱1,040	₱—	₱1,040
2021	2022-2026	164	—	164
		₱1,204	₱—	₱1,204

The movements in NOLCO are as follows:

	June 30, 2025	December 31, 2024
	(in Millions)	
Balance at beginning of period/year	₱10,740	₱6,113
Additions	114	4,627
Balance at end of period/year	₱10,854	₱10,740

The reconciliation of provision for income tax computed at the statutory income tax rate to provision for income tax as shown in the interim consolidated statements of income as follows:

	June 30, 2025	June 30, 2024
	(in Millions)	
Income before income tax	₱6,765	₱6,197
Income tax computed at statutory tax rate of 25%	₱1,691	₱1,549
Add (deduct) tax effects of:		
Nondeductible expenses and others	1,194	906
Change in unrecognized deferred tax assets	37	(59)
Effect of optional standard deduction (OSD)	(1,119)	(925)
Final tax on interest income	33	33
Movement in MCIT	—	4
	₱1,836	₱1,508



On December 18, 2008, the BIR issued Revenue Regulation (RR) 16-2008, which implemented the provisions of RA No. 9504 on OSD, which allowed both individual and corporate taxpayers to use OSD in computing their taxable income. For corporations, they may elect a standard deduction in an amount equivalent to 40% of gross income, as provided by law, in lieu of the itemized allowed deductions.

NLEX Corp. and CIC opted to avail of the OSD for the taxable years 2025 and 2024.

The reconciliation of net deferred tax liabilities is summarized as follows:

	June 30, 2025	December 31, 2024
	<i>(in Millions)</i>	
Balance at beginning of period/year	₱3,248	₱3,188
Provision for deferred income tax during the period/year recognized in the profit or loss	(19)	(60)
Income tax effect during the year recognized in OCI (Note 22)	(3)	120
Translation adjustment	(259)	—
Balance at end of period/year	₱2,967	₱3,248

Income Tax Holiday

In August 2017, the CALAX project was registered with the BOI as a new project on a non-pioneer status under the Omnibus Investment Code of 1987. Under this registration, MPCALA will enjoy certain tax and nontax incentives including a four-year ITH on the income arising from the CALAX project starting from July 2020 or actual start of commercial operations, whichever is earlier. This is also subject to certain conditions, which include among others, (i) submission of proof of upgraded service quality as result of the implementation of the modernization project; (ii) the ITH's entitlement shall be based on the project's ability to contribute to the economy's development based on certain parameter indicated in Certificate of Registration; and (iii) MPCALA's commitment to undertake meaningful and sustainable corporate social responsibility activities.

MPCALA has availed the BOI ITH from February 2020 (start of its commercial operations) until February 10, 2024 (end of the four-year ITH).

ITH incentive enjoyed by MPCALA amounted to nil in 2025 and 2024.

31. Significant Contracts and Commitments

Toll Collection Interoperability Agreement. On September 15, 2017, NLEX Corp., together with San Miguel Holdings Corporation, Private Infra Development Corporation, Citra Metro Manila Tollways Corporation, Skyway O&M Corporation, Citra Central Expressway Corporation, Vertex Tollways Development Incorporation, South Luzon Tollways Corporation, Manila Toll Expressway Systems Incorporated, Star Infrastructure Development Corporation, Star Tollway Corporation, MPTC, CIC, MHI, BCDA, Ayala Corporation, MCX Tollway, Inc., Department of Transportation (DOTr), DPWH, and Land Transportation Office, has signed the MOA for Toll Collection Interoperability with TRB; whereby the concessionaires or facility operators agreed to timely, smoothly, and fairly implement the interoperability of the electronic toll collection systems and cash payment systems of the covered expressways and of future toll expressways, consistent with and subject to the concessionaires and



operators' respective concession agreements, toll operations agreements, and supplemental toll operations agreement, as applicable.

The agreement will be implemented in two phases and to be operationalized within twelve (12) months from the signing of the MOA. The first phase covers electronic collection interoperability, while the second phase covers cash collection interoperability. As at September 24, 2025, the implementation is still in progress.

NLEX PNCC Fee. In consideration of the assignment by PNCC of its usufructuary rights, interests and privileges under its franchise, PNCC is entitled to receive payment equivalent to 6% and 2% of the toll revenues from the NLEX and Segment 7, respectively. Any unpaid balance carried forward will accrue interest at the rate of the latest Philippine 91-day Treasury bill rate plus 1% per annum. This entitlement, as affirmed in the ARSA dated September 30, 2004, shall be subordinated to operating expenses and the requirements of the financing agreements and shall be paid out subject to availability of funds. In December 2006, NLEX Corp. entered into a letter agreement with PNCC to set out the detailed procedure for payment.

The PNCC franchise expired in May 2007. However, since the payment is a continuing obligation under the ARSA, NLEX Corp. continues to accrue and pay the PNCC entitlement.

On December 2, 2010, NLEX Corp. received a letter from the TRB dated November 30, 2010, citing a decision of the Supreme Court (SC) dated October 19, 2010 directing NLEX Corp. to remit forthwith to the National Treasury, through TRB, all payments representing PNCC's percentage share of the toll revenues and dividends, if any, arising out of PNCC's participation in the MNEP. In the said decision, the SC ruled, among others, that after the expiration of the franchise of PNCC, its share/participation in the JVAs and STOAs, inclusive of its percentage share in toll fees collected by joint venture companies currently operating the expressways, shall accrue to the Philippine Government.

On April 12, 2011, the SC issued a resolution directing NLEX Corp. to remit PNCC's share in the net income from toll revenues to the National Treasury and the TRB, with the assistance of the Commission on Audit (COA), was directed to prepare and finalize the implementing rules and guidelines relative to the determination of the net income remittable by PNCC to the National Treasury.

In accordance with the TRB directive, 90% of the PNCC fee and dividends payable is being remitted to the TRB, while the balance of 10% to PNCC. NLEX Corp. recorded PNCC fee amounting to ₱668.6 million and ₱568.7 million in 2025 and 2024, respectively (see Note 24).

NLEX Harbor Link Port Extension to Anda Circle Project. On October 19, 2020, the recommendation of the DPWH to TRB to implement the proposed Harbor Link Port Extension to Anda Circle Project of NLEX Corp. has been approved. This project is within the scope of the existing NLEX-Main concession. NLEX Corp. has been advised to proceed on the preparation, completion and submission of requirements, documents and processes that are necessary on the implementation of the project. As at September 24, 2025, NLEX Corp. is still waiting for the approval of the project's investment scheme by TRB.

Connector Road Project. On November 23, 2016, NLEX Corp. and the Government acting through the DPWH signed a concession agreement for the design, financing, construction, operation and maintenance of the Connector Road. The Connector Road will be a four-lane toll expressway structure with a length of eight km all passing through and above the right of way of the Philippine



National Railways starting at NLEX Segment 10 in C3 Road Caloocan City and connecting to the South Luzon Expressway (“SLEX”) through the Metro Manila Skyway Stage 3 Project.

Section 1 of the Connector covers the area between C3-Road in Caloocan to Espana in Manila, while Section 2 of the Project covers the area between Espana in Manila to PUP to Sta. Mesa in Manila.

The concession period will commence on the commencement date of its construction, and shall end on its thirty-seventh anniversary, unless otherwise extended or terminated in accordance with the concession agreement.

On March 29, 2023, the NLEX Connector Road Section 1 was opened to the public. Section 2 commenced its operation on October 28, 2023. The construction of Connector Road Section 2 is at 99.9% and 99.7% completed as at June 30, 2025 and December 31, 2024, respectively. As at September 24, 2025, the construction of the interconnection structure with Skyway Stage 3 is ongoing.

Under the agreement, NLEX Corp. will pay the DPWH periodic payments as consideration for the grant of right of way for the project.

Third Candaba Viaduct Project. Last February 2023, NLEX Corp. awarded the Design and Construction Contract to Leighton Contractors (Asia) Limited – Philippine Branch., for the Third Candaba Viaduct Project. The project will entail the design and construction of a new five-km viaduct along the Candaba Viaduct. The 3rd Viaduct was inaugurated and opened in December 2024 and completed in March 2025 upon issuance of the certificate of final completion.

Construction of Feeder Roads. On October 20, 2011, CIC and CHI executed a MOA, wherein, CHI shall grant CIC a right-of-way to certain segments of the property CHI plans to reclaim, to allow CIC to construct four (4) feeder roads. The four (4) feeder roads are estimated to cost ₱520.0 million where CHI shall be liable for approximately 50% of construction costs. Actual contribution of CHI amounting to ₱256.7 million was received by CIC in 2012 and presented as “Other noncurrent liabilities” account as at June 30, 2025 and December 31, 2024. As at September 24, 2025, the construction of the feeder roads has not yet started.

Construction of the CALAX. On July 10, 2015, MPCALA signed the Concession Agreement for the CALAX Project with the DPWH. Under the Concession Agreement, MPCALA is granted the concession to design, finance, construct, operate and maintain the CALAX, including the right to collect toll fees, over a 35-year concession period. The CALAX is a closed-system tolled expressway connecting the CAVITEX and the SLEX. The CALAX Project was awarded to MPCALA following a competitive public bidding process where MPCALA was declared as the highest complying bidder with its offer to pay the government concession fees amounting to ₱27.3 billion payable over nine (9) years from signing of the concession agreement (see Note 17).

On October 31, 2019, the Company opened the Subsections 6-8, portion of the CALAX Laguna Segment, which is the first 10-km stretch of CALAX from Mamlasan Exit in Biñan City, Laguna to the Santa Rosa-Tagaytay Interchange with no toll fees.

On February 10, 2020, TRB issued Notice to Start Collection for the initial toll rates for Subsections 6-8 of the CALAX effective February 11, 2020. MPCALA was granted a provisional initial toll for the 10-km segment of CALAX effective on February 11, 2020.



On July 13, 2021, TRB issued Notice to Start Collection for the initial toll rates for subsection 5. MPCALA was granted a provisional initial toll for the 7.2-kilometer segment of CALAX effective on August 24, 2021. CALAX will collect ₱64.00 for Class 1 vehicles, or ordinary cars, ₱128.00 for Class 2 vehicles like buses and small commercial trucks; and ₱192.00 for Class 3 vehicles such as large trucks or trailers from motorists.

On August 24, 2021, the Company inaugurated CALAX Subsection 5 which connects Silang East to Sta. Rosa-Tagaytay Road Interchange. This extends the expressway's operating sections from 10 to 14.24 km.

On November 8, 2023, MPCALA opened Subsection 4, portion of the CALAX Cavite Segment, which is 3.9-km stretch from Silang East Interchange to Aguinaldo Silang. MPCALA received the TRB's approval on the Toll Fee Matrix of Subsection 4 on February 10, 2024.

As at September 24, 2025, the construction works for CALAX Cavite Segment namely Subsections 1, 2 and 3 are ongoing. Completion is expected within the fourth quarter of 2025 for Subsection 3 and within the first quarter of 2026 for Subsections 1 and 2.

Grant of Original Proponent Status to MPT South for Cavite Tagaytay Batangas Expressway ("CTBEx") Project. On July 26, 2018, Metro Pacific Tollways South Corp. ("MPT South"), a subsidiary of MPTC, was granted Original Proponent Status by the DPWH in relation to its unsolicited proposal for the CTBEx Project.

The CTBEx Project, a 50.42-km toll facility, is intended to connect seamlessly with the CALAX and CAVITEX of MPTC and is expected to provide congestion relief to Aguinaldo Highway and Tagaytay-Nasugbu road. It is currently configured to have eight (8) main interchanges and two (2) spur roads.

The final award of the CTBEx Project to MPT South will be subject to completion of all regulatory approvals and the Swiss Challenge under existing laws.

On July 5, 2021, MPT South secured the Silang Local Government Unit endorsement of CTBEX Project. The required endorsement from the Batangas Provincial District Council was secured on January 21, 2021. Once secured, the CTBEx Project was presented for approval and endorsement by the NEDA Regional District Council. Project is still under review by the NEDA ICC Technical Board with ongoing exchanges of responses on the proposed Parameters, Terms, and Conditions ("PTC").

Following the implementation of the Revised BOT Law IRR dated October 2022, the Grantor requested for the re-submission of the unsolicited proposal with additional requirements currently being complied with by the Proponent. The CTBEX, however, remains to be listed as a Priority Project by the National Government.

On March 28, 2023, MPT South submitted updated documents in compliance with Section 2.7 and Section 16.3 of the Revised BOT Law Implementing Rules and Regulations. The submission included the following documents: Technical Feasibility Study, Preliminary Engineering Design, Resettlement and Right-of-Way Acquisition Plan, Environmental Impact Assessment, and Company profile.

On May 6, 2024, MPT South notified the DPWH of its intention to proceed with the approval process pursuant to the Republic Act No. 6967, as amended by Republic Act No. 7718, otherwise known as the BOT Law and its Implementing Rules and Regulations. On July 5, 2024, the DPWH advised that it forwarded MPT South's letter for guidance to the PPP Center.



On October 10, 2024, the DPWH notified MPTC and MPT South of the revocation of the previously OP status over the CTBEx Project.

Construction of CAVITEX C-5 South Link Expressway. On May 16, 2018, the Company entered into a contract with FF Cruz for the construction of Phase 1 (Segment 3-A). Construction officially commenced on June 2, 2018. The project was completed by second quarter of 2019.

On July 10, 2020, the Company entered into a contract with A.M. Oreta & Co., and China Harbour Engineering Company for the construction of Phase 2 (Segments 2 and 3A-2). Construction officially commenced on July 22, 2020. The C-5 South Link is expected to be fully operational by 2025.

Lease Contract. MPT Mobility entered into various lease agreements covering its leased commercial spaces in NLEX Drive and Dine. The lease agreements have lease terms of five (5) to 20 years and a rental fee that is based on a minimum guaranteed rent for the first two (2) or three (3) years depending on the agreement with the lessee, or a percentage of gross sales, whichever is higher.

Upon signing of the lease contract, the lessees shall pay an advance rent and rental deposit which shall be returned to the lessee after the expiration or termination of the lease contract.

Rental income earned from this investment property amounted to ₱59.8 million and ₱50.6 million for the six-month periods ended June 30, 2025 and 2024, respectively (see Notes 14 and 23).

PT Bintaro Serpong Damai (“BSD”) Enhancement Projects. On January 24, 2022, BSD obtained work order from the Indonesian Toll Road Authority (“BPJT”) for the construction of Weaving the Serpong Ramp Junction and the Pamulang Exit Ramp and the widening of Pamulang Exit Arterial Road, and Flood Mitigation KM 8. The project construction had commenced in March 2022 and was substantially completed in December 2023. The project was fully completed in September 2024 with total project cost amounting to ₱2.4 billion.

On February 7, 2022, BSD obtained work order from BPJT for construction of toll access to Makassar New Port in Makassar, South Sulawesi. The project construction had commenced in March 2022 and was substantially completed in December 2023. The project was fully completed in September 2024 with total project cost amounting to ₱2.6 billion.

32. Financial Risk Management Objectives and Policies and Capital Management

The Company’s principal financial instruments consist mainly of borrowings from third-party creditors, proceeds of which were used for the acquisition of investments and for financing operations. The Company has various other financial instruments such as cash and cash equivalents, receivables from trade debtors and payables to trade creditors and other government bodies, which arise directly from its operations. The Company also holds financial assets at FVTPL and FVOCI in 2025 and 2024.

The Company manages and controls credit risk by setting limits on the amount of risk that the Company is willing to accept for individual counterparties and by monitoring exposures in relation to such limits. Specific risks are as follows:

- *Toll Operations.* Receivables arose mainly from electronic toll card service providers of PT Nusantara motorists plying on its toll roads. Trade receivables also come from energy sales and treated water sales from the respective customers of RPSL and DCC which are instrumentalities of the government of Indonesia.



NLEX Corp. has receivable from toll fees of RFID subscribers plying the NLEX and SCTEX using their subscription account with ESC and non-toll revenues in the form of fees due from MPT Mobility as exclusive advertising partner and inter-company charges to various affiliate companies for shared services and seconded employees billed by NLEX Corp. ESC and MPT Mobility are considered as low-risk counterparties as these are affiliates of NLEX Corp. Receivables also arose from motorists who cause accidental damage to NLEX property from day-to-day operations. NLEX Corp., MPCALA and CIC also have advances made to DPWH, a Philippine government entity, which is covered by a Reimbursement Agreement (see Note 8).

The main risks arising from the Company's financial instruments are interest rate risk, foreign currency risk, credit risk and liquidity risk which are discussed in detail below. The BOD reviews and approves policies of managing each of these risks and they are enumerated in the next pages:

Interest Rate Risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company's exposure to interest rate risk relates primarily to the Company's long-term debt obligations with floating interest rates. To minimize interest rate risk, the Company manages interest cost by evaluating market rate trends. Management conducts assessments among interest rates offered by banks to obtain the most favorable interest rates before making decisions on its placements and prior to entering loan agreements. The Company also continuously monitors fluctuations of interest rates to manage interest rate risks.

The following tables set out the principal amount, by maturity, of the Company's interest-bearing financial assets and liabilities:

	June 30, 2025					
	Interest Rate	Within the Year	2-3 Years	4-5 Years	More than 5 Years	Total
			(in Millions)			
Fixed-rate financial assets:						
Cash and cash equivalents and restricted cash ^(a)	0.10%–9.70%	₱17,384	₱–	₱–	₱–	₱17,384
Financial assets at FVTPL	2.13%–5.75%	1,518	–	–	–	1,518
		₱18,902	₱–	₱–	₱–	₱18,902
Fixed-rate financial liabilities:						
Term loan facilities	4.80%–8.88%	7,492	8,379	30,538	68,636	115,045
Fixed-rate bonds	5.50%–6.90%	4,000	2,000	–	–	6,000
Corporate notes	4.66%–4.97%	2,268	2,268	2,456	8,287	15,279
Short-term loans	6.00%–6.70%	44,994	–	–	–	44,994
Foreign currency-denominated loans:						
Syndicated loan facility	8.51%	1,032	867	4,443	10,945	17,287
Term-loan facilities	7.25%–9.75%	431	532	2,092	7,276	10,331
		₱60,217	₱14,046	₱39,529	₱95,144	₱208,936

(a) Excluding cash on hand amounting to ₱150.2 million as at June 30, 2025.

	December 31, 2024					
	Interest Rate	Within the Year	2-3 Years	4-5 Years	More than 5 Years	Total
			(in Millions)			
Fixed-rate financial assets:						
Cash and cash equivalents and restricted cash ^(a)	0.10%–9.70%	₱12,734	₱–	₱–	₱–	₱12,734
Financial assets at FVTPL	2.13%–5.75%	2,152	–	–	–	2,152
		₱14,886	₱–	₱–	₱–	₱14,886
Fixed-rate financial liabilities:						
Term loan facilities	4.04%–8.90%	₱6,133	₱10,540	₱30,769	₱59,757	₱107,199
Fixed-rate bonds	6.60%–6.90%	4,000	–	2,000	–	6,000
Corporate notes	4.09%–6.86%	2,268	2,268	2,456	8,287	15,279
Short-term loans	4.70%–6.70%	33,797	–	–	–	33,797
Foreign currency-denominated loans:						
Syndicated loan facility	7.85%	659	1,917	5,301	10,150	18,027
Term-loan facilities	7.50%–9.00%	460	472	1,898	8,723	11,553
		₱47,317	₱15,197	₱42,424	₱86,917	₱191,855

(a) Excluding cash on hand amounting to ₱144.6 million as at December 31, 2024.



Interest on financial instruments classified as floating rate is repriced semi-annually on each interest payment date. Interest on financial instruments classified as fixed rate is fixed until the maturity of the instrument, except for certain term loan facilities which will be repriced after five (5) or seven (7) years from their initial drawdown dates. Should the interest rate on the repricing date be significantly higher than the current fixed rate, the Company has an option to prepay or refinance the loan.

The other financial instruments of the Company that are not included in the above table are noninterest-bearing and are therefore not subject to cash flow interest rate risk.

The following table demonstrates the sensitivity of income to changes in interest rates with all other variables held constant. The management expects that interest rates will move by ± 50 basis points within the next reporting period. There is no other impact on the Company's equity other than those already affecting the interim consolidated statement of income:

	Increase/Decrease in Basis Points	Effect on Income Before Income Tax <i>(in Millions)</i>
2025	+50	(P24)
	-50	24
2024	+55	(P16)
	-55	16

Foreign Currency Risk

Foreign currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates.

The Company consolidates PT Nusantara, an infrastructure company based in Indonesia. Payment for PT Nusantara's loans, which are denominated in Rupiah, is to be sourced from cash generated from operations, also denominated in Rupiah.

The Company aims to minimize economic and material transactional exposures arising from currency movements against the peso.

The following table demonstrates the sensitivity of income to changes in foreign exchange rates with all other variables held constant. The estimates in the movement of the foreign exchange rates were based on the management's annual financial forecast. There is no other impact on the Company's equity other than those already affecting the interim consolidated statements of income:

	Increase/Decrease in Foreign Exchange Rates	Effect on Income Before Income Tax <i>(in Millions)</i>
2025	+4.6%	(P25)
	-4.6%	25
2024	+4.6%	(P34)
	-4.6%	34

Credit Risk

Credit risk is the risk that the Company will incur loss arising from customers, clients or counterparties that fail to discharge their contracted obligations. Exposure to credit risk is managed through a credit review where an analysis of the obligors to meet their obligations is considered.



Receivables arose mainly from electronic toll card service providers of PT Nusantara motorists ply on its toll roads. Trade receivables also come from energy sales and treated water sales from the respective customers of RPSL and DCC which are instrumentalities of the government of Indonesia.

The company has trade receivables that came from non-toll revenues such as advertising services and manpower services provided to external customers. These receivables are considered as low-risk as these came from well-established companies. Receivables also arose from motorists who cause accidental damage to NLEX property from day-to-day operations. Property damage claims are initially processed by NLEX Corp. The Company also has advances to DPWH, a Philippine government entity, which is covered by a Reimbursement Agreement.

The Company also generates non-toll revenues in the form of service fees collected from business locators, generally called TSF, along the stretch of the NLEX. The collection of such fees is provided in the STOA and is based on the principle that these TSF derive benefit from offering goods and services to NLEX motorists. The fees range from one-time access fees to recurring fees calculated as a percentage of sales. The arrangements are backed by a service facility contract between the Company and the various locators. The credit risk on these arrangements is minimal because the fees are collected monthly mostly from well-established companies. The exposure is also limited given that the recurring amounts are not significant and there are adequate safeguards in the contract against payment delinquency. Nevertheless, the Company closely monitors receivables from the TSF.

The Company's exposure to credit risk arises from default of the counterparty, with a maximum exposure equal to the carrying amount of these financial assets. The Company does not require any collateral for its financial assets.

The table below shows the maximum exposure to credit risk for the Company's financial assets, without taking account of any collateral, credit enhancements and other credit risk mitigation techniques:

	June 30, 2025	December 31, 2024
	(in Millions)	
Cash and cash equivalents ^(a)	₱14,951	₱9,385
Receivables ^{(b)(c)}	6,450	3,847
Restricted cash	2,433	3,349
Financial assets at fair value through profit or loss	1,518	2,152
Concession financial receivables ^(d)	1,062	1,132
Due from related parties	164	618
Refundable deposits ^(e)	26	60
	₱26,604	₱20,543

^(a) Excluding cash on hand amounting to ₱150.2 million and ₱144.6 million as at June 30, 2025 and December 31, 2024, respectively (see Note 7).

^(b) Amount is gross of allowance for ECL and excluding advances to officers and employees amounting to ₱122.0 million and ₱130.3 million as at June 30, 2025 and December 31, 2024, respectively (see Note 8).

^(c) Excluding current portion of concession financial receivables amounting to ₱142.3 million and ₱146.8 million as at June 30, 2025 and December 31, 2024, respectively; and excluding current portion of finance lease receivable amounting to ₱51.0 million and ₱68.9 million as at June 30, 2025 and December 31, 2024, respectively (see Note 8).

^(d) Included in "Receivables" (see Note 8) and "Other noncurrent assets" (see Note 16) accounts in the interim consolidated statements of financial position.

^(e) Included in "Other noncurrent assets" account in the interim consolidated statements of financial position (see Note 16).

The Company's cash and cash equivalents, restricted cash and financial assets at FVTPL are placed with reputable local and international banks and companies and the Philippine government which meet the standards of the Company's BOD.



The table below shows the gross carrying amount of financial assets and the loss allowances:

	Not Credit-impaired		Credit-impaired (in Millions)		Total	
	Gross Carrying Amount	Allowance for ECL	Gross Carrying Amount	Allowance for ECL	Gross Carrying Amount	Allowance for ECL
June 30, 2025						
Cash and cash equivalents	₱14,951	₱–	₱–	₱–	₱14,951	₱–
Receivables	5,859	–	591	591	6,450	591
Restricted cash	2,433	–	–	–	2,433	–
Financial assets at FVTPL	1,518	–	–	–	1,518	–
Concession financial receivables	1,062	–	–	–	1,062	–
Due from related parties	164	–	–	–	164	–
Refundable deposits	26	–	–	–	26	–
	₱26,013	₱–	₱591	₱591	₱26,604	₱591

	Not Credit-impaired		Credit-impaired (in Millions)		Total	
	Gross Carrying Amount	Allowance for ECL	Gross Carrying Amount	Allowance for ECL	Gross Carrying Amount	Allowance for ECL
December 31, 2024						
Cash and cash equivalents	₱9,385	₱–	₱–	₱–	₱9,385	₱–
Receivables	3,257	–	590	590	3,847	590
Restricted cash	3,349	–	–	–	3,349	–
Financial assets at FVTPL	2,152	–	–	–	2,152	–
Concession financial receivables	1,132	–	–	–	1,132	–
Due from related parties	618	–	–	–	618	–
Refundable deposits	60	–	–	–	60	–
	₱19,953	₱–	₱590	₱590	₱20,543	₱590

Set out below is the information about the credit risk exposure on the Company's receivables:

	Current	Days past due				Total
		<30	31-60	61-90	>90	
		(In Millions except for expected loss rates)				
June 30, 2025:						
Expected loss rate	—%	—%	—%	—%	27%	7%
Gross carrying amount	₱1,097	₱2,621	₱91	₱806	₱1,835	₱6,450
Loss allowance	—	2	4	2	582	590
December 31, 2024:						
Expected loss rate	—%	—%	—%	—%	27%	7%
Gross carrying amount	₱1,428	₱411	₱72	₱51	₱1,885	₱3,847
Loss allowance	—	2	4	2	582	590



With the exception of the impaired portion and past due accounts, all of the Company's financial assets are considered high-grade receivables since these are receivables from counterparties who are not expected to default in settling their obligations and from reputable companies. Other counterparties also have corresponding collectibles from the Company for certain contracted services. The first-layer of security comes from the Company's ability to offset amounts receivable from these counterparties against payments due to them.

Liquidity Risk

Liquidity risk is the risk that the Company will encounter difficulty in meeting obligations associated with financial liabilities. The Company is not exposed to significant liquidity risk because of the nature of its operations which provides daily inflows of cash from toll collections. The Company is able to build up sufficient cash from operating revenues prior to the maturity of its payment obligations. The Company has arranged additional short-term lines to boost its ability to meet short-term liquidity needs. The Company has short-term credit lines amounting to ₱3.5 billion and ₱470 million as at June 30, 2025 and December 31, 2024, respectively. The Company has cash and cash equivalents amounting to ₱15,100.6 million and ₱9,530.1 million as at June 30, 2025 and December 31, 2024, respectively, that are allocated to meet the Company's short-term liquidity needs.

The table below summarizes the maturity profile of the Company's financial liabilities as at June 30, 2025 and December 31, 2024 based on undiscounted payments:

	June 30, 2025				
	Within the Year	2-3 Years	4-5 Years	More than 5 Years	Total
	(in Millions)				
Financial Liabilities					
Accounts payable and other current liabilities ^(a)	₱14,133	₱—	₱—	₱—	₱14,133
Dividends payable ^(b)	1,103	—	—	—	1,103
Short-term loans	44,994	—	—	—	44,994
Long-term debt ^(c)	15,201	12,046	41,529	95,166	163,942
Service concession fees payable ^(d)	4,415	8,736	4,146	4,002	21,299
Due to related parties	47	519	—	—	566
	₱79,893	₱21,301	₱45,675	₱99,168	₱246,037

^(a) Excluding statutory liabilities amounting to ₱1,716 million as at June 30, 2025 (see Note 17).

^(b) Included in "Accounts and other current liabilities" account in the interim consolidated statements of financial position (see Note 17).

^(c) Including interest to be paid.

^(d) Pertains to undiscounted balances.

	December 31, 2024				
	Within the Year	2-3 Years	4-5 Years	More than 5 Years	Total
	<i>(in Millions)</i>				
Financial Liabilities					
Accounts payable and other current liabilities ^(a)	₱14,154	₱—	₱—	₱—	₱14,154
Dividends payable ^(b)	793	—	—	—	793
Short-term loans	33,797	—	—	—	33,797
Long-term debt ^(c)	13,341	15,197	42,424	87,096	158,058
Service concession fees payable ^(d)	—	9,357	3,754	4,781	17,892
Due to related parties	70	519	—	—	589
	₱62,155	₱25,073	₱46,178	₱91,877	₱225,283

^(a) Excluding statutory liabilities amounting to ₱1,764.8 million as at December 31, 2024 (see Note 17).

^(b) Included in "Accounts and other current liabilities" account in the interim consolidated statements of financial position (see Note 17).

^(c) Including interest to be paid.

^(d) Pertains to undiscounted balances.



Capital Management

The primary objective of the Company's capital management is to ensure that it maintains healthy capital ratios in order to support its business and maximize shareholder value while complying with the financial covenants required by the lenders.

The Company closely monitors its debt covenants and maintains a capital expenditure program and dividend declaration policy that keeps the compliance of these covenants into consideration (see Note 19).

The following debt covenants are being complied with by the Company as part of maintaining a strong credit rating with its creditors:

- *Toll Operations.* The loan agreements require maintenance of debt-to-equity ratio and DSCR as indicated in the agreements to be able to incur new loans or declare dividends (see Note 19). The Company manages its capital structure and adjust it in light of changes in economic conditions. To maintain or adjust the capital structure, the Company may obtain additional advances from shareholders, return capital to shareholders, issue new shares or issue new debt or redemption of existing debt. No changes were made in the objectives, policies or processes during the period ended June 30, 2025 and December 31, 2024. The Company monitors capital on the basis of debt-to-equity ratio.

NLEX Corp. Under the loan agreements, NLEX Corp. is required to maintain DSCR of not less than 1.15 times and maintain a Debt to Equity Ratio (DER) not exceeding 3.0 times until the loan maturity. For the Fixed Rate Bonds, NLEX Corp. is required to maintain a DER of not exceeding 3.0 times for the first three (3) years after the date of the loan agreement and not exceeding 2.5 times after such period. The loan agreement provides that NLEX Corp. may incur new loans or declare dividends as long as the pro-forma DSCR for the relevant year is not less than 1.3 times.

As at June 30, 2025 and December 31, 2024, NLEX Corp. has the capacity to incur additional long-term debt to build up its capital and in preparation for the financing of expansion projects.

CIC. Under the Omnibus Agreement, CIC is required to maintain a DSCR of not less than 1.05 times and maintain a DER not exceeding 3.0 times until the loan maturity. These shall be calculated every calendar quarter following the occurrence of the First Commercial Operations Date, which is the date on which CIC has:

- i. Completed a subsection or segment as evidenced by Certificate of Subsection Completion or Certificate of Segment Completion issued by the DPWH;
- ii. Authorized to operate and maintain a subsection or segment as evidenced by a Toll Operation Permit (TOP) issued by TRB for such subsection or segment; and
- iii. Received a notice to start collection issued by TRB for such subsection or segment.

MPTC. Under the loan agreement, MPTC is required to maintain a DER not exceeding 70:30 and a DSCR of not less than 1.3 times during the term of the loan.

MPT SMC. Under the loan agreement, MPT SMC is required to maintain a DER not exceeding 2.3 times and a DSCR not less than 1.2 times during the term of the loan.



PT Nusantara. PT Nusantara and its subsidiaries are parties to various loan agreements. Under the loan agreements, PT Nusantara is required a Maintenance DSCR of not less than 1.0 and maintain a DER not exceeding 4.0 times until the loan maturity (DER requirement varies per subsidiary).

MPTC Group. The Company is in compliance with the above capital ratios and financial covenants in 2025 and 2024, except for the entities mentioned in Note 19 to the interim consolidated financial statements. The Company manages its capital structure and adjusts it in light of changes in economic conditions. To maintain or adjust the capital structure, the Company may obtain additional advances from shareholders, return capital to shareholders, issue new shares or issue new debt or redemption of existing debt. No changes were made in the objectives, policies or processes in 2025 and 2024. The Company monitors capital on the basis of DER. DER is calculated as long-term debt over equity.

In 2025, the Company's strategy, which was unchanged from 2024, was to maintain a sustainable DER. The DER as at December 31 are:

	June 30, 2025	December 31, 2024
	(in Millions)	
Long-term debt (Note 19)	₱162,873	₱156,955
Total equity	70,024	77,726
DER	2.33	2.02

The Company continuously evaluates its capital structure to continuously support its business strategy.

33. Financial Assets and Financial Liabilities

Fair Values

A comparison of carrying and fair values of all of the Company's financial instruments, other than those with carrying amounts that are reasonable approximations of fair values, by category as at June 30, 2025 and December 31, 2024 follows:

	June 30, 2025		December 31, 2024	
	Carrying Value	Fair Value	Carrying Value	Fair Value
	(in Millions)			
Financial Assets				
Financial assets at FVTPL	₱1,518	₱1,518	₱2,152	₱2,152
Financial assets at FVOCI:				
Investments in quoted equity shares	145	145	156	156
Investments in unquoted equity shares	2,234	2,234	2,234	2,234
Investment in quoted club shares	8	8	8	8
	₱3,905	₱3,905	₱4,550	₱4,550
Financial Liabilities				
Financial liabilities at amortized cost:				
Long-term debt	₱162,873	₱160,839	₱156,955	₱143,588
Service concession fees payable	21,299	18,516	17,892	15,553
	₱184,172	₱179,355	₱174,847	₱159,141



The management assessed that the fair values of cash and cash equivalents, restricted cash, receivables, due from related parties, concession financial receivables, refundable deposits, accounts payable and other current liabilities, dividends payable, short-term loans and due to related parties approximate their carrying amounts largely due to the short-term maturities of these instruments.

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

Financial Assets at Fair Value

The fair value of the UITF and quoted equity shares are based on the estimated fair market value of the assets of the fund based on prices supplied by independent sources as at June 30, 2025 and December 31, 2024.

The fair value of investment in club shares is based on the quoted market price of the financial instruments as at June 30, 2025 and December 31, 2024.

To estimate the fair value of the unquoted equity shares, the Company uses the guideline public company method. This valuation model is based on published data regarding comparable companies' quoted prices, earnings, revenues and EBITDA expressed as a multiple, adjusted for the effect of the non-marketability of the equity securities. The estimate is adjusted for the net debt of the investee, if applicable. Adjusted market multiple ranges from 8 to 37 and discount for lack of marketability of up to 30% in 2024 and December 31, 2024.

Long-term Debt

Except for the fixed-rate bonds where the fair value is based on its quoted market price as at June 30, 2025 and December 31, 2024, estimated fair value is based on the discounted value of future cash flows using the prevailing credit-adjusted IDR risk-free rates and prevailing peso interest rates. In 2025 and 2024, the prevailing credit adjusted IDR and peso interest rates ranged from 4.6% to 9.8% and 4.0% to 11.8% , respectively.

Service Concession Fees Payable

The estimated fair value of the service concession fees payable is based on the discounted value of future cash flows using the prevailing peso interest rates. In 2025 and 2024, the prevailing peso interest rates ranged from 5.83% to 6.44% and 5.5% to 7.0%, respectively.

Fair Value Hierarchy

The following table provides the fair value measurement hierarchy of the Company's assets and liabilities:

	June 30, 2025	Level 1	Level 2	Level 3
		(in Millions)		
Assets measured at fair value:				
Financial assets at FVTPL	₱1,518	₱–	₱1,518	₱–
Financial assets at FVOCI:				
Investments in quoted equity shares	145	145	–	–
Investments in unquoted equity shares	2,234	–	–	2,234
Investment in quoted club shares	8	–	8	–
	₱3,905	₱145	₱1,526	₱2,234
Liabilities for which fair values are disclosed:				
Financial liabilities at amortized cost:				
Long-term debt	₱160,839	₱6,112	₱154,727	₱–
Service concession fees payable	18,516	–	–	18,516
	₱179,355	₱6,112	₱154,727	₱18,516



	December 31, 2024	Level 1	Level 2	Level 3
		<i>(in Millions)</i>		
Assets measured at fair value:				
Financial assets at FVTPL	₱2,152	₱–	₱2,152	₱–
Financial assets at FVOCI:				
Investments in quoted equity shares	156	156	–	–
Investments in unquoted equity shares	2,234	–	–	2,234
Investment in quoted club shares	8	–	8	–
	₱4,550	₱156	₱2,160	₱2,234
Liabilities for which fair values are disclosed:				
Financial liabilities at amortized cost:				
Long-term debt	₱143,588	₱5,958	₱137,630	₱–
Service concession fees payable	15,553	–	–	15,553
	₱159,141	₱5,958	₱137,630	₱15,553

34. Contingencies

a. VAT

On various dates, NLEX Corp. received VAT assessments from the BIR covering taxable years 2006 - 2009. The assessments are at various stages. On June 11, 2010, NLEX Corp. filed its Position Paper with the BIR reiterating its claim that it is not subject to VAT on toll fees.

On April 3, 2014, the BIR accepted and approved NLEX Corp.'s application for abatement and issued a Certificate of Approval for the cancellation of the basic output tax, interest and compromise penalty amounting to ₱1,010.5 million and ₱584.6 million for taxable years 2006 and 2007, respectively. As at September 24, 2025, the VAT assessments for taxable years 2008 and 2009 remain pending with the BIR and there were no abatements made for these assessments.

Notwithstanding the foregoing, management believes, in consultation with its legal counsel, that in any event, the STOAs amongst NLEX Corp., ROP, acting by and through the TRB, and PNCC, provides NLEX Corp. with legal recourse in order to protect its lawful interests in case there is a change in existing laws which makes the performance by NLEX Corp. of its obligations materially more expensive.

b. NLEX Corp. and MPTNC are also parties to certain claims and assessments relating to real property taxes (RPT) as follows:

- i. In July 2008 and April 2013, NLEX Corp. filed Petitions for Review under Section 226 of the Local Government Code with the Local Board of Assessment Appeals (LBAA) of the Province of Bulacan seeking to declare as null and void tax declarations issued by the Provincial Assessor of the Province of Bulacan. The said tax declarations were issued in the name of NLEX Corp. as owner/administrator/beneficial user of the NLEX and categorized the NLEX as a commercial property subject to RPT. The LBAA has yet to conduct an ocular inspection to determine whether the properties, subject of the tax declarations, form part of the NLEX, which NLEX Corp. argues is property of the public dominion and exempt from RPT. As at September 24, 2025, the cases are pending.
- ii. In September 2013, NLEX Corp. received notices of realty tax delinquencies for the years 2006 to 2013 issued by the Provincial Treasurer of Bulacan stating that if NLEX Corp. fails to pay or remit the alleged delinquent taxes, the remedies provided for under the law for the collection of delinquent taxes shall be applied to enforce collection. On September 27, 2013, the Bureau of Local Government Finance of the Department of Finance (DOF-BLGF) wrote a letter to the Province of Bulacan advising it to hold in abeyance any further course of action pertaining to the



alleged real property tax delinquency. In January 2017, the Provincial Treasurer of Bulacan issued a notice of realty tax delinquencies for the years 2006 to 2017 stating that it could apply the remedies provided under the law for the collection of delinquent taxes. The matter is pending as of September 24, 2025.

- iii. In December 2023 and January 2024, NLEX Corp. received notices of tax assessment with tax declarations for the year 2023 and 2024 issued by the Municipal Assessor Office of the Municipality of Guiguinto, Bulacan for the properties located in Municipality of Guiguinto, Bulacan. On January 31, 2024, NLEX Corp. filed with LBAA, Province of Bulacan a Petition for Annulment of Assessment of Real Properties. On February 12, 2024, the Respondents filed its Opposition to NLEX Corp.'s Petition. The LBAA rules provide for the suppletory application of the Rules of Court. Thus, NLEX Corp. need not to file a reply as Respondent's allegations are deemed controverted. The case is pending as of September 24, 2025.

The outcome of the claims on RPT cannot be presently determined. Management believes that these claims will not have a significant impact on the Company's interim consolidated financial statements. Management and its legal counsel also believe that the STOA also provides NLEX Corp. with legal recourse in order to protect its lawful interests in case there is a change in existing laws which makes the performance by NLEX Corp. of its obligations materially more expensive.

c. Toll Rate Adjustments

- i. NLEX Corp., as petitioner-applicant, filed the following Petitions for Approval of Periodic Toll Rate Adjustment with the TRB praying for the adjustment of the toll rates for the NLEX, as follows:

Petition	Date Filed	Effectivity
2018 Petition	September 2018	January 1, 2019
2020 Petition	September 2020	January 1, 2021
2022 Petition	September 2022	January 1, 2023

2018 and 2020 Petitions

On April 17, 2023, NLEX Corp. received a Consolidated Resolution dated February 16, 2023 from the TRB informing the Company of the TRB's approval of the consolidated 2018 and 2020 Petitions. The TRB has directed the Company to implement the provisionally approved toll adjustment in two (2) equal tranches over 2023 and 2024, not earlier than April 1, 2023 in order to mitigate the impact on inflation. The TRB issued a Notice to Start Collection on May 25, 2023, and NLEX Corp. implemented the first tranche of the periodic toll rate adjustments on June 15, 2023.

On May 14, 2024, the TRB issued a Notice to Start Collection of the second tranche. On June 4, 2024, NLEX Corp. implemented the second and last tranche of the periodic toll rate adjustments.

2022 Petition

On January 8, 2025, NLEX Corp. received the TRB Order (Resolution) dated January 6, 2025 resolving the NLEX 2022 Petition for Periodic Toll Rate Adjustment. In its Order, TRB approved the implementation of the provisional toll rate adjustments on a staggered basis in two (2) tranches, equally distributed in 2025 and 2026.



On January 31, 2025, the TRB issued a Notice to Start Collection of the first tranche effective immediately. On March 2, 2025, NLEX Corp. implemented the first tranche of the periodic toll rate adjustments. On August 15, 2025, NLEX Corp. filed its Manifestation of Compliance noting its partial compliance with the said TRB Order. On August 27, 2025, NLEX Corp filed a subsequent Manifestation of Compliance indicating its full compliance therewith.

2024 Petition

On September 30, 2024, NLEX Corp. Filed a Petition for Periodic Toll Rate Adjustments effective 2025. NLEX Corp. has yet to receive regulatory approval for the 2024 NLEX Petition.

Segment 10 Add-on Toll Rate Petition

In March 2019, the TRB granted provisional authority to NLEX Corp. to collect add-on tolls for the Open System of the NLEX and allowed the implementation of the new authorized toll price for the NLEX. This was stated in a letter sent to NLEX Corp. which also contained the Integrated Toll Fee Matrix. The matrix included the first tranche of the approved adjusted toll rates in the 2012 and 2014 Petitions as well as the provisionally approved add-on toll rates in the Segment 10 Add-on Toll Rate Petition. On March 20, 2019, the TRB issued a Notice to Start Collection effective March 21, 2019.

C3-R10 Add-on Toll Rate Petition

On August 5, 2020, the TRB issued a Resolution which provisionally approved and allowed NLEX Corp. to implement the add-on toll for the Open System subject of the Petition. On November 20, 2020, the TRB issued a Notice to Start Collection effective November 23, 2020.

NLEX Lane Widening Phase 2 Add-on Toll Rate Petition

On October 21, 2021, the TRB issued a Notice to Start Collection of the provisional add-on toll for the Closed System effective immediately. On May 12, 2022, NLEX implemented the provisional add-on toll rate.

Candaba 3rd Viaduct Add-on Toll Rate Petition

On February 7, 2025, the TRB issued an Order approving and allowing the provisional add-on toll for the NLEX Closed System to be implemented. On February 27, 2025, the TRB issued a notice to start collection of the provisional add-on toll for the closed system. On March 2, 2025, NLEX Corp. implemented the add-on toll rate adjustment.

SCTEX Petitions

NLEX Corp. as petitioner-applicant, filed petitions for toll rate adjustments effective January 1, 2021, and January 1, 2023 (the “2020 and 2022 SCTEX Petitions”), January 1, 2023 (the 2023 SCTEX Petition”) and January 1, 2025 (the “2024 SCTEX Petition”).

2020 and 2022 SCTEX Petitions

On July 5, 2023, NLEX Corp. received a Consolidated Resolution dated April 24, 2023 issued by the TRB which approved and allowed NLEX Corp. to implement the provisional toll rate adjustments in the 2020 and 2022 SCTEX Petitions on a staggered basis, in three (3) tranches, equally distributed for the years 2023, 2024 and 2025, not earlier than July 1 2023. On August 15, 2023, the TRB issued a Notice to Start Collection of the first tranche. On October 17, 2023, NLEX Corp. implemented the first tranche of the periodic toll rate adjustments. On October 2, 2024, the TRB issued a Notice to Start Collection of the second tranche.



On November 6, 2024, NLEX Corp implemented the second tranche of the periodic toll rate adjustments. On July 28, 2025, the TRB issued an Order directing NLEX Corp to publish the authorized provisional toll rates of the third and final tranche in a newspaper of general circulation at least once a week for three (3) consecutive weeks and post the applicable surety bonds from a reputable and independent/non-affiliated bonding company within fifteen (15) days from receipt of the Order. On August 13, 2025, NLEX Corp filed its Manifestation of Compliance noting its full compliance with the said TRB order. On August 27, 2025, the TRB issued a Notice to Start Collection effective on September 1, 2025.

2023 and 2024 SCTEX Petitions

On July 28, 2025, the TRB issued an Order (Consolidated) directing NLEX Corp to publish the authorized provisional toll rates for the periodic adjustments in a newspaper of general circulation at least once a week for three (3) consecutive weeks and post the applicable surety bonds from a reputable and independent/non-affiliated bonding company within fifteen (15) days from receipt of the Order. On August 5, 2025, NLEX Corp received another Order dated July 28, 2025, from the TRB directing NLEX Corp to publish in full the contents of the 2024 SCTEX Petition, along with the applicable toll fee matrix, in a newspaper of general circulation within fifteen (15) days from receipt of the Order. On August 14, 2025, NLEX Corp filed its Manifestation of Compliance noting its partial compliance with the said TRB orders. On August 14, 2025, NLEX Corp. filed its Manifestation of Compliance noting its partial compliance. Subsequently, on August 27, 2025, NLEX Corp filed a Manifestation of Compliance indicating its full compliance with the aforementioned TRB Orders.

NLEX - SLEX Connector Road Project Petition

On March 9, 2023, NLEX Corp. filed a Petition for the Implementation of the Fractional Initial Base Toll for Section 1 of the NLEX - SLEX Connector Road Project with application for Provisional Relief with the TRB (Connector Section 1 Petition). On July 3, 2023, NLEX Corp. received the TRB Notice to Start Collection for the provisional Fractional Opening Base Toll Rate for Section 1 of the NLEX - SLEX Connector Road Project which shall take effect immediately. On July 20, 2023, the TRB issued an Order directing NLEX Corp. to publish in full the contents of the Connector Section 1 Petition, along with the applicable toll fee matrix, in a newspaper of general circulation at least once a week for three (3) consecutive weeks, within fifteen (15) days from receipt of the Order. NLEX Corp. published on July 25, August 1, and August 8, 2023, respectively. On August 8, 2023, NLEX Corp. filed a Manifestation of Compliance of its full and complete compliance with the TRB Order dated July 20, 2023. On August 8, 2023, NLEX Corp. implemented the provisional Fractional Initial Toll for Section 1 of the NLEX - SLEX Connector Road Project.

On November 6, 2023, NLEX Corp. filed a Supplemental Petition for Implementation of the Updated Fractional Initial Base Toll for Section 1 and the Commercially Operable Portion of Section 2 of the NLEX - SLEX Connector Road Project. On July 26, 2024, the TRB issued a Notice to Start Collection of the updated fractional initial base toll rate. On October 21, 2024, NLEX Corp. implemented the Updated Fractional Initial Base Toll Rate adjustment.

ii. CAVITEX R1 Enhancement Phase 1

On July 15, 2019, the TRB allowed the implementation of Add-On Toll Rates for vehicle classes 1, 2, and 3 amounting to ₱1.00, ₱2.00, and ₱3.00 (VAT-inclusive), respectively. The implementation was subject to continuing review and validation by TRB to assess its reasonableness and the issuance of a recommendation by COA after completing its audit. The effective date of the toll rate was October 24, 2019.



CAVITEX R1 Enhancement Phase 2

On November 27, 2020, CIC and PRA submitted a petition to TRB for approval of an Add-On Agreed Toll Rate with an application for provisional relief for the R-1 Expressway Segment 1 enhancement.

On April 21, 2022, TRB issued a Notice of Toll Rate Adjustment Implementation approving the implementation of the adjusted Add-On Toll Rate of ₱27.00, ₱54.00 and ₱81.00 (VAT-inclusive) for vehicle classes 1, 2 and 3, respectively. The TRB directed the publication of the adjusted toll rates matrix in a newspaper of general circulation for three consecutive weeks, and it was published in the Manila Standard in April and May 2022. After the joint manifestation of compliance filed by CIC and PRA in May 2022, TRB issued a notice to start collecting the approved toll rates, which were implemented on May 22, 2022.

C-5 South Link Expressway Segment 3A-1

CIC filed a petition in July 2019 requesting the TRB to approve the implementation of initial toll fees for the C-5 South Link Expressway. The TRB approved the provisional initial toll rate in August 2019, subject to review by the COA and TRB's continuing authority to review its reasonableness. CIC was required to submit an updated investment recovery scheme within six months. In April 2020, CIC requested an extension due to the COVID-19 pandemic. Despite compliance with TRB requirements, TRB's authority for toll collection lapsed on April 24, 2020. After further communication and compliance, CIC was allowed to resume toll collection in July 2020, which was further extended until April 22, 2021. CIC filed a motion to confirm the continuing implementation and collection of the provisional initial toll for Segment 3A-1 on April 16, 2021. The TRB issued a resolution extending CIC's provisional authority to collect the initial toll fee until October 23, 2021, subject to a surety bond from a reputable company.

On October 1, 2021, TRB extended the provisional authority to collect initial toll fees for Segment 3A-1 for another six months until April 14, 2022, requiring CIC and PRA to post a bond worth ₱255.3 million to guarantee the refund of collected provisional initial toll fees to toll users if CIC and PRA are not entitled to them. On October 15, 2021, CIC filed a motion for partial reconsideration, asking TRB to declare the finality of the authority to collect provisional initial toll for Segment 3A-1 and declare the provisional initial toll for Segment 3A-1 as final until the final initial toll rate for the C-5 Link Expressway is determined.

On October 22, 2021, the CIC provided proof of the renewal of their Surety Bond in the amount of ₱255.3 million by filing a Manifestation of Compliance. The TRB acknowledged the submission of this document on October 16, 2021.

As the Surety Bond was set to expire on April 24, 2022, CIC and PRA were directed to obtain a new bond from a reputable bonding company covering the amount of ₱388.9 million, effective from April 25, 2022 to April 24, 2023. A Manifestation of Compliance was submitted to the TRB on April 22, 2022, indicating that this requirement had been fulfilled.

The surety bond posted by CIC and PRA was initially effective until April 24, 2023 and was extended yearly with the latest extension until April 24, 2026, in view of the continued provisional nature of the toll fees.



C-5 South Link Expressway Segment 3A-2

CIC and PRA filed a Supplemental Petition for provisional initial toll approval for Segments 3A-1 and 3A-2 on April 29, 2022, which was followed by an Amended Supplemental Petition on June 2, 2022, in response to the TRB's directive. The TRB issued a Resolution on June 30, 2022, directing CIC and PRA to publish the Notice of Toll Rate Implementation for three weeks and post a Surety Bond before starting the collection. The TRB granted a Toll Operation Permit for Segment 3A-2 on the same date. CIC and PRA complied with the publication requirement and posted the Surety Bond worth ₱86.3 million, with the Manifestation of Compliance filed on July 15, 2022.

On November 7, 2022, the TRB approved the implementation of the provisional initial per kilometer toll rates for Segments 3A-1 and 3A-2.

After CIC and PRA's compliance with regulatory requirements which includes the posting of a surety bond, the TRB issued the Notice to Start Collection on November 25, 2022 effective immediately.

The surety bond posted by CIC and PRA was initially effective until July 15, 2023 and was subsequently extended until July 15, 2026.

CAVITEX R-1 Expressway

CIC and PRA were directed by the TRB's Order dated September 9, 2021, to publish the approved adjusted toll rates matrix for the 2011 and 2014 Petitions for Periodic Toll Rate Adjustment in a newspaper of general circulation for three consecutive weeks. CIC and PRA complied with this order on September 10, September 17, and September 24, 2021, and submitted proof of compliance on September 24, 2021.

On March 24, 2022, the TRB issued a Consolidated Resolution providing the approved adjusted toll rates and a Notice to Start Collection effective immediately. However, on April 5, 2022, the Notice was canceled, and CIC and PRA were directed to publish the adjusted toll rates matrix in a newspaper of general circulation once a week for three consecutive weeks. CIC and PRA complied with the directive on April 11 and 18, 2022, and filed a Manifestation of Compliance with the TRB on April 25, 2022. On April 29, 2022, the TRB issued another Notice to Start Collection, and the adjusted toll rates were implemented on May 22, 2022.

The rates for R-1 Expressway are as follows: ₱35.00, ₱70.00, and of ₱104.00 (VAT-inclusive) for vehicle classes 1, 2 and 3, respectively.

CAVITEX R-1 Expressway Extension

On September 29, 2017, CIC and PRA filed a Petition for approval of the periodic toll rate adjustment for R-1 Expressway and R-1 Expressway Extension.

On July 3, 2023, the TRB issued a Notice of Resolution and Order indicating its approval of the provisional adjusted agreed toll rates for R-1 Expressway and R-1 Expressway Extension subject to CIC and PRA's compliance with publication and surety bond requirements.



On July 19, 2023, CIC filed a Manifestation of Partial Compliance with Motion for Extension to Comply with the Order, which covers: (a) manifestation of completion of the 3-week publication requirement, and (b) request for an extension of 10 calendar days to submit the Surety Bond, in light of changes in PRA management, which was noted by the TRB in its Order dated July 26, 2023.

On July 28, 2023, CIC submitted a certified copy of the required surety bond as compliance with the TRB Order. To date, CIC awaits the issuance by the TRB of Notice to Start Collection of the adjusted toll rates.

On August 11, 2023, the TRB issued a Notice to Start Collection of the provisionally approved 2017 Periodic Toll Rate Adjustment effective immediately.

While the 2020 Petition for Periodic Toll Rate Adjustment for R-1 Expressway and R-1 Expressway Extension remains pending, CIC and PRA filed the 2023 Petition for Periodic Toll Rate Adjustment on September 29, 2023, in accordance with its right to a periodic adjustment of the Agreed Toll Rate every three (3) years from the identified Toll Rate Review Date.

On November 6, 2023, the TRB issued an Order directing CIC and PRA to publish in full once the following: (a) 2023 Petition for Periodic Toll Rate Adjustment (including Annexes); (b) the existing and proposed adjusted toll fare matrix; and (c) Notice to Expressway Users in a newspaper of general circulation within 15 days from receipt of the Order.

On November 10, November 17, and November 24, CIC and PRA caused the publication of the 2023 Petition for Periodic Toll Rate Adjustment containing the proposed adjusted toll fare matrix and the Notice to Expressway Users in a newspaper of general circulation. CIC submitted proof of its Compliance with TRB's November 6 Order on November 20, 2023, for the first publication and on November 28, 2023 for the second and third publications, done over and above the TRB Order's requirement, to further ensure due notice to the public.

As of September 24, 2025, the approval for the 2020 and 2023 Petitions for Periodic Toll Rate Adjustment remains pending.

iii. CALAX

CALAX Subsections 6-8

The TRB issued a Notice to Start Collection for the initial toll rates for Subsections 6 to 8 of CALAX on February 10, 2020, and it became effective on February 11, 2020. A provisional initial toll rate was granted to MPCALA for the 10-km segment of CALAX, which became effective on the same date.

CALAX Subsection 5

TRB issued Notice to Start Collection for the initial toll rates for Subsection 5 On July 13, 2021. MPCALA was granted a provisional initial toll for the 7.2-km segment of CALAX effective on August 24, 2021.



d. Garlitos, Jr. vs. Bases Conversion and Development Authority, NLEX Corp. and the Executive Secretary, SC (G.R. No. 217001)

Atty. Onofre G. Garlitos, Jr. filed with the SC a Petition for Prohibition and Mandamus with Prayer for Issuance of Temporary Restraining Order and/or Writ of Preliminary Injunction dated March 17, 2015 (Petition) against the BCDA, NLEX Corp., and the Executive Secretary. The Petition prays that (a) a writ of preliminary mandatory and prohibitory injunction be issued enjoining the BCDA, NLEX Corp., and Executive Secretary from proceeding with the SCTEX project and compelling the BCDA to rebid the SCTEX operation and maintenance project, and (b) an order be issued (i) annulling the bidding procedure, direct negotiations, and the Price Challenge conducted by the BCDA, and the Concession Agreement, Business and Operating Agreement, and all subsequent amendments and modifications thereto and (ii) compelling the BCDA to rebid the operation and maintenance of the SCTEX.

NLEX Corp. filed its comment praying that the Petition be denied. The BCDA, through the Office of the Government Corporate Counsel, and the Executive Secretary, through the Office of the Solicitor General, also filed their respective Comment praying that the Petition be denied due course and dismissed for lack of merit. In November and December 2015, the petitioner filed a Manifestation and Motion to Resolve Prayer for TRO and/ or Writ of Preliminary Injunction. On July 4, 2016, the Supreme Court issued a Resolution noting the Manifestations of the petitioner. In February 2020, the Supreme Court issued a Notice that petitioner's counsel had failed to pay the ₱1,000 fine due to his failure to comply with a show cause resolution for non-filing of a consolidated reply to the separate comments of the Executive Secretary and BCDA. In July 2020, the Supreme Court issued another Notice for the petitioner's counsel to pay an increased fine of ₱2,000 and to comply with the resolution to file a consolidated reply to the separate comments of the Executive Secretary and BCDA. On October 28, 2020, NLEX Corp.'s counsel received from BCDA's counsel a Motion for Leave to File Manifestation with Motion for Submission for Resolution dated October 1, 2020. In a Resolution dated March 28, 2022, the Supreme Court (a) imposed upon petitioner's (withdrawing) counsel an additional fine which, together with the original fine, shall be paid to the Supreme Court and (b) ordered petitioner's (withdrawing) counsel to submit a consolidated reply to the separate comments of the Executive Secretary and BCDA. The case is pending as at September 24, 2025.

MPTC, NLEX Corp., CIC, CCLEC and PT Nusantara are also parties to other cases and claims arising from the ordinary course of business filed by third parties which are either pending decisions by the courts or are subject to settlement agreements. The outcome of these claims cannot be presently determined. In the opinion of management and the Company's legal counsel, the eventual liability from these lawsuits or claims, if any, will not have a material adverse effect on the Company's financial position and financial performance.



35. Supplemental Cash Flow Information

Changes in liabilities arising from financing activities

	January 1, 2025	Cash flows	Amortization of DIC	Interest accretion (In Millions)	Others	June 30, 2025
Long-term debts and short-term loans (Note 19)	₱190,752	₱18,236	₱155	₱—	(1,276)	₱207,867
Interest payable (Note 17)	2,108	(6,329)	—	—	6,317	2,096
Dividends payable (Notes 17 and 22)	793	(2,088)	—	—	2,398	1,103
Service concession fees payable (Note 20)	17,892	—	—	623	2,784	21,299
Lease liabilities (Notes 17 and 28)	82	(24)	—	3	11	72
Total liabilities from financing activities	₱211,627	₱9,795	₱155	₱626	₱10,234	₱232,437

	January 1, 2024	Cash flows	Amortization of DIC	Interest accretion (In Millions)	Others	June 30, 2024
Long-term debts and short-term loans (Note 19)	₱152,279	(₱8,334)	₱59	₱—	(₱423)	₱143,581
Interest payable (Note 17)	1,657	(2,454)	—	—	2,893	2,096
Dividends payable (Notes 17 and 22)	738	(2,055)	—	—	1,399	82
Service concession fees payable (Note 20)	17,750	—	—	623	—	18,373
Lease liabilities (Notes 17 and 28)	74	(148)	—	3	174	103
Total liabilities from financing activities	₱172,498	(₱12,991)	₱59	₱626	₱4,043	₱164,235

The 'Others' column includes the effect of foreign currency translation adjustments of IDR-denominated loans, loss on extinguishment of Series 2010-1 Notes, interest expense on interest-bearing loans and borrowings, dividends declared to stockholders and NCI and lease liabilities.

Non-cash investing activities

The following table shows the Company's significant non-cash investing activities and corresponding transaction amounts/balances for the six-month periods ended June 30:

	2025	2024
	(in Millions)	
Additions to service concession assets and service concession fees payable pertaining to accretion of service concession fees payable (Notes 11 and 20)	₱623	₱623
Additions to service concession assets and service concession fees payable pertaining to change in estimate (Notes 11 and 20)	2,784	—
Additions to property and equipment due to recognition of ROU assets (Note 12)	48	180



36. Operating Segment Information

MPTC has only one operating segment, which is the tollways business, and its results of operations are reviewed by the chief operating decision maker to make decisions and to assess the Company's financial performance, and for which discrete financial information is available.

MPTC performance is evaluated based on net income for the year; earnings before interest, taxes and depreciation and amortization (EBITDA) EBITDA margin and core income. Net income for the year is measured consistent with the net income in the consolidated statements of income.

EBITDA is measured as net income excluding amortization of service concession assets and other intangible assets, depreciation of property and equipment, and provisions, impairment on noncurrent assets, interest expense and other finance costs, interest income, net foreign exchange gain (loss), provision for (benefit from) income tax and other nonrecurring income and expenses. Nonrecurring items represent income and expenses that, through occurrence or size, are not considered usual operating items. EBITDA margin pertains to EBITDA divided by total revenues.

Core income for the year is measured as net income, excluding adjustments on net foreign exchange gain (loss), gain (loss) on derivative financial instruments, gain (loss) on prepayment or extinguishment of debt, impairment on noncurrent assets, net of tax effects of aforementioned adjustments and other nonrecurring income and expenses, as defined under the Company's policy.

The revenues and net income for the six-month periods ended June 30, 2025 and 2024, and assets, liabilities, and other information of the Company's operations as at June 30, 2025 and December 31, 2024 are as follows:

	June 30, 2025	June 30, 2024
Net toll revenues	₱18,120	₱15,368
Other income	1,014	949
Total revenues	19,134	16,317
Cost of services	(4,645)	(4,110)
Operating expenses	(1,504)	(1,345)
Equity in net earnings	1,001	48
EBITDA	13,986	10,910
Financing costs	(4,735)	(2,617)
Noncash charges	(2,418)	(2,466)
Provision for income tax	(1,836)	(1,508)
Core income	4,997	4,319
Core income attributable to equity holders of the Parent Company	3,552	2,625
Non-Recurring Items attributable to equity holders of the Parent Company	(54)	69
Net income attributable to equity holders of the Parent Company	₱3,498	₱2,694
EBITDA margin for the year	73%	67%



	June 30, 2025	December 31, 2024
Total assets	₱323,953	₱310,520
Total liabilities	253,929	232,794
Total equity	70,024	77,726
Other disclosures:		
Capital expenditure (consists of additions to service concession assets, property and equipment, other intangible assets and investment properties)	₱9,165	₱18,295

The following table shows the reconciliation of EBITDA to net income for the six-month periods ended June 30, 2025 and 2024.

	June 30, 2025	June 30, 2024
EBITDA	₱13,986	₱10,910
Amortization of service concession assets (Notes 11 and 24)	(1,371)	(1,209)
Interest expense and other finance costs (Note 28)	(5,090)	(2,980)
Depreciation (Notes 12, 14, 24 and 25)	(248)	(201)
Interest income (Note 27)	328	338
Amortization of other intangible assets (Notes 13 and 25)	(16)	(9)
Gain on fair value changes of financial assets (Notes 15 and 29)	13	13
Provisions (Notes 24 and 25)	(516)	(493)
Other income (charges) - net	(268)	(549)
Nonrecurring items:		
Provisions for ECL	(1)	(131)
Unrealized foreign exchange loss (gain)	(52)	508
Income before income tax	6,765	6,197
Provision for income tax (see Note 30):		
Current	1,855	1,596
Deferred	(19)	(88)
	1,836	1,508
Net income	₱4,929	₱4,689



37. Consolidated Subsidiaries

The consolidated subsidiaries of MPTC are as follows:

Name of Subsidiary	Place of Incorporation	June 30, 2025			December 31, 2024			Principal Activity
		MPTC Direct Interest	Direct Interest of Subsidiary (In %)	MPTC Effective Interest	MPTC Direct Interest	Direct Interest of Subsidiary (In %)	MPTC Effective Interest	
Cavitex Infrastructure Corporation (CIC)	Philippines	100.0	—	100.0	100.0	—	100.0	Tollway operations (see Note 1); Interest in CIC is held through a Management Letter Agreement. CIC holds the concession agreement for CAVITEX (see Note 2)
Metro Strategic Infrastructure Holdings, Inc. (MSIHI)	Philippines	97.0	—	97.0	97.0	—	97.0	Investment holding
Metro Pacific Tollways Digital, Inc. (formerly Metro Pacific Tollways Data Services, Inc.; MPTDI)	Philippines	100.0	—	100.0	100.0	—	100.0	Toll collection function of CAVITEX and CALAX.
Metro Pacific Tollways South Corporation (MPT South)	Philippines	100.0	—	100.0	100.0	—	100.0	Investment holding
Metro Pacific Tollways Vizmin Corporation (MPT Vizmin)	Philippines	100.0	—	100.0	100.0	—	100.0	Investment holding
MPT Asia, Corporation (MPT Asia)	BVI	100.0	—	100.0	100.0	—	100.0	Investment holding
Easytrip Services Corporation (ESC)	Philippines	100.0	—	100.0	66.0	—	66.0	Electronic toll collection services
Metro Pacific Tollways Asia, Corporation Pte. Ltd.	Singapore	100.0	—	100.0	100.0	—	100.0	Investment holding
Dibztech, Inc. (Dibztech)	Philippines	100.0	—	100.0	100.0	—	100.0	Parking management
MPT Mobility Corporation (formerly NLEX Ventures Corporation; MPT Mobility)	Philippines	100.0	—	100.0	100.0	—	100.0	Service facilities management
Egis Investment Partners Philippines, Inc. (EIPPI)	Philippines	100.0	—	100.0	—	—	—	Investment holding of NLEX Corp. shares in which remaining interest in EIPPI was fully acquired by MPTC in March 2025 (see Notes 5 and 10); On July 3, 2025, the legal name of EIPPI has been changed to MPT North, Inc. with the SEC.
MPCALA Holdings, Inc. (MPCALA)		40.0	60.0	100.0	40.0	60.0	100.0	Tollway operations (see Note 1); MPCALA is owned by MPTC at 40% and 60% by MPT South; holds the concession agreement for CALAX
NLEX Corporation (NLEX Corp.)	Philippines	73.3	10.5	83.8	77.7	—	77.7	Tollway operations (see Note 1); 4.7% is owned through 44.6% ownership in EIPPI (see Note 5 and 10)
Luzon Tollways Corporation (LTC)	Philippines	—	100.0	100.0	—	100.0	100.0	Tollway operations; Dormant

(Forward)



Name of Subsidiary	Place of Incorporation	June 30, 2025			December 31, 2024			Principal Activity
		MPTC Direct Interest	Direct Interest of Subsidiary	MPTC Effective Interest	MPTC Direct Interest	Direct Interest of Subsidiary	MPTC Effective Interest	
			(In %)			(In %)		
MPT South Subsidiaries								
Metro Pacific Tollways South Management Corporation (MPT SMC)	Philippines	—	100.0	100.0	—	100.0	100.0	Tollway operations
MPTS Ventures Corporation	Philippines	—	—	—	—	100.0	100.0	Road safety and traffic management services; In May 2023, the SEC approved the shortening of the corporate term until December 31, 2024. All net assets were transferred to MPT South in March 2025
MPT Vizmin Subsidiary								
Cebu Cordova Link Expressway Corporation (CCLEC)	Philippines	—	100.0	100.0	—	100.0	100.0	Tollway operations (see Note 1); CCLEC holds the concession agreement for the CCLEX (see Note 1)
LLEX Corp.	Philippines	—	100.0	100.0	—	—	—	Tollway operations incorporated in May 2022 (see Note 1); LLEX Corp. holds the concession agreement for the LLEX Project (see Notes 1, 2 and 5)
MPTDI Subsidiary								
SAVVICE Corporation (SAVVICE) (formerly Southbend Express Services, Inc.)	Philippines	—	100.0	100.0	—	100.0	100.0	Manpower services provider
MPT Mobility Subsidiary								
Assist and Assistance Concept, Inc. (AACI)	Philippines	—	100.0	100.0	—	100.0	100.0	Roadside, travel and health assistance provider
MPT Asia Subsidiaries								
MPT Thailand, Corporation (MPT Thailand)	BVI	—	100.0	100.0	—	100.0	100.0	Investment holding
PT Metro Pacific Tollways Indonesia (MPTI)	Indonesia	—	100.0	100.0	—	100.0	100.0	Investment holding
Metro Pacific Tollways Asia, Corporation Pte. Ltd. Subsidiaries								
CAIF III Infrastructure Holdings Sdn Bhd (CAIF)	Malaysia	—	100.0	100.0	—	100.0	100.0	Investment holding
CIIF Infrastructure Holdings Sdn Bhd (CIIF)	Malaysia	—	100.0	100.0	—	100.0	100.0	Investment holding
Metro Pacific Tollways Vietnam Company Limited	Vietnam	—	100.0	100.0	—	100.0	100.0	Investment holding
PT Metro Pacific Tollways Indonesia Services (MPTIS)	Indonesia	—	100.0	100.0	—	100.0	100.0	Investment holding

(Forward)



Name of Subsidiary	Place of Incorporation	June 30, 2025			December 31, 2024			Principal Activity
		MPTC Direct Interest	Direct Interest of Subsidiary	MPTC Effective Interest	MPTC Direct Interest	Direct Interest of Subsidiary	MPTC Effective Interest	
			(In %)			(In %)		
Metro Pacific Tollways Vietnam Company Limited Subsidiary								
MPT Management Vietnam Co., Ltd. (MPT Management Vietnam)	Vietnam	–	100.0	100.0	–	100.0	100.0	Investment holding
MPT Management Vietnam Subsidiary								
MPT Service Vietnam Co., Ltd.	Vietnam	–	100.0	100.0	–	100.0	100.0	Investment holding
PT MPTIS Subsidiary								
PT Nusantara Infrastructure Tbk (PT Nusantara)	Indonesia	–	99.1	99.1	–	98.2	98.2	Infrastructure company
PT Nusantara Subsidiaries								
PT Margautama Nusantara (MUN)	Indonesia	–	36.1	61.6	–	36.5	61.3	Construction, trading and services – Toll; PT MPTIS holds 25.5% direct interest in MUN as at June 30, 2025 and December 31, 2024
PT Potum Mundi Infranasantara (Potum)	Indonesia	–	100.0	99.1	–	100.0	98.2	Water and waste management services
PT Energi Infranasantara (EI)	Indonesia	–	100.0	99.1	–	100.0	98.2	Construction, trading and services - Power
PT Portco Infranasantara (Portco)	Indonesia	–	100.0	99.1	–	100.0	98.2	Port management
PT Meta Media Infranasantara (formerly PT Telekom Infranasantara)	Indonesia	–	100.0	99.1	–	100.0	98.2	Trading, supplies and other telecommunications
PT Marga Metro Nusantara	Indonesia	–	70.0	69.4	–	70.0	68.7	Construction and trading services
PT Metro Tekno Media Infranasantara	Indonesia	–	100.0	99.1	–	100.0	98.2	Digital platform and software publisher
MUN Subsidiaries								
PT Bintaro Serpong Damai	Indonesia	–	88.9	54.8	–	88.9	54.5	Toll road operator
PT Metro Makassar Network (formerly PT Bosowa Marga Nusantara; MMN)	Indonesia	–	99.6	61.4	–	99.6	61.1	Toll road operator
MMN Subsidiary								
PT Makassar Airport Network (formerly PT Jalan Tol Seksi Empat (JTSE); MAN)	Indonesia	–	99.4	61.0	–	99.4	60.7	Toll road operator
MAN Subsidiary								
PT Metro Jakarta Ekspresway	Indonesia	–	85.0	51.9	–	85.0	51.6	Trade, development, and business management consulting services

(Forward)



Name of Subsidiary	Place of Incorporation	June 30, 2025			December 31, 2024			Principal Activity
		MPTC Direct Interest	Direct Interest of Subsidiary	MPTC Effective Interest	MPTC Direct Interest	Direct Interest of Subsidiary	MPTC Effective Interest	
			(In %)			(In %)		
Potum Subsidiaries								
PT Dain Celicani Cemerlang (DCC)	Indonesia	—	74.5	73.2	—	74.5	73.2	Water and waste management services
PT Sarana Catur Tirta Kelola (SCTK)	Indonesia	—	65.0	64.4	—	65.0	63.8	Water management services
SCTK Subsidiaries								
PT Sarana Tirta Rejeki (STR)	Indonesia	—	90.0	61.4	—	90.0	60.9	Water management services; STR is owned by SCTK at 80% and by Potum at 10%
PT Jasa Sarana Nusa Makmur (JSMN)	Indonesia	—	100.0	64.4	—	100.0	63.8	Water management services
EI Subsidiaries								
PT Inpol Meka Energi (IME)	Indonesia	—	100.0	99.1	—	99.9	98.2	Power supply services
PT Rezeki Perkasa Sejahtera Lestari (RPSL)	Indonesia	—	80.0	79.3	—	80.0	78.6	Power supply services
PT Energi Borneo Nusantara	Indonesia	—	100.0	99.1	—	100.0	98.2	Construction and trading services
PT Auriga Energi (AE)	Indonesia	—	100.0	99.1	—	100.0	98.2	Power plants/Electricity support facilities
AE Subsidiaries								
PT Centara Energi	Indonesia	—	100.0	99.1	—	100.0	98.2	Power plants/Electricity support facilities
PT Eris Serra Energi	Indonesia	—	100.0	99.1	—	100.0	98.2	Power plants/Electricity support facilities
PT Energi Surya Nusantara (formerly PT Energi Parindu Nusantara)	Indonesia	—	100.0	99.1	—	100.0	98.2	Power plants/Electricity support facilities
PT Eridanusa Energi Nusantara	Indonesia	—	100.0	99.1	—	100.0	98.2	Power plants/Electricity support facilities

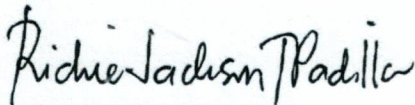


INDEPENDENT AUDITOR'S REPORT ON SUPPLEMENTARY SCHEDULES

The Board of Directors and Stockholders
Metro Pacific Tollways Corporation
5th Floor, Rockwell Business Center
Tower 1, Ortigas Avenue
Pasig City

We have audited in accordance with Philippine Standards on Auditing, the interim consolidated financial statements of Metro Pacific Tollways Corporation (a subsidiary of Metro Pacific Investments Corporation) and its subsidiaries as at June 30, 2025 and December 31, 2024 and for the six-month periods ended June 30, 2025 and 2024, and have issued our report thereon dated September 24, 2025. Our audits were made for the purpose of forming an opinion on the basic interim consolidated financial statements taken as a whole. The schedules listed in the Index to the Supplementary Schedules are the responsibility of the Company's management. These schedules are presented for purposes of complying with the Revised Securities Regulation Code Rule 68, and are not part of the basic interim consolidated financial statements. These schedules have been subjected to the auditing procedures applied in the audit of the basic interim consolidated financial statements and, in our opinion, fairly state, in all material respects, the financial information required to be set forth therein in relation to the basic interim consolidated financial statements taken as a whole.

SYCIP GORRES VELAYO & CO.



Richie Jackson T. Padilla

Partner

CPA Certificate No. 125656

Tax Identification No. 267-165-440

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

BIR Accreditation No. 08-001998-152-2022, November 7, 2022, valid until November 6, 2025

PTR No. 10465358, January 2, 2025, Makati City

September 24, 2025

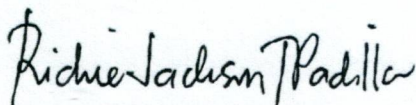


**INDEPENDENT AUDITOR'S REPORT
ON THE SCHEDULE OF RECONCILIATION
OF RETAINED EARNINGS AVAILABLE
FOR DIVIDEND DECLARATION**

The Board of Directors and Stockholders
Metro Pacific Tollways Corporation
5th Floor, Rockwell Business Center
Tower 1, Ortigas Avenue
Pasig City

We have audited in accordance with Philippine Standards on Auditing, the interim consolidated financial statements of Metro Pacific Tollways Corporation (a subsidiary of Metro Pacific Investments Corporation) and its subsidiaries as at June 30, 2025 and December 31, 2024 and for the six-month periods ended June 30, 2025 and 2024, and have issued our report thereon dated September 24, 2025. Our audits were made for the purpose of forming an opinion on the basic financial statements taken as a whole. The accompanying Schedule of Reconciliation of Retained Earnings Available for Dividend Declaration is the responsibility of the management of the Company. This schedule is presented for purposes of complying with Revised Securities Regulation Code Rule 68, and is not part of the basic interim consolidated financial statements. This has been subjected to the auditing procedures applied in the audit of the basic interim consolidated financial statements and, in our opinion, fairly state, in all material respects, the financial information required to be set forth therein in relation to the basic financial statements taken as a whole.

SYCIP GORRES VELAYO & CO.



Richie Jackson T. Padilla

Partner

CPA Certificate No. 125656

Tax Identification No. 267-165-440

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

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September 24, 2025



METRO PACIFIC TOLLWAYS CORPORATION
(A Subsidiary of Metro Pacific Investments Corporation)
AND SUBSIDIARIES

5th Floor, Rockwell Business Center Tower 1, Ortigas Avenue, Pasig City

**RECONCILIATION OF RETAINED EARNINGS AVAILABLE FOR DIVIDEND
DECLARATION**

As at June 30, 2025

The table below presents the retained earnings available for dividend declaration as at June 30, 2025:

	<i>(Amounts in Millions)</i>
Unappropriated Retained Earnings, beginning of reporting period	₱4,289
Less: Items that are directly debited to Unappropriated Retained Earnings	
Dividend declaration during the reporting period	(987)
Unappropriated Retained Earnings, as adjusted	3,302
Add/Less: Net income for the current year	3,601
Total Retained Earnings, end of the reporting period available for dividend	₱6,903

METRO PACIFIC TOLLWAYS CORPORATION
(A Subsidiary of Metro Pacific Investments Corporation)
AND SUBSIDIARIES

5th Floor, Rockwell Business Center Tower 1, Ortigas Avenue, Pasig City

Supplementary Schedules under Annex 68-E | Schedule of Financial Soundness Indicators
Pursuant to Securities Regulation Code (SRC) Rule 68, as Amended (2011)

Ratio	Formula	June 30, 2025	December 31, 2024
<i>(Amounts in Millions)</i>			
Liquidity Ratios			
Current Ratio			
	$\frac{\text{Current Assets}}{\text{Current Liabilities}}$	$\frac{₱34,321}{83,254}$	$\frac{₱26,642}{65,392}$
		0.41	0.41
Acid-Test Ratio			
	$\frac{\text{Quick Assets}}{\text{Current Liabilities}}$	$\frac{22,938}{83,254}$	$\frac{15,441}{65,392}$
		0.28	0.24
Solvency Ratios			
Debt-to-Equity Ratio			
	$\frac{\text{Total Liabilities}}{\text{Total Equity}}$	$\frac{253,929}{70,024}$	$\frac{232,794}{77,726}$
		3.63	3.00
Asset-to-Equity Ratio			
	$\frac{\text{Total Assets}}{\text{Total Equity}}$	$\frac{323,953}{70,024}$	$\frac{310,520}{77,726}$
		4.63	4.00
Interest Rate Coverage Ratio			
	$\frac{\text{EBIT}}{\text{Interest Expense}}$	$\frac{11,758}{4,993}$	$\frac{9,090}{2,893}$
		2.35	3.14
Profitability Ratios			
Return on Assets			
	$\frac{\text{Net Profit}}{\text{Total assets}}$	$\frac{4,929}{323,953}$	$\frac{4,689}{310,520}$
		1.52%	1.51%
Return on Equity			
	$\frac{\text{Net Profit}}{\text{Total Equity}}$	$\frac{4,929}{70,024}$	$\frac{4,689}{77,726}$
		7.04%	6.03%
Net Profit Margin			
	$\frac{\text{Net Profit}}{\text{Revenues}}$	$\frac{4,929}{19,062}$	$\frac{4,689}{16,181}$
		25.86%	28.98%

METRO PACIFIC TOLLWAYS CORPORATION
(A Subsidiary of Metro Pacific Investments Corporation)
AND SUBSIDIARIES

5th Floor, Rockwell Business Center Tower 1, Ortigas Avenue, Pasig City

Supplementary Schedules under Annex 68-J

Pursuant to Securities Regulation Code (SRC) Rule 68, as Amended (2011)

June 30, 2025

Schedule A. Financial Assets

Name of issuing entity and association of each issue	Number of shares or principal amount of bonds and notes	Amount shown in the statements of financial position	Value based on market quotation at end of reporting period (in Millions)	Income received and accrued
Cash and cash equivalents and restricted cash		₱17,534	17,534	₱184
Receivables ^(a)		5,859	5,859	—
Financial assets at FVTPL				
BDO	1,488,922,806 shares	1,500	1,500	20
AB CAPITAL	8,061,727 shares	10	10	—
MBTC	3,906,980 shares	6	6	1
PSBank	9,925 shares	1	1	—
BPI	4,019 shares	1	1	—
Financial assets at OCI				
PT Kawasan Industri Jababeka Tbk (PT Kawasan)	5,204,910,052 shares	145	145	(11)
SMC Skyway Corporation (SMCSC)	1,379,674 shares	2,234	2,234	—
Investment in quoted club shares	1 share	8	8	—
Other Noncurrent Assets				
Finance lease receivable		1,144	1,144	85
Concession financial receivables		1,062	1,062	39
		₱29,504	₱29,504	₱318

^(a) Excluding advances to officers and employees and current portion of finance lease receivable and concession financial receivables.

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

Schedule D: Amounts Receivable from Directors, Officers, Employees, Related Parties and Principal Stockholders (Other than Related Parties)							
Name and designation of debtor	Balance at beginning of period	Additions	Deductions		Current	Non-current	Balance at end of period
			Amounts collected	Amounts written-off			
(in Millions)							
Receivables:							
Advances to officers and employees	P130	P—	(P8)	P—	P122	P—	P122
Due from related parties:							
MPIC - Parent Company	—	2	—	—	2	—	2
Maynilad	—	3	—	—	3	—	3
PLDT - Associate of FPC	—	19	—	—	19	—	19
SMART	11	4	—	—	15	—	15
Meralco - Associate of MPIC	254	5	(245)	—	14	—	14
JJC - Associate of MPTIS	353	—	(242)	—	111	—	111
	P748	P33	(P495)	P—	P286	P—	P286

Schedule C. Amounts Receivable from Related Parties which are eliminated during Consolidation of Financial Statements

Schedule C: Amounts Receivable from Related Parties which are eliminated during Consolidation of Financial Statements							
Name and designation of debtor	Balance at beginning of period	Additions	Deductions		Current	Non-current	Balance at end of period
			Amounts collected	Amounts written-off			
			(in Millions)				
MPCALA	₱158	₱3,062	(₱75)	₱—	₱3,145	₱—	₱3,145
MPTIS	2,439	213	(155)	—	2,420	77	2,497
MPT Mobility	1,162	706	—	—	1,868	—	1,868
CCLEC	60	1,217	—	—	1,277	—	1,277
CIC	50	1,126	(179)	—	997	—	997
MPT South	643	1	—	—	644	—	644
NLEX Corp.	396	309	(286)	—	419	—	419
MSIHI	181	18	—	—	199	—	199
MPT SMC	193	2	—	—	195	—	195
MPTC	27	109	—	—	136	—	136
MPT Vizmin	101	—	—	—	101	—	101
ESC	37	26	—	—	63	—	63
Dibztech	56	2	(1)	—	57	—	57
SAVVICE	16	39	(13)	—	42	—	42
Metro Pacific Tollways Asia, Corporation Pte. Ltd.	1	1	—	—	2	—	2
Others	20	—	—	—	20	—	20
	₱5,540	₱6,831	(₱709)	₱—	₱11,585	₱77	₱11,662

Schedule D. Intangible Assets

Description	Beginning balance	Additions at cost	Charged to cost and expenses	Charged to other accounts	Other changes: additions (deductions)	Ending balance
<i>(in Millions)</i>						
Service Concession Assets						
Cost	₱220,377	₱8,921	₱—	₱—	₱1,656	₱230,954
Accumulated amortization	(21,374)	—	(1,371)	—	234	(22,511)
Carrying values	199,003	8,921	(1,371)	—	1,890	208,443
Goodwill and Other Intangible Assets						
Cost	10,528	—	—	—	(35)	10,493
Accumulated amortization	(261)	—	(16)	—	(20)	(297)
Impairment	(28)	—	—	—	—	(28)
Carrying values	10,239	—	(16)	—	(55)	10,168
	₱209,242	₱8,921	(₱1,387)	₱—	₱1,835	₱218,611

Schedule E. Long-Term Debt

Title of issue and type of obligation	Amount authorized by indenture	Amount shown under caption “Current portion of long-term debt” in related statement of financial position	Amount shown under caption “Long-term debt” in related statement of financial position	Total	Interest rate	Final Maturity date
<i>(in Millions)</i>						
Short-term loans						
Short-term loans	₱44,994	₱44,994	₱—	₱44,994	4.70%-6.70%	2025 to 2026
Peso-denominated Notes, Loans and Bonds:						
Term Loan Facilities	138,158	7,357	106,900	114,257	4.45%-8.90%	2025 to 2026
Fixed-rate Bonds	6,000	4,000	1,990	5,990	6.60%-6.90%	2025 and 2028
Corporate Notes	20,000	2,243	12,960	15,203	4.04%-6.86%	2027 and 2030
Foreign currency-denominated Loans (Indonesian Rupiah):						
Term Loan Facilities	23,925	411	9,851	10,262	8.51%	2025 to 2036
Syndicated Loan Facility	4,057	1,021	16,140	17,161	7.25%-9.75%	2025 to 2036
	₱192,140	₱15,032	₱147,841	₱162,873		

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

Name of related party	Balance at beginning of period	Balance at end of period
Not applicable. No long-term loan from related party		

Schedule G. Guarantees of Securities of Other Issuers

Name of issuing entity of securities guaranteed by the Company for which this statement is filed	Title of issue of each class of securities guaranteed	Total amount guaranteed and outstanding	Amount owned by person for which statement is filed	Nature of guarantee
Not applicable.				

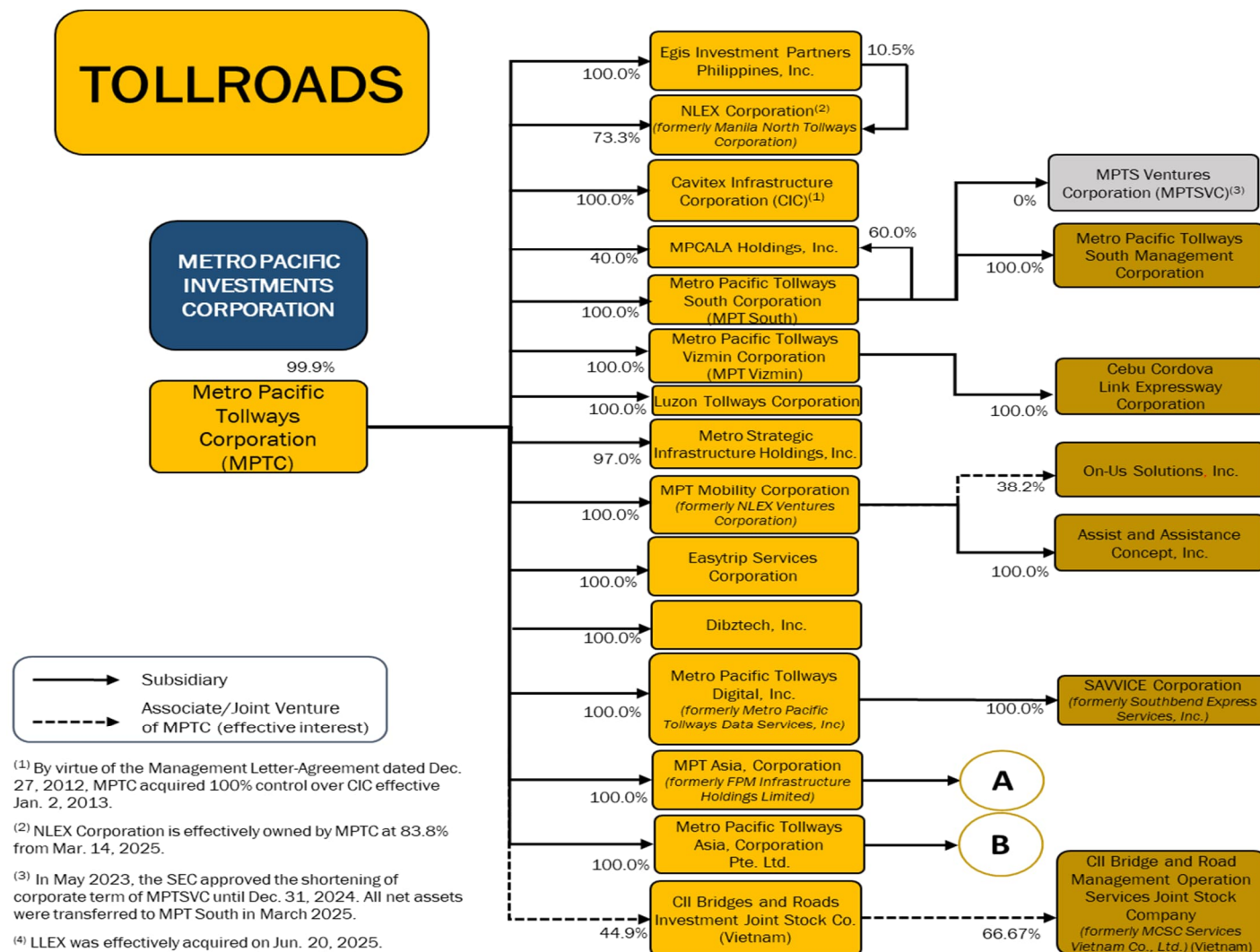
Schedule H. Capital Stock

Title of issue	Number of shares authorized	Number of shares issued and outstanding as shown under related statement of financial position caption	Number of shares reserved for options, warrants, conversion and other rights	Number of shares held by related parties	Directors, officers and employees	Others
Common shares	25,525,000	22,527,001	—	22,506,685	10	20,306

METRO PACIFIC TOLLWAYS CORPORATION
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AND SUBSIDIARIES

5th Floor, Rockwell Business Center Tower 1, Ortigas Avenue, Pasig City

MAP OF RELATIONSHIPS OF THE COMPANIES WITHIN THE GROUP

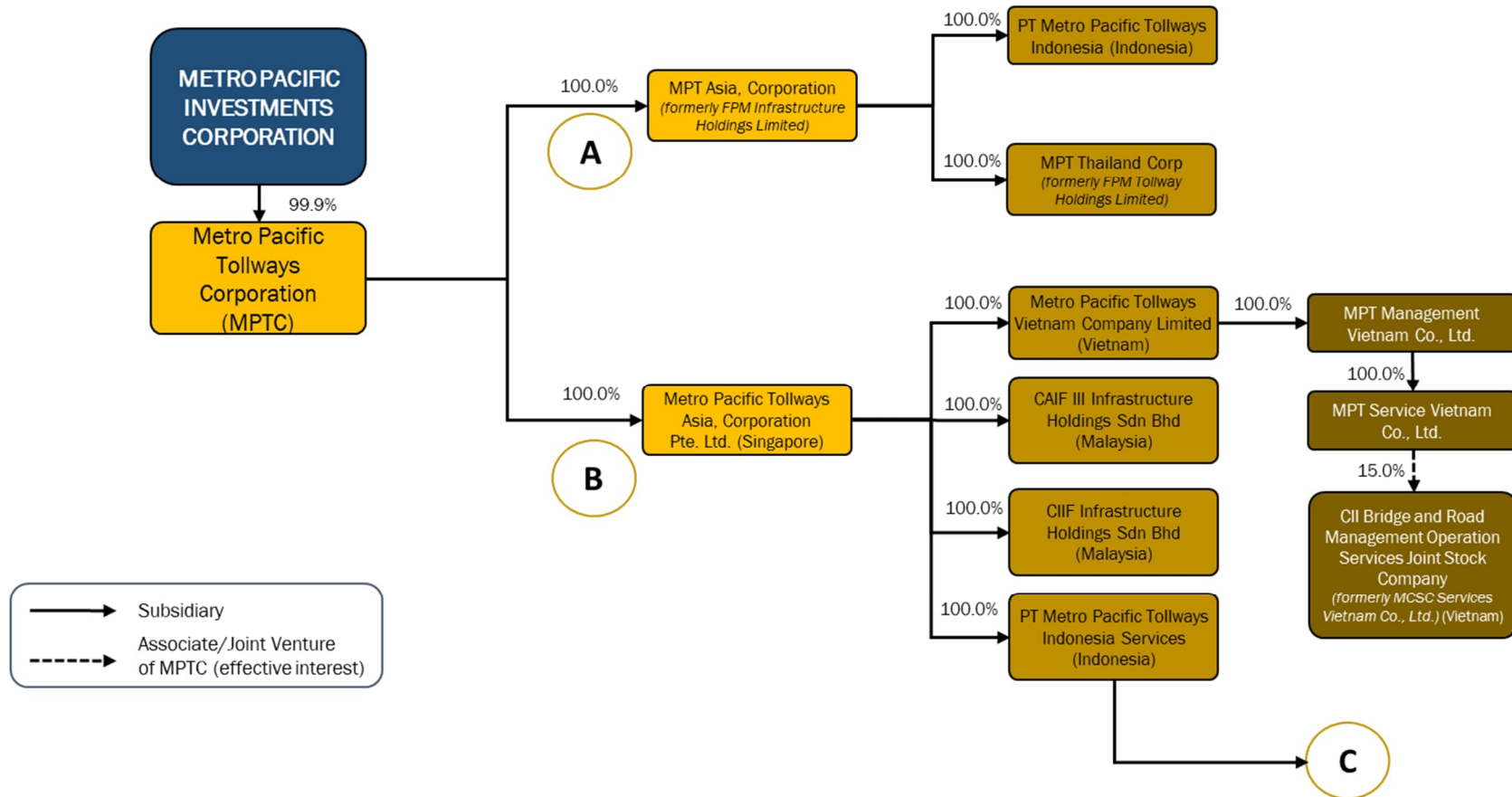


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TOLLROADS



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