

## COVER SHEET

COMPANY NAME

SEC Registration Number

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

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Form Type

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Department requiring the report

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Secondary License Type, If Applicable

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### COMPANY INFORMATION

Company's Email Address

N/A
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Company's Telephone Number

8846-0278
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Mobile Number

N/A
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No. of Stockholders

20,907
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Annual Meeting (Month / Day)

Second to the last Wednesday of April
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Fiscal Year (Month / Day)

12/31
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### CONTACT PERSON INFORMATION

The designated contact person **MUST** be an Officer of the Corporation

Name of Contact Person

Ms. Ana Venus A. Mejia
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Email Address

venus.mejia@filinvestgroup.com
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Telephone Number/s

8846-0278
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Mobile Number

N/A
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### CONTACT PERSON'S ADDRESS

5 <sup>th</sup> -7 <sup>th</sup> Flr. Vector One Bldg. Northgate Cyberzone, Filinvest City, Alabang, Muntinlupa City
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**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.

**SECURITIES AND EXCHANGE COMMISSION  
SEC FORM 17-Q**

**QUARTERLY REPORT PURSUANT TO SECTION 17 OF THE SECURITIES REGULATIONS  
CODE AND SRC RULE 17(2)(b) THEREUNDER**

1. For the quarterly period ended : **March 31, 2025**
2. SEC Identification Number: : **A2000-00652**
3. BIR Tax ID : **204-863-416-000**
4. Exact name of issuer as specified in its charter  
**FILINVEST REIT CORP.**
5. Province, Country or other jurisdiction of incorporation or organization: **Philippines**
6. Industry Classification Code : (SEC Use Only)
7. Address of issuer's principal office Postal Code  
**5th – 7th Floors Vector 1 Building, Northgate Cyberzone, 1770**  
**Filinvest Corporate City, Alabang, Muntinlupa City**
8. Issuer's telephone number, including area code : **02-8846-0278**
9. Former name, former address, and former fiscal year, if changed since last report  
**Not applicable**
10. Securities registered pursuant to Section 8 and 12 of the SRC

Title of Each Class	Number of shares of Common Stock Outstanding	Amount of Debt Outstanding
Common Stock, P0.50 <sup>1</sup> par value	4,892,777,994	
Loan Payable		6,000,000,000

11. Are any or all of these securities listed on the Philippine Stock Exchange?  
Yes ☒ No ☐

If yes, state the name of such Stock Exchange and the class/es of securities listed therein:

**The Philippine Stock Exchange, Inc.**

**Common shares**

12. Indicate by check mark whether the issuer:

- (a) has filed reports required to be filed by Section 17 of the Code and SRC Rule 17 thereunder or Section 11 of the RSA Rule 1(a)-1 thereunder, and Sections 26 and 141 of the Corporation Code of the Philippines, during the preceding twelve (12) months (or for such shorter period that the registrant was required to file such reports);  
Yes ☒ No ☐

- (b) has been subject to such filing requirements for the past 90 days.  
Yes ☒ No ☐

<sup>1</sup> Based on the approval of the Securities and Exchange Commission of the Company's amended Articles of Incorporation dated July 2, 2021.

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## **PART I – FINANCIAL INFORMATION**

### **FILINVEST REIT CORP.**

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#### **Unaudited Interim Consolidated Financial Statements**

As at March 31, 2025 and December 31, 2024  
and  
For the three months ended March 31, 2025 and 2024

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**FILINVEST REIT CORP.**  
**INTERIM STATEMENT OF FINANCIAL POSITION**  
**As at March 31, 2025**

	<b>March 31, 2025</b>	<b>December 31, 2024</b>
	<b>Unaudited</b>	<b>Audited</b>
<b>ASSETS</b>		
<b>Current Assets</b>		
Cash and cash equivalents (Notes 4 and 16)	<b>443,406,889</b>	687,308,530
Receivables (Note 5)	<b>161,019,058</b>	77,591,862
Other current assets (Note 8)	<b>418,356,098</b>	319,989,867
<b>Total Current Assets</b>	<b>1,022,782,045</b>	1,084,890,259
<b>Noncurrent Assets</b>		
Investment properties (Notes 7 and 13)	<b>45,655,860,151</b>	45,617,481,000
Intangible assets (Notes 6 and 13)	<b>2,800,135,250</b>	2,798,729,000
Other noncurrent assets (Note 8)	<b>336,503,703</b>	337,911,457
<b>Total Noncurrent Assets</b>	<b>48,792,499,104</b>	48,754,121,457
<b>Total Assets</b>	<b>49,815,281,149</b>	49,839,011,716
<b>LIABILITIES AND EQUITY</b>		
<b>Current Liabilities</b>		
Accounts payable and accrued expenses (Note 9)	<b>1,328,816,889</b>	1,338,608,015
Current portion of:		
Lease Liabilities (Note 15)	<b>2,219,616</b>	2,192,874
Security and other deposits (Note 11)	<b>224,131,192</b>	228,171,249
<b>Total Current Liabilities</b>	<b>1,555,167,697</b>	1,568,972,138
<b>Noncurrent Liabilities</b>		
Loans Payable (Note 10)	<b>5,958,407,998</b>	5,955,145,021
Lease liabilities - net of current portion (Note 15)	<b>26,965,899</b>	26,919,193
Security and other deposits - net of current portion Note 11)	<b>518,960,921</b>	532,590,507
<b>Total Noncurrent Liabilities</b>	<b>6,504,334,818</b>	6,514,654,721
<b>Total Liabilities</b>	<b>8,059,502,515</b>	8,083,626,859
<b>Equity (Note 12)</b>		
Capital stock - P0.50 par value	<b>2,446,388,997</b>	2,446,388,997
Additional paid-in capital	<b>2,518,356,922</b>	2,518,356,922
Retained earnings – end	<b>36,791,032,716</b>	36,790,638,938
<b>Total Equity</b>	<b>41,755,778,635</b>	41,755,384,857
<b>Total Liabilities and Equity</b>	<b>49,815,281,149</b>	49,839,011,716

**FILINVEST REIT CORP.**  
**INTERIM STATEMENTS OF COMPREHENSIVE INCOME**  
**For the three months ended March 31, 2025**

	<b>Quarter Ended March 31</b>	
	<b>2025</b>	<b>2024</b>
	<b>Unaudited</b>	<b>Unaudited</b>
<b>REVENUES</b>		
Rental income (Notes 6, 7, 13, and 15)	552,799,770	493,694,839
Others (Note 16)	168,184,864	166,359,926
	<b>720,984,634</b>	<b>660,054,765</b>
<b>NET FAIR VALUE CHANGE IN INVESTMENT PROPERTIES AND INTANGIBLE ASSETS</b>		
Straight-line adjustments	(3,759,209)	64,593,419
Lease commission	(25,396,328)	(20,323,409)
	<b>(29,155,536)</b>	<b>44,270,010</b>
<b>COST AND EXPENSES</b>		
Utilities (Note 8)	71,300,578	59,725,346
Rental expense (Notes 13 and 15)	54,717,034	56,980,123
Manpower and service cost	31,894,895	48,114,548
Repairs and maintenance	42,295,683	46,015,909
Taxes and licenses	38,949,952	42,056,659
Insurance	3,845,961	5,377,387
Service and management fees (Note 13)	46,016,227	44,469,097
Others (Notes 5 and 8)	2,233,074	2,256,339
	<b>291,253,405</b>	<b>304,995,408</b>
<b>OTHER INCOME (CHARGES)</b>		
Interest income (Notes 4, 5 and 16)	6,828,507	10,910,302
Interest and other financing charges (Notes 10 and 15)	(103,652,022)	(106,549,513)
Other income (charges) - net	(6,177)	(29,383)
	<b>(96,829,692)</b>	<b>(95,668,594)</b>
<b>INCOME BEFORE INCOME TAX</b>	<b>303,746,001</b>	<b>303,660,772</b>
<b>PROVISION FOR (BENEFIT FROM) INCOME TAX</b>	<b>-</b>	<b>-</b>
<b>NET INCOME</b>	<b>303,746,001</b>	<b>303,660,772</b>
<b>OTHER COMPREHENSIVE INCOME</b>		
<b>TOTAL COMPREHENSIVE INCOME</b>	<b>303,746,001</b>	<b>303,660,772</b>
<b>Basic/Diluted Earnings Per Share (Note 17)</b>	<b>0.06</b>	<b>0.06</b>

**FILINVEST REIT CORP.**  
**INTERIM STATEMENTS OF CHANGES IN EQUITY**  
**For the three months ended March 31, 2025**

	<b>Three Months Period Ended March 31</b>	
	<b>2025</b>	<b>2024</b>
	<b>Unaudited</b>	<b>Unaudited</b>
<b>Capital Stock</b>		
Common shares - P0.50 par value		
Authorized - 14,263,698,000 shares		
Issued - 4,892,777,994 shares		
Outstanding - 4,892,777,994 shares	<b>2,446,388,997</b>	2,446,388,997
Additional paid-in capital	<b>2,518,356,922</b>	2,518,356,922
Retained earnings		
Balance at beginning of the period (Note 2)	<b>36,790,638,939</b>	36,393,773,385
Net income	<b>303,746,001</b>	303,660,772
Dividends (Note 12)	<b>(303,352,223)</b>	(327,816,126)
Balance at end of the period	<b>36,791,032,716</b>	36,369,618,032
Equity attributable to equity holders of the Company	<b>41,755,778,635</b>	41,334,363,951
<b>Total Equity</b>	<b>41,815,281,150</b>	41,334,363,951

**FILINVEST REIT CORP.**  
**INTERIM STATEMENTS OF CASH FLOWS**  
**For the three months ended March 31, 2025**

	<b>Three Months Period Ended March 31</b>	
	<b>2025</b>	<b>2024</b>
	<b>Unaudited</b>	<b>Unaudited</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Income before income tax	<b>303,746,001</b>	303,660,772
Adjustment for:		
Fair value change in investment properties, intangible asset and straight-line adjustment		
Interest expense and other financing changes (Notes 10 and 15)	<b>104,266,495</b>	107,169,526
Interest income (Notes 4, 5, 15 and 16)	<b>(6,828,507)</b>	(10,910,302)
Operating income before changes in operating assets and liabilities	<b>401,183,988</b>	399,919,997
Changes in operating assets and liabilities		
Decrease (increase) in:		
Receivables	<b>(83,427,196)</b>	(20,395,905)
Other current assets, including creditable withholding taxes	<b>(98,366,231)</b>	(129,020,480)
Increase (decrease) in:		
Accounts payable and accrued expenses	<b>(9,791,127)</b>	(40,430,966)
Security and other deposits	<b>(17,669,643)</b>	(3,606,304)
Other noncurrent liabilities		(86,027,248)
Net cash generated from operations	<b>191,929,792</b>	120,439,092
Interest received	<b>6,828,507</b>	10,910,302
<b>Net cash provided by operating activities</b>	<b>198,758,299</b>	131,349,393
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Additions to:		
Investment properties (Notes 7 and 13)	<b>(38,379,151)</b>	(34,211,571)
Intangible assets (Note 6)	<b>(1,406,250)</b>	
Decrease (increase) in:		
Other noncurrent assets (Note 8)	<b>1,407,754</b>	24,032,349
<b>Net cash used in investing activities</b>	<b>(38,377,647)</b>	(10,179,222)
<b>CASH FLOW FROM FINANCING ACTIVITIES (Note 22)</b>		
Payments of:		
Cash dividends	<b>(303,352,223)</b>	(327,816,126)
Principal portion of lease liability (Note 15)	<b>(534,847)</b>	(509,378)
Interest (Note 10)	<b>(101,395,223)</b>	(101,237,500)
<b>Net cash used in financing activities</b>	<b>(404,282,293)</b>	(429,563,004)
<b>NET DECREASE IN CASH AND CASH EQUIVALENTS</b>	<b>(243,901,642)</b>	(308,392,833)
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD</b>	<b>687,308,530</b>	1,301,018,941
<b>CASH AND CASH EQUIVALENTS AT END OF PERIOD (Note 4)</b>	<b>443,406,889</b>	992,626,107



**NOTES TO INTERIM FINANCIAL STATEMENTS**

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**1. Corporate Information**

Filinvest REIT Corp. (the “Company” or “FILRT”) was registered with the Philippine Securities and Exchange Commission (SEC) on January 14, 2000.

On December 4, 2020, the Board of Directors (BOD) approved the amendments of the Company’s articles of incorporation to change the Company’s primary purpose to engage into real estate investment trust, as provided under Republic Act No. 9856 (the Real Estate Investment Trust Act of 2009), including the Revised Implementing Rules and Regulations of Republic Act (RA) No. 9856 (the “REIT Act”), and other applicable laws, which business includes the following: (1) to own, invest in, purchase, acquire, hold, possess, lease, construct, develop, alter, improve, operate, manage, administer, sell, assign, convey, encumber, in whole or in part, or otherwise deal in and dispose of, income-generating real estate, within or outside the Philippines, in accordance with applicable laws and regulations; (2) to invest in, purchase, acquire own, hold, sell, assign, transfer, mortgage, pledge, exchange, or otherwise dispose of (a) real estate and other related assets; and (b) managed funds; (3) to receive, collect, and dispose of the rent, interest, and such other income rising from its property and investments; (4) to guaranty the obligations, debt, or loans of its subsidiaries or affiliates or any entity in which the corporation has lawful interest; and (5) to exercise, carry on or undertake such other powers, acts, activities and transactions as may be deemed necessary, convenient, or incidental to or implied from the purposes herein mentioned.

The registered office address of the Company is 5th - 7th Floors, Vector One Building, Northgate Cyberzone, Filinvest City, Alabang, Muntinlupa City.

The Company’s parent company is Filinvest Land, Inc. (“FLI”), a subsidiary of Filinvest Development Corporation (FDC). Both FLI and FDC are publicly listed entities. A.L. Gotianun Inc. (ALG) is the Company’s ultimate parent company. FLI, FDC and ALG were all incorporated in the Philippines.

On August 12, 2021, the Company was listed in The Philippine Stock Exchange as a Real Estate Investment Trust (REIT) entity.

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**2. Material Accounting Policy Information**

Basis of Preparation

The financial statements of the Company have been prepared using a historical cost basis. The consolidated financial statements are presented in Philippine Peso (₱), which is the functional and presentation currency of the Company, and all amounts are rounded off to the nearest Philippine Peso unless otherwise indicated.

The interim financial statements provide comparative information in respect of the previous period.

Statement of Compliance

The unaudited interim consolidated financial statements of the Company are prepared in compliance with Philippine Financial Reporting Standards (PFRSs) and Interim Financial Reporting, as modified by the application of the following reporting reliefs issued and approved by the SEC under Memorandum Circular No. 34-2021 in response to the COVID-19 pandemic.

The unaudited interim consolidated financial statements do not include all the information and disclosures required in the annual consolidated financial statements, and should be read in conjunction with the company’s financial statements as at December 31, 2024.

New Standards, Interpretations and Amendments

The accounting policies adopted are consistent with those of the previous financial year, except for the adoption of new standards effective in 2024. The Company has not early adopted any standard, interpretation or amendment that has been issued but is not yet effective. The adoption of these new standards did not have an impact on the financial statements of the Company.

- 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, Amendments and Interpretations Issues But Not Yet Effective

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

##### *Effective beginning on or after January 1, 2025*

- PFRS 17, *Insurance Contracts*
- 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 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*

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### **3. Significant Accounting Judgments, Estimates, and Assumptions**

The preparation of the financial statements in compliance with PFRS Accounting Standards requires management to make judgments, estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Future events may occur which can cause the assumptions used in arriving at those estimates to change. The effects of any changes in estimates will be reflected in the financial statements as they become reasonably determinable.

Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

The company based its assumptions and estimates on parameters available when the 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.

Judgments, key assumptions concerning the future, and other key sources of estimation uncertainty at the end of

the reporting period, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next reporting period are consistent with those applied in the most recent annual audited consolidated financial statements.

#### 4. Cash and Cash Equivalents

This account consists of:

	<b>March 31, 2025</b>	December 31, 2024
	<b>Unaudited</b>	<b>Audited</b>
Cash on hand and in banks	<b>₱338,051,154</b>	₱462,638,247
Cash equivalents	<b>105,355,735</b>	224,670,283
	<b>₱443,406,889</b>	₱687,308,530

Cash in banks earn interest at their respective bank deposit rates. Cash equivalents are short-term, highly liquid investments that are readily convertible to known amounts of cash, with original maturities of three (3) months or less from dates of placement and are subject to an insignificant risk and change in value and earned interest at prevailing short-term investment ranging from 4.00% to 6.40% and 2.50% to 5.50% in 2025 and 2024, respectively.

Interest earned from cash and cash equivalents amounted to ₱4.0 million, ₱9.9 million in March 31, 2025 and March 31, 2024, respectively (see Note 17).

There is no restriction on the Company's cash and cash equivalents as of March 31, 2025 and December 31, 2024.

#### 5. Receivables

This account consists of:

	<b>March 31, 2025</b>	December 31, 2024
	<b>Unaudited</b>	<b>Audited</b>
Trade receivables (Note 13)	<b>₱168,171,490</b>	₱84,744,294
Less: Allowance for ECL	<b>7,152,432</b>	7,152,432
	<b>₱161,019,058</b>	₱77,591,862

Movements in the Company's allowance for ECL follow:

	<b>March 31, 2025</b>	December 31, 2024
	<b>Unaudited</b>	<b>Audited</b>
Balance at beginning of year	<b>₱7,152,432</b>	₱14,217,760
Provision (reversal)	—	(5,837,001)
Write off	—	(1,228,327)
Balance at end of year	<b>₱7,152,432</b>	₱7,152,432

Trade receivables represent charges to tenants for rentals and utilities which are normally collectible within 20 days from billing date. These are covered by security deposits by tenants equivalent to rent paid by the lessees. Lease contracts provide that all overdue and unpaid rent, dues and charges are subject to interest of 18% per annum and penalty at range of 18%-24% per annum. Interest and penalties from late payments amounted to ₱3.6 million and ₱3.0 million in March 31, 2025 and March 31, 2024, respectively (see Note 16).

#### 6. Intangible Assets

The rollforward analysis of intangible assets follows:

	<b>March 31, 2025</b>	December 31, 2024
	<b>Unaudited</b>	<b>Audited</b>
Balance at beginning of year	<b>₱2,798,729,000</b>	₱2,789,180,000
Additions	<b>1,406,250</b>	8,556,743
Reclassification (Note 7)	—	—

Decrease in fair value	–	992,257
Balance at end of year	<b>₱2,800,135,250</b>	<b>₱2,798,729,000</b>

“Intangible assets” relate to the fair value of the BTO rights and right-of-use assets related to Cyberzone Cebu Tower 1 constructed at the land properties owned by The Province of Cebu (Cebu Province).

## 7. Investment Properties

The roll forward analyses of this account follow:

	<b>March 31, 2025</b>	December 31, 2024
	<b>Unaudited</b>	<b>Audited</b>
Balance at beginning of year	<b>₱45,094,555,000</b>	₱45,094,555,000
Increase (decrease) in fair value	–	412,753,267
Additions	<b>38,379,151</b>	110,172,733
Reclassification	–	(3,487,100)
Balance at end of year	<b>₱45,655,860,151</b>	<b>₱45,617,481,000</b>

The investment properties consist of 16 mixed-use office buildings located in Filinvest Cyberzone Alabang, Muntinlupa and three (3) parcels of land located in Boracay Island. These investment properties are currently leased to third parties and are carried at fair value.

On December 12, 2022, the Company entered into a Deed of Sale for the purchase of three (3) parcels of land with a total area of 29,086 sq.m. owned by FDC, located in Boracay, Aklan. The acquisition of the land will directly contribute to the Company’s income starting January 2023.

Rental income from investment properties amounted to ₱2,141.1 million, and ₱2,296.1 million in March 31, 2025 and 2024, respectively. Tenant dues from investment properties amounted to ₱611.3 million, and ₱719.3 million in March 31, 2025 and 2024 respectively (see Note 16).

Operating expenses incurred for maintaining and operating these investment properties amounted to ₱1,285.1 million, and ₱1,227.9 million in March 31, 2025 and 2024, respectively.

On 24 January 2025, FILRT’s Related-Party Transaction Committee and Board of Directors unanimously approved the issuance of an aggregate of 1,626,003,316 primary common shares to FLI at an issue price of Php3.85 per share, a thirty percent (30%) premium over the thirty (30)-day volume weighted average price of Php2.94 per share, in exchange for a building owned by FLI, namely ‘Festival Mall-Main Mall’, located at Filinvest City, Alabang, Muntinlupa City (the “Property”) under a tax-free property-for-share swap transaction (the “Transaction”). The shares will be issued at a total value of Six Billion Two Hundred Sixty Million One Hundred Twelve Thousand Seven Hundred Sixty-Six and 60/100 Pesos (Php6,260,112,766.60).

The Transaction was then subsequently approved by FILRT’s stockholders during their special meeting held on March 04, 2025. On 5 March 2025, FILRT and FLI executed the Memorandum of Agreement and the Deed of Exchange therefor. On 6 March 2025, FILRT submitted to the Securities and Exchange Commission its request for confirmation of valuation of the Property and confirmation of exemption from registration.

The company has contractual obligations to acquire investment properties as of March 31, 2025 and no contractual obligations as of December 31, 2024. As of March 31, 2025, investment properties are not used as collateral and are not subject to any existing liens and encumbrances.

## 8. Other Assets

Other current assets consist of:

	<b>March 31, 2025</b>	December 31, 2024
	<b>Unaudited</b>	<b>Audited</b>
Input VAT – net	<b>₱305,837,703</b>	₱285,109,694
Prepayments	<b>71,632,684</b>	98,391
Others	<b>51,935,500</b>	45,831,571
	<b>429,405,887</b>	<b>331,039,656</b>

Less allowance for probable losses	<b>11,049,789</b>	11,049,789
	<b>₱418,356,098</b>	₱319,989,867

Input Value Added Tax (VAT) represents the taxes imposed to the Company by its suppliers and contractors for the acquisition of goods and services required under Philippine taxation laws and regulation. This will be used against future output VAT liabilities or will be claimed as tax credits. Management has estimated that all input VAT are recoverable at its full amount.

Prepayments consist of prepaid expenses for financial charges, taxes, and licenses, insurance, and association dues.

Others include office and maintenance supplies. In 2023, the Company recognized provision for probable losses on other current assets amounting to ₱11.0 million and presented as part of “Others” in the cost and expense section in the statement of comprehensive income.

Other noncurrent assets consist of:

	<b>March 31, 2025</b>	December 31, 2024
	<b>Unaudited</b>	Audited
Prepaid DCS connection charges (Note 13)	<b>₱156,157,563</b>	₱159,301,675
Creditable withholding taxes	<b>126,001,605</b>	122,111,751
Advances to suppliers	<b>62,243,828</b>	64,397,323
Deposits	<b>53,806,246</b>	53,806,246
	<b>398,209,241</b>	399,616,995
Less: Allowance for probable losses	<b>61,705,538</b>	61,705,538
	<b>₱336,503,703</b>	₱337,911,457

Prepaid DCS connection charge is amortized using straight line method based on the contract period of connection. Amortization of connection fee amounting to 3.1 million and 12.6 million in March 31, 2025 and December 31, 2024, respectively, is presented as “Utilities” in the statement of comprehensive income.

The rollforward analysis of Prepaid DCS connection charges follows;

	<b>March 31, 2025</b>	December 31, 2024
	<b>Unaudited</b>	Audited
<b>Cost</b>		
Balance at beginning and end of year	<b>₱247,677,426</b>	₱247,677,426
<b>Accumulated Amortization</b>		
Balance at beginning of year	<b>88,375,751</b>	75,799,303
Amortization	<b>3,144,112</b>	12,576,448
Balance at end of year	<b>91,519,863</b>	88,375,751
<b>Net Book Value</b>	<b>₱156,157,563</b>	₱159,301,675

Creditable withholding taxes are attributable to taxes withheld by third parties arising from income. In 2023, the Company recognized provision for probable losses on creditable withholding taxes amounting to 61.7 million and presented as part of “Others” in the cost and expense section in the statement of comprehensive income.

Advances to suppliers represent advances for capital expenditure of the projects. The advances shall be settled through recoupment against billings.

Deposits pertain to electric meter deposits and security deposits.

## 9. Accounts Payable and Accrued Expenses

This account consists of:

	<b>March 31, 2025</b>	December 31, 2024
	<b>Unaudited</b>	Audited
Accrued expenses (Note 13)	<b>₱690,535,745</b>	₱562,464,351
Advances from tenants	<b>417,901,065</b>	471,717,048
Payable to contractors	<b>136,827,404</b>	159,192,430

Due to related parties (Note 13)	<b>96,338,466</b>	93,353,823
Payable to suppliers	<b>13,588,254</b>	21,911,489
Withholding taxes payable	<b>19,873,794</b>	18,290,924
Retention payable	<b>14,970,918</b>	14,970,918
	<b>₱1,328,816,889</b>	₱1,338,608,015

Accrued expenses include accruals for interest on loans payable, utilities, repairs and maintenance, service and energy charges, outside services, building improvements and other expenses. These are normally settled within the year.

Advances from tenants are advance payments received for rentals, utilities and other fees. These are applied against rental obligations of the tenants when they become due.

Payable to contractors arises from progress billings received from contractors for the building improvements incurred by the Company.

Payable to suppliers arise from various acquisitions of materials and supplies used for building operations, repairs and maintenance and are normally payable within up to one year.

Withholding taxes payable pertains to expanded withholding taxes. These are normally settled within one (1) month.

Retention payable account pertains to the amounts withheld by the Company from contractors' progress billings which are returned upon completion of their services or expiry of the contractors' warranty period.

## 10. Loans Payable

### *Loans Payable*

On January 5, 2023, the Company obtained bilateral loans amounting to ₱6.0 billion to refinance the bond maturity due on January 09, 2023. These were comprised of a 2-year, ₱3.0 billion fixed rate loan, and a 2-year, ₱3.0 billion floater rate loan repriced semi-annually using the 6-month BVAL or reverse purchase rate (RRP) plus spread, whichever is higher. On December 27, 2024, these loans were pre-terminated and were paid in full.

Subsequently, on the same date, the Company obtained bilateral loans amounting to ₱6.0 billion. These were comprised of a 5-year, ₱3.0 billion fixed rate loan, payable in lumpsum with maturity date on December 27, 2029 and a 7-year, ₱3.0 billion fixed rate loan, payable in installments starting March 27, 2027 up to December 27, 2028, and remaining amount by maturity date on December 27, 2031. These loans remain unpaid as of March 31, 2025.

Total interest expense charged to the statements of comprehensive income amounted to ₱99.8 million and ₱101.2million in March 31, 2025 and 2024, respectively.

Amortization of debt issuance and transaction costs included under "Interest and other financing charges" in the statements of comprehensive income amounted to ₱3.3 million and ₱4.7 million in March 31, 2025 and 2024, respectively.

The Company's loans payable is unsecured, and no assets are held as collateral for these debts. The agreements covering the above-mentioned loans require maintaining certain financial ratios including a maximum debt-to-equity ratio of 3.0x and a maximum leverage ratio of either 35% of deposited properties or 70% of deposited properties if the Borrower has a publicly disclosed investment grade credit rating by a SEC-accredited or internationally recognized rating agency.

As of March 31, 2025 and December 31, 2024, the Company's outstanding loans payable amounted to ₱5,958.4 million and ₱5,955.1 million, respectively.

The rollforward analysis of unamortized transaction costs of loans payable are as follows:

	<b>March 31, 2025</b>	December 31, 2024
	<b>Unaudited</b>	Audited
Balance at beginning of the year	<b>₱44,854,979</b>	₱14,584,164
Additions	—	45,000,000

Amortization of transaction costs	(3,262,977)	(14,729,185)
Balance at end of the year	<b>₱41,592,002</b>	<b>₱44,854,979</b>

## 11. Security and Other Deposits

Security and other deposits are applied to any outstanding obligations of the tenants at the end of the lease term or upon pre-termination. The current and noncurrent portion of security and other deposits follows:

	March 31, 2025 Unaudited	December 31, 2024 Audited
Current portion	<b>₱224,131,192</b>	₱228,171,249
Noncurrent portion	<b>518,960,921</b>	532,590,507
	<b>₱743,092,113</b>	<b>₱760,761,756</b>

## 12. Equity

### Paid-up Capital

Details of the Company's capital stock as of March 31, 2025 and December 31, 2024 follow:

	Shares	Amount
Authorized number of shares	14,263,698,000	₱7,131,849,000
Issued and outstanding	4,892,777,994	2,446,388,997

As of March 31, 2025 and December 31, 2024 there are 20907 and 20861 holders of security of the Company, respectively.

The Company's Net Asset Value (NAV) amounted to ₱41,755.8 million and ₱41,755.4 million as of March 31, 2025 and December 31, 2024, respectively. The NAV per share amounted to ₱8.5 and ₱8.5 as of March 31, 2025 and December 31, 2024, respectively.

### Retained Earnings

#### Declaration of Cash Dividends

The following table shows the cash dividends declared by the Company's BOD on the outstanding capital stock:

Dividend Declaration	Record Date	Dividend per Common Share	Total Dividends Declared	Payment Date
February 15, 2022	March 02, 2022	0.112	547,991,135	March 20, 2022
April 20, 2022	May 06, 2022	0.116	567,562,247	May 27, 2022
August 09, 2022	August 31, 2022	0.088	430,564,464	September 20, 2022
November 15, 2022	December 01, 2022	0.088	430,564,464	December 20, 2022
February 14, 2023	March 03, 2023	0.071	347,387,238	March 24, 2023
May 31, 2023	June 15, 2023	0.071	347,387,238	June 30, 2023
August 10, 2023	August 31, 2023	0.071	347,387,238	September 20, 2023
November 29, 2023	November 30, 2023	0.071	347,387,238	December 15, 2023
February 26, 2024	March 11, 2024	0.067	327,816,126	March 26, 2024
May 10, 2024	May 24, 2024	0.062	303,352,236	June 7, 2024
August 8, 2024	August 27, 2024	0.062	303,352,236	September 6, 2024
November 6, 2024	November 20, 2024	0.062	303,352,236	December 6, 2024
February 25, 2025	March 12, 2025	0.062	303,352,236	March 25, 2025

The Company's retained earnings available for dividend declaration as of March 31, 2025 and December 31, 2024, amounted to ₱2,663.5 million, and ₱2,663.1 million, respectively.

The dividend per share was computed as:

	March 31, 2025 Unaudited	December 31, 2024 Audited
a. Dividends	<b>₱303,352,236</b>	₱1,237,872,832
b. Weighted average number of outstanding common	<b>4,892,777,994</b>	4,892,777,994



shares		
Dividend per share (a/b)	<b>₱0.06</b>	<b>₱0.28</b>

#### Distributable Income under the IRR of REIT Act of 2009

Under the Revised Implementing Rules and Regulations of REIT Act of 2009, section 4c, the Company shall present a computation of its distributable dividend taking into consideration requirements under the Act and the Rules. Distributable income is not a measure of performance under the PFRS Accounting Standards.

The computation of distributable income as presented to the Management of the Company as at March 31, 2025 and December 31, 2024, is shown below:

	<b>March 31, 2025</b>	<b>December 31, 2024</b>
	<b>Unaudited</b>	<b>Audited</b>
Net income (loss)	<b>₱303,746,001</b>	<b>₱1,634,738,386</b>
Unrealized losses (gains) on fair value change in investment properties and intangible assets	–	(413,745,524)
Distributable income	<b>₱303,746,001</b>	<b>₱1,220,992,862</b>

#### Capital Management

The Company's primary objective is to maintain its current sound financial condition and strong debt service capabilities, as well as to continuously implement a prudent financial management program. The Company manages its capital structure and makes adjustments to it, in light of changes in economic conditions. It closely monitors its capital and cash positions and carefully manages its capital expenditure. The Company may seek other sources of funding, such debt or equity issues, depending on its financing needs and market conditions. The Company monitors capital using a debt-to-equity ratio, which is total long-term debt divided by total stockholders' equity. Debt includes interest-bearing loans and external borrowings whether in the form of long-term notes, bonds, and lease liabilities.

The following table shows how the Company computes for its debt-to-equity ratio:

	<b>March 31, 2025</b>	<b>December 31, 2024</b>
	<b>Unaudited</b>	<b>Audited</b>
Bonds payable (Note 10)	<b>₱–</b>	<b>₱–</b>
Loans payable (Note 10)	<b>5,958,407,998</b>	<b>5,955,145,021</b>
Lease liabilities (Note 15)	<b>29,185,515</b>	<b>29,112,067</b>
	<b>5,987,593,513</b>	<b>5,984,257,088</b>
Equity	<b>41,755,778,634</b>	<b>41,755,384,857</b>
Debt-to-equity ratio	<b>0.14:1</b>	<b>0.14:1</b>

As a REIT entity, the Company is subject to externally imposed capital requirements from its debt covenants and based on the requirements of the Aggregate Leverage Limit under the REIT Implementing Rules and Regulations. Thus, the Company has made adjustments to its policies and processes for managing capital for the year ended December 31, 2021. Section 8 of the REIT Implementing Rules and Regulations provides that, the total borrowings and deferred payments of a REIT should not exceed thirty-five percent (35%) of its Deposited Property; provided, however, that the total borrowings and deferred payments of a REIT that has a publicly disclosed investment grade credit rating by a duly accredited or internationally recognized rating agency may exceed thirty-five percent (35%) but not more than seventy percent (70%) of its Deposited Property. Provided, further, that in no case shall a Fund Manager borrow for the REIT from any of the funds under its management.

As of March 31, 2025 and December 31, 2024, the fair value of the deposited properties amounted to ₱49,815.3 million and ₱49,839.0 million resulting to a debt ratio of 16.2%, and 16.2%, respectively. The Company is compliant to this Aggregate Leverage Limit.

### **13. Related Party Transactions**

Parties are considered to be related if one party has the ability, directly or indirectly, to control the other party in making financial and operating decisions or the parties are subject to common control or common significant influence (referred herein as affiliates). Related parties may be individuals or corporate entities.

All material Related Party Transactions ("RPT") with a transaction value that reaches ten percent (10%) of the



Company's total assets shall be subject to the review by the RPT Committee

Transactions that were entered into with an unrelated party that subsequently becomes a related party shall be excluded from the limits and approval of the Policy on Related Party Transactions ("Policy"). However, any renewal, change in the terms and conditions or increase in exposure level, related to these transactions after a non-related party becomes a related party, shall subject it to the provisions of the Policy. In the event wherein there are changes in the RPT classification from non-material to material, the material RPT shall be subject to the provisions of the Policy.

Outstanding balances as at March 31, 2025 and December 31, 2024, are unsecured, interest free and require settlement in cash, unless otherwise stated. As of March 31, 2025 and December 31, 2024, the Company has not made any provision for impairment loss relating to amounts owed by related parties. This assessment is undertaken each financial year by examining the financial position of the related party and the market in which the related party operates.

A summary of the Company's related party transactions is shown in the table below:

<b>Related Parties</b>	<b>Nature of Transaction</b>	<b>Outstanding Balances as of March 31, 2025</b>
East West Banking Corporation (affiliate)	Bank deposits	₱211.4
Filinvest Development Corp.	Contract of Lease for office space in Plaza B (Company as Lessor)	₱0.17
Filinvest Alabang, Inc.	Contract of Lease for office space in Vector One (Company as Lessor)	₱0.22
Sharepro, Inc.	Contract of Lease for Office Space in Vector One via Deed of Assignment from FAI (Company as Lessor)	₱0.14
Filinvest Alabang Inc.	Contract of Lease for office space in Axis Tower 1 (Company as Lessor)	₱0.16
Corporate Technologies, Inc.	Contract of Lease for office space in Filinvest Three (Company as Lessor)	₱0.16
Filinvest Hospitality Corporation	Contract of Lease for office space in Vector Two (Company as Lessor)	₱0.06
Chroma Hospitality Inc.	Contract of Lease for office space in Vector Two (Company as Lessor)	₱0.03
Hospitality Enterprise Resources Corporation	Contract of Lease for office space in Vector Two (Company as Lessor)	₱0.01
Filinvest Cyberparks, Inc.	Contract of Lease for office space in Plaza B Building (Company as Lessor)	₱0
Ourspace Solutions, Inc. (OSSI)	Contract of Lease for office space in Axis Tower 1 Building (Company as Lessor)	₱0.20
Filinvest Cyberparks, Inc.	Contract of Lease for office space in Axis Tower One (Company as Lessor)	₱0
ProOffice Work Services Inc.	Contract of Lease for office space in Plaza B Building (Company as Lessor)	₱0
Boracay Seascapes, Inc	Land lease agreement over the land where the Properties are located (Company as Lessor)	₱6.8
FDC Retail Electricity Sales, Corporation ("FDC RES")	Service agreement for electricity requirements of its facilities	₱17.9
Filinvest Land, Inc.	Land lease agreement over the land where the Properties are located (Company as Lessee)	₱20.4
Filinvest Alabang, Inc.	Service agreement for general management and water services provided by Filinvest Alabang, Inc. to the Company	₱5.0

Philippine DCS Development Corporation (“PDDC”)	Build-operate-transfer agreement between the Company and PDDC with respect to the district cooling system for Northgate Cyberzone	₱26.0
Corporate Technologies, Inc.	Service agreement for IT services provided to the Company.	₱0
Professional Operations and Maintenance Experts Incorporated (PROMEI)	Service agreement for the maintenance and repair of ventilation and air conditioning systems of certain buildings owned by the Company.	₱7.8
ProOffice Work Services, Inc.	Service agreement for property management	₱6.1
Filinvest Cyberparks Inc.	Service agreement for accounting, tax compliance & budget works	₱0
FREIT Fund Manager, Inc.	Service agreement for the fund management	₱24.8

Significant related party transactions are as follows.

- a) The Company maintains savings accounts and short-term deposits with East West Banking Corporation (EW), an affiliated bank. Cash and cash equivalents earn interest at the prevailing short-term investment rates.
- b) Lease agreements with related parties - Company as lessor

The Company, as a lessor, has office space rental agreements with the following related parties:

Related Party	Lease period
FLI (parent company)	December 6, 2021 to December 5, 2031
Entities under common control	
Filinvest Alabang Inc. (FAI)	September 2, 2024 to September 1, 2029
Chroma Hospitality Inc.	April 1, 2021 to March 31, 2031
Hospitality Enterprise Resources Corporation	May 2, 2017 to June 1, 2027
Corporate Technologies Inc. (CTI)	May 2, 2017 to June 1, 2027
Sharepro Inc.	November 15, 2023 to November 14, 2028
Filinvest Cyberparks Inc. (FCI)	July 1, 2022 to March 31, 2031
ProOffice Works Services Inc.	August 1, 2022 to January 31, 2033
Filinvest Hospitality Corp.	July 1, 2021 to June 30, 2026
Filinvest Development Corp.	October 15, 2022 to January 14, 2028
Freit Fund Managers Inc.	May 2, 2017 to June 1, 2027
OurSpace Solutions, Inc (OSSI)	April 1, 2024, to April 30, 2027
Boracay Seascapes Inc.	March 1, 2024 to April 28, 2025
	June 15, 2022 to September 14, 2032
	August 1, 2023 to September 14, 2032
	January 1, 2023 to December 31, 2062

- a) *Lease agreements with related parties - Company as lessee*

The Company, as a lessee, entered into a land lease agreement with FLI on the location of the buildings currently leased to third parties and on those still under construction. Rental expense is based on certain percentages of the Company’s gross rental income.

The terms of the Company’s lease agreement, as amended in 2021, follows (see Note 15):

- rental rates shall be solely variable (10% or 15% based on Gross Lease Income); and,
- in case of redevelopment, FLI and the Company shall mutually agree on the minimum monthly rent during construction period.
- lease period shall be in full force and effect for a period of 50 years which shall commence on February 11, 2021 and shall expire on February 10, 2071.

- d) Service agreements with related parties

- The Company entered into a service agreement with FAI whereby the Company shall pay service fees for certain services rendered by the latter for the operations of the Company. FAI is also the provider of water services within the Filinvest City where majority of the buildings of the Company are located
  - The Company entered into a service agreement with FCI, whereby the Company shall lease out a portion of its office space and perform accounting and administrative services to the latter for a fee
  - The Company entered into a service agreement with FDC Retail Electricity Sales, Corporation (FDC RES), an entity under common control, whereby the Company shall engage and pay the services rendered by the latter to provide the electricity requirements of its facilities.
  - The Company entered into a service agreement with ProOffice, whereby the Company shall engage and pay the services rendered by the latter to operate maintain, manage, and market each Property, subject to the overall management and directions of the Fund Manager.
  - The Company entered into a service agreement with FREIT Fund Manager, Inc. (FFMI), an affiliate, whereby the Company shall engage and pay the services rendered by the latter to execute and implement the investment strategies for the Company.
  - The Company entered into a facilities management agreement with Professional Operations and Maintenance Experts Incorporated (PROMEI), an affiliate, whereby the Company shall engage and pay the services rendered by the latter to operate and maintain its equipment and premise.
  - The Company entered into a service agreement with CTI, whereby the Company shall engage and pay for varied information and technology services. Services shall include application development, apps support and system maintenance, system application, software licensing and administration, internet bandwidth allocation, network, database and server management plus desktop and telecom support.
- e) BOT Agreement
- On September 16, 2015, the Company entered into a BOT agreement with PDDC. The BOT agreement relates to the construction and operation by PDDC of the DCS facilities for 20 years, during which PDDC will supply chilled water for the provision of cooling energy to the properties of the Company within Northgate Cyberzone, Muntinlupa City.
- In accordance with the terms of the BOT agreement between the Company and PDDC, the Company paid prepaid DCS connection charges to PDDC to be consumed by existing and future buildings within Northgate Cyberzone in Muntinlupa City over the service period of 20 years.
- f) Asset Acquisition
- On December 12, 2022, the Company purchased 3 parcels of land located in Barangay Yapak, Boracay with an aggregate area of 29,086 sqm from FDC. The parties agreed to a total purchase price of ₱1,047.1 million, ₱314.1 million, representing 30% of purchase price, payable upon signing of the agreement and the remaining 70% amounting to ₱732.9 million payable in equal quarterly installment up to December 2024. The land and related liability were carried at present value of future cash flow amounting to ₱1,021.8 million and ₱683.3 million, respectively.
- g) Tax-free property-for-share-swap
- On 24 January 2025, FILRT's Related-Party Transaction Committee and Board of Directors unanimously approved the issuance of an aggregate of 1,626,003,316 primary common shares to FLI at an issue price of Php3.85 per share, a thirty percent (30%) premium over the thirty (30)-day volume weighted average price of Php2.94 per share, in exchange for a building owned by FLI, namely 'Festival Mall-Main Mall', located at Filinvest City, Alabang, Muntinlupa City (the "Property") under a tax-free property-for-share swap transaction (the "Transaction"). The shares will be issued at a total value of Six Billion Two Hundred Sixty Million One Hundred Twelve Thousand Seven Hundred Sixty-Six and 60/100 Pesos (Php6,260,112,766.60). The Transaction was approved on March 04, 2025. On 5 March 2025, FILRT and FLI executed the Memorandum of Agreement and the Deed of Exchange therefor and submitted on 6 March 2025, to the Securities and Exchange Commission its request for confirmation of valuation of the Property and confirmation of exemption from registration.

#### Key Management Personnel

The key management functions of the Company are handled by FCI. The compensation of said employees is paid by FLI and FCI and as such, the necessary disclosure required under PAS 23, *Related Party Disclosures*, are included in the FLI and FCI's financial statements.

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## 14. Income Tax

In March 31, 2025 and March 31, 2024, the Company has not recognized deferred tax assets from NOLCO amounting to ₱152.9 million (tax effect of ₱38.2 million) and ₱135.2 million (tax effect of ₱33.8 million), respectively, as management believes that it is not probable that sufficient taxable profit will be available to allow the benefit of the deferred tax assets to be utilized in the future.

The reconciliation of provision for income tax at the statutory tax rate to provision for income tax shown in the statements of comprehensive income follows:

	March 31, 2025 Unaudited	March 31, 2024 Unaudited
Tax at statutory rate	75,936,500	75,915,193
Adjustments for:		
Additional deductible expense from dividends	(75,838,059)	(86,846,809)
Movements in unrecognized deferred taxes	95,070	11,427,647
Interest income subjected to final tax	(193,511)	(496,031)
	<b>₱-</b>	<b>₱-</b>

## 15. Leases

### *Company as lessee*

The Company has lease contracts for land as of January 1, 2019. The Company's obligations under its leases are secured by the lessor's title to the leased assets. The Company has entered into land lease arrangements with lease terms of between 25 and 40 years. There are several leases that include extension option to lease the assets for additional 25 years based on mutual agreement of the parties. The remaining lease term of the ROU assets is 17 years.

As of March 31, 2025 and December 31, 2024, the right-of-use is recognized as part of intangible assets.

The following are the amounts recognized in the statement of comprehensive income:

	March 31, 2025 Unaudited	December 31, 2024 Audited
Interest expense on lease liabilities (included in interest and other finance charges)	<b>₱608,295</b>	₱2,455,214
Rental expense (variable land lease payments)	<b>54,717,034</b>	226,962,986
	<b>₱55,325,329</b>	<b>₱229,418,200</b>

The rollforward analysis of lease liabilities follows:

	March 31, 2025 Unaudited	December 31, 2024 Audited
At January 1	<b>₱29,112,067</b>	₱28,745,304
Interest expense	<b>608,295</b>	2,455,214
Payments	<b>(534,847)</b>	(2,088,451)
As at December 31	<b>29,185,515</b>	29,112,067
Less current portion	<b>2,219,616</b>	2,192,874
Lease liabilities - net of current portion	<b>₱26,965,899</b>	<b>₱26,919,193</b>

Shown below is the maturity analysis of the undiscounted lease payments:

Maturity	March 31, 2025 Unaudited	December 31, 2024 Audited
1 year	<b>₱2,219,616</b>	₱2,192,874
more than 1 years to 2 years	<b>2,330,597</b>	2,302,518
more than 2 years to 3 years	<b>2,447,126</b>	2,417,643
more than 3 years to 4 years	<b>2,569,483</b>	2,538,526
more than 4 years to 5 years	<b>2,697,957</b>	2,665,452
more than 5 years	<b>52,591,767</b>	53,274,382

*Company as lessor*

As lessor, future minimum rental receivables under renewable operating leases follows:

	<b>March 31, 2025</b>	December 31, 2024
	<b>Unaudited</b>	Audited
Within one year	<b>₱1,798,319,479</b>	₱1,924,337,895
After one year but not more than five years	<b>3,701,289,157</b>	5,258,163,536
After five years	<b>1,488,122,411</b>	1,369,405,943
	<b>₱6,987,731,047</b>	₱8,551,907,374

The Company entered into lease agreements with third parties covering real estate properties. These leases generally provide for either (a) fixed monthly rent; or (b) minimum rent or a certain percentage of gross revenue, whichever is higher. Most lease terms on commercial malls are renewable within one year, except for anchor tenants with lease ranging from 5 to 20 years.

Rental income recognized based on a percentage of the gross revenue of retail spaces included in “Rental revenue” account in the statement of comprehensive income amounted to ₱7.7 million and ₱6.7 million in March 31, 2025 and 2024 respectively.

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## 15. Other Income

This account consists of:

	<b>March 31, 2025</b>	March 31, 2024
	<b>Unaudited</b>	Unaudited
Tenant dues (Notes 6 and 7)	<b>₱167,621,170</b>	₱165,698,387
Miscellaneous	<b>563,694</b>	661,540
	<b>₱168,184,864</b>	₱166,359,926

Miscellaneous income pertains to penalties and other charges from tenants.

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## 16. Interest Income

This account consists of:

	<b>March 31, 2025</b>	March 31, 2024
	<b>Unaudited</b>	Unaudited
Interest income on:		
Cash and cash equivalents		
(Notes 4 and 13)	<b>₱4,029,823</b>	₱7,936,508
Others (Note 5)	<b>3,572,729</b>	2,973,794
	<b>₱6,828,507</b>	₱10,910,302

Others consist mainly of interest and penalties on late rental payment of tenants.

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## 17. Earnings Per Share

	<b>March 31, 2025</b>	March 31, 2024
	<b>Unaudited</b>	Unaudited
a. Net income	<b>₱303,746,001</b>	₱303,660,772
b. Number of outstanding common shares	<b>4,892,777,994</b>	4,892,777,994
Basic/Diluted EPS (a/b)	<b>₱0.06</b>	₱0.06

The Company assessed that there were no potential dilutive common shares in March 31, 2025 and March 31, 2024.

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## 18. Segment Reporting

The Company has determined that it is operating as one operating segment. Based on the management's assessment, no part or component of the business of the Company meets the qualifications of an operating segment as defined by PFRS 8, Operating Segments.

The Company's leasing operations are its only income generating activity and such is the measure used by the chief operating decision maker (CODM) in allocating resources. The Company does not report its results based on geographical segments. The Company has no significant customers, which contributes 10% more to the revenues of the Company.

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## 19. Fair Value Measurement

As of March 31, 2025 and December 31, 2024, the Company has no financial instrument measured at fair value. In 2025 and 2024, there were no transfers between Level 1 and Level 2 fair value measurements, and no transfers into and out of Level 3 fair value measurement.

Due to the short-term nature of the transactions, the carrying values of cash and cash equivalents, receivables and current portion of accounts payable and accrued expenses approximate their fair market values.

The fair value of noncurrent deposits is estimated using the discounted cash flow methodology based on the discounted value of future cash flows using the applicable risk-free rates for similar types of assets. As of March 31, 2025 and December 31, 2024, the difference between the fair value and carrying value of deposits is not significant.

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## 20. Financial Risk Exposures Management Objectives and Policies

The Company's financial instruments comprise of cash and cash equivalents, receivables, long-term debt, accounts payable and accrued expenses and security and other deposits. The main purpose of the long-term debt is to finance the Company's operations while all other financial instruments resulted from the conduct of business.

The main objectives of the financial risk management are as follows:

- To identify and monitor such risks on an ongoing basis.
- To minimize and mitigate such risks; and,
- To provide a degree of certainty about costs.

The main risks arising from the Company's financial instruments are interest rate risk, credit risk and liquidity risk.

The interim financial statements do not include all financial risk management information and disclosures required in the annual consolidated financial statements; hence, they should be read in conjunction with the annual consolidated financial statements for the year ended December 31, 2024. There have been no significant changes in the risk management structure or in any risk management policies since the previous annual period.

## Item 2. Management's Discussion and Analysis of Financial Condition and Results of Operations

### Results of operations for the three months ended March 31, 2025, compared to three months ended March 31, 2024

#### Revenues

The Company's total revenues and income increased by ₱60.9 million or 9.2% from ₱660.1 million for the three months ended March 31, 2024, to ₱721.0 million for the three months ended March 31, 2025. The increase is primarily from higher rental income from tenants due to higher occupancy for the current year.

#### Net Fair Value Change in Investment Properties and Intangible Assets

The net fair value change in investment properties and intangible assets decreased by ₱73.4 million or 165.9% from ₱44.3 million last March 31, 2024, to (₱29.2) million as of March 31, 2025. The decrease was primarily due to the pre-terminated lease contracts and higher commission payment in the current year.

#### Cost and Expenses

The Company's consolidated costs and expenses decreased by ₱13.7 million or 4.5% from ₱305.0 million last March 31, 2024, to ₱291.3 million as of March 31, 2025. The decrease was primarily due to lower manpower cost, repair and maintenance, insurance, taxes and licenses and rental payment although slightly offset by the increase of electricity consumption and service and management fees .

#### Other Income (Charges)

Interest income decreased by ₱4.1 million or 37.4%, ₱6.8 million as of March 31, 2025, compared to ₱10.9 million as of March 31, 2024. The decrease was mainly due to lower Interest earned from short term investments and bank deposits.

The Company's interest expense and other financing charges decreased by ₱3.0 million, or 2.7%, to ₱103.6 million for the three months ended March 31, 2025, compared to ₱106.5 million for the three months ended March 31, 2024. The decrease in interest expense was mainly due to the lower interest rates from the bank loans availed last December 2024.

#### **Financial Condition as of March 31, 2025, compared to as of December 31, 2024**

Causes for any material changes (+/- 5% or more) in the financial statements

***The Company's assets are ₱49,815.3 million as of March 31, 2025, a decrease of ₱23.7 million, or 0.05%, from assets of ₱49,839.0 million as of December 31, 2024.***

#### Cash and cash equivalents

The Company's cash and cash equivalents is ₱ 443.4 million as of March 31, 2025, a decrease of ₱ 243.9 million, or 35.5%, from ₱687.3 million as of December 31, 2024. This was mainly due to the payment of dividend in March 2025.

#### Receivables

The Company's receivables amounted to ₱161.0 million as of March 31, 2025, an increase of ₱ 83.4 million, or 107.5%, from receivables of ₱77.6 million as of December 31, 2024, primarily caused by recognition of receivable due to outstanding tenant's balances.

#### Other current assets

The Company's other current assets is ₱418.4 million as of March 31, 2025, an increase of ₱98.4 million, or 30.7%, from other current assets of ₱320.0 million as of December 31, 2024. This increase was due to the recording of prepaid taxes, Input VAT net of Output Vat and unclaimed creditable withholding taxes generated during the period.

#### Other noncurrent assets

The Company's other noncurrent assets is ₱336.5 million as of March 31, 2025, a decrease of ₱ 1.4 million, or 0.4%, from other noncurrent assets of ₱337.9 million as of December 31, 2024. This decrease was due to amortization of connection charges and liquidation of advance from contractor/supplier.

***The Company's liabilities amount to ₱ 8,059.5 million as of March 31, 2025, a decrease of ₱24.1 million, or 0.30%, from liabilities of ₱ 8,083.6 million as of December 31, 2024.***

#### Accounts payable and accrued expenses

The Company's accounts payable and other current liabilities have amounted to ₱1,328.8 million as of March 31, 2025, a decrease of ₱9.8 million, or 0.7%, from ₱ 1,338,6 million as of December 31, 2024, mainly due to settlement of vendor payable during the period.

#### Loans payable

The Company's loans payable is ₱5,958.4 million as of March 31, 2025, an increase of ₱3.2 million, or 0%, from ₱5,955.1 million as of December 31, 2024, primarily due to unamortized transaction cost of loans payable.

#### Capital stock and additional paid-in capital

The Company's Capital stock and additional paid-in capital were ₱4,964.7 million as of March 31, 2025, and December 31, 2024.

#### Performance Indicators



Financial Ratios	Particulars	Period ended March 31, 2025	Period ended December 31, 2024
Earnings per Share <i>*annualized</i>	$\frac{\text{Net Income}}{\text{Weighted Ave. number of outstanding shares}}$	0.25	0.33
Current Ratio	$\frac{\text{Current Asset}}{\text{Current Liabilities}}$	0.66	0.69
Debt Ratio	$\frac{\text{Total liabilities}}{\text{Total assets}}$	0.16	0.15
Debt to Equity Ratio	$\frac{\text{Debt (Loans Payable + Bonds Payable)}}{\text{Total Stockholder's Equity}}$	0.14	0.14
Income before income tax, interest and other financing charges, depreciation, and amortization (IBITDA) to total interest paid	$\frac{\text{IBITDA}}{\text{Total interest paid}}$	3.99	3.39
Quick Asset Ratio	$\frac{\text{Current assets} - \text{Inventories}}{\text{Current liabilities}}$	0.38	0.49
Solvency ratio <i>*annualized</i>	$\frac{\text{Net Income} + \text{Depreciation}}{\text{Total liabilities}}$	0.15	0.16
Interest coverage ratio <i>*annualized</i>	$\frac{\text{Income before income tax (IBIT)} + \text{interest and other financing charges}}{\text{Total Interest Paid}}$	3.86	3.96
Net profit margin	$\frac{\text{Net Income}}{\text{Revenue}}$	0.42	0.45
Return on equity <i>*annualized</i>	$\frac{\text{Net Income}}{\text{Equity}}$	3%	3%

*\*Net income, IBIT, and IBITDA exclude net fair value change in investment properties and intangible assets.*

As of March 31, 2025, the fair value of the deposited properties amounted to ₱49,815.2 million.

The Net Asset Value per share is calculated by dividing the adjusted NAV by the total outstanding shares of 4,892,777,994. The adjusted NAV is equal to total assets plus fair value adjustment of deposited properties and investible funds held less total liabilities resulting to NAV amount of ₱41,755.8 million as of March 31, 2025. NAV per share is ₱8.5. The NAV per share as of December 31, 2024, is ₱8.5.

## PART II - OTHER INFORMATION

### Item 3. Business Development/New Projects

FILRT is one of the first companies to operate as a major BPO-centric lease provider outside Makati, Bonifacio Global City, and Ortigas., FILRT developed buildings on the land owned by FLI in Alabang, Muntinlupa City which is part of the established Northgate Cyberzone, an 18.7-hectare PEZA-registered IT Park.

A PEZA-registered IT Park, as defined by PEZA, is an area that has been developed into a complex capable of providing infrastructures and other support facilities required by IT Enterprises, as well as amenities required by professionals and workers involved in IT Enterprises, who will have easy access to such amenities. The combined competitive advantage of its location and the benefits of its PEZA registration attracted BPO companies to lease office spaces in Northgate Cyberzone. FILRT continually provides world class, environmentally sustainable and efficient leasing facilities, and services to various clients.



Colliers, in its Q1 2025 report, indicated that office transactions in Metro Manila increased 66% quarter-on-quarter. First quarter demand was fueled by the expansion and relocation of third-party outsourcing firms. Consistent with this, BPOs remained to be the main locator for FILRT's buildings comprising 74.07% of FILRT's tenancy mix.

As of March 31, 2025, the Company has seventeen (17) fully operational office buildings with stable income streams that have been identified to remain in the company, that has been transformed to be a REIT. Last December 2022, FILRT acquired a prime beach front property in Boracay, Aklan which makes the total number of income generating assets to be eighteen (18). This acquisition also increased the total GLA of FILRT by 9.65% or by 29,086 sqm. bringing the total GLA of FILRT to 330,448 sqm.

***Summary Information for Axis Tower 1, Filinvest One, Filinvest Two, Filinvest Three, Vector One, Vector Two, and Vector Three (As of end of March 31, 2025)***

	<b>Axis Tower 1</b>	<b>Filinvest One</b>	<b>Filinvest Two</b>	<b>Filinvest Three</b>	<b>Vector One</b>	<b>Vector Two</b>	<b>Vector Three</b>
<b>Year Completed</b>	Mar-18	Jun-13	Sep-15	Jan-15	May-11	Sep-14	Jan-17
<b>Description</b>	Grade A, LEED Gold and PEZA-accredited, office building	Grade A, PEZA-accredited, office building	Grade A, PEZA-accredited, office building	Grade A, PEZA-accredited, office building	Grade A, PEZA-accredited, office building	Grade A, PEZA-accredited, office building	Grade A, LEED Gold and PEZA-accredited, office building
<b>Location</b>	Northgate Cyberzone, Alabang	Northgate Cyberzone, Alabang	Northgate Cyberzone, Alabang	Northgate Cyberzone, Alabang	Northgate Cyberzone, Alabang	Northgate Cyberzone, Alabang	Northgate Cyberzone, Alabang
<b>GLA (Office) in sq.m.</b>	39,340	19,637	23,784	23,784	17,764	17,889	36,345
<b>GLA (Retail) in sq.m.</b>	1,529	—	—	—	—	—	—
<b>Average Occupancy Rate YTD March 2025</b>	92.7%	32.5%	73.4%	34.8%	100%	100%	93.7%
<b>Rental Income - Office &amp; Retail GLA (in millions)</b>	75.9	10.3	37.1	15.2	41.2	41.5	61.6
<b>Right over Building <sup>2</sup></b>	Owned	Owned	Owned	Owned	Owned	Owned	Owned
<b>Right over Land</b>	Leased from the Sponsor	Leased from the Sponsor	Leased from the Sponsor	Leased from the Sponsor	Leased from the Sponsor	Leased from the Sponsor	Leased from the Sponsor
<b>Land Lease Expiry <sup>1</sup></b>	Feb-96	Feb-96	Feb-96	Feb-96	Feb-96	Feb-96	Feb-96
<b>Remaining Term (years) for Land Lease (as of March 31, 2025)</b>	71.9	71.9	71.9	71.9	71.9	71.9	71.9
<b>Valuation (₱ millions) (based on Leechiu Appraisal's valuation report as of December 31, 2024)</b>	6,391	3,312	3,740	3,787	2,894	2,941	5,812

Notes:

- (1) The land lease agreement for Northgate Cyberzone Properties has an initial term of 50 years, commencing on February 11, 2021, and expiring on February 10, 2071. The lease is renewable for another 25 years, with the same terms and conditions, except for the rental rate and other commercial terms which shall be subject to negotiation and mutual agreement between the Company and FLI. The figure presented is calculated using the sum of the initial term and the term of the renewal period of the land lease.
- (2) The Company has held the rights over all properties since the completion of the buildings.

**Summary Information for Plaza A, Plaza B, Plaza C, Plaza D and Plaza E (As of end of March 31, 2025)**

	<b>Plaza A</b>	<b>Plaza B</b>	<b>Plaza C</b>	<b>Plaza D</b>	<b>Plaza E</b>
<b>Year Completed</b>	Oct-07	Mar-01	Mar-01	Jun-07	Feb-14
<b>Description</b>	Grade A, PEZA-accredited, office building	Grade A, PEZA-accredited, office building	Grade A, PEZA-accredited, office building	Grade A, PEZA-accredited, office building	Grade A, PEZA-accredited, office building
<b>Location</b>	Northgate Cyberzone, Alabang	Northgate Cyberzone, Alabang	Northgate Cyberzone, Alabang	Northgate Cyberzone, Alabang	Northgate Cyberzone, Alabang
<b>GLA (Office) in sq.m.</b>	10,860	6,488	6,540	10,860	14,859
<b>GLA (Retail) in sq.m.</b>	—	—	—	—	—
<b>Average Occupancy Rate YTD March 2025</b>	50.4%	56.6% <sup>1</sup>	100%	66.4%	100%
<b>Rental Income -Office &amp; Retail GLA (in millions)</b>	13.1	8.4	12.8	17.7	33.4
<b>Right over Building <sup>3</sup></b>	Owned	Owned	Owned	Owned	Owned
<b>Right over Land</b>	Leased from the Sponsor	Leased from the Sponsor	Leased from the Sponsor	Leased from the Sponsor	Leased from the Sponsor
<b>Land Lease Expiry <sup>2</sup></b>	Feb-96	Feb-96	Feb-96	Feb-96	Feb-96
<b>Remaining Term (years) for Land Lease (as of March 31, 2025) <sup>2</sup></b>	71.9	71.9	71.9	71.9	71.9
<b>Valuation (₱ millions) (based on Leechiu Appraisal's valuation report as of December 31, 2024)</b>	1,703	1,048	1,001	1,466	2,614

**Notes:**

- (1) Includes areas leased by telecommunication carriers for their cell towers. Office GLA is inclusive of executed lease agreements valid as of September 30, 2023.
- (2) The land lease agreement for Northgate Cyberzone Properties has an initial term of 50 years, commencing on February 11, 2021, and expiring on February 10, 2071. The lease is renewable for another 25 years, with the same terms and conditions, except for the rental rate and other commercial terms which shall be subject to negotiation and mutual agreement between the Company and FLI. The figure presented is calculated using the sum of the initial term and the term of the renewal period of the land lease.
- (3) The Company has held the rights over all properties since the completion of the buildings.

**Summary Information for iHub1, iHub2, 5132 Building, Capital One and Cebu Tower 1 (As of end of March 31, 2025)**

	<b>iHub1</b>	<b>iHub2</b>	<b>5132 Building</b>	<b>Capital One</b>	<b>Cebu Tower 1</b>	<b>Boracay Property</b>
<b>Year Completed</b>	Jun-08	Aug-09	Nov-07	Oct-05	Jun-15	
<b>Description</b>	Grade A, PEZA-accredited, office building	Grade A, PEZA-accredited, office building	Grade A, PEZA-accredited, office building	Grade A, PEZA-accredited, office building	Grade A, PEZA-accredited, office building	Lot lease
<b>Location</b>	Northgate Cyberzone, Alabang	Northgate Cyberzone, Alabang	Northgate Cyberzone, Alabang	Northgate Cyberzone, Alabang	Salinas Drive, Cebu City	Boracay
<b>GLA (Office) in sq.m.</b>	9,480	14,181	9,409	18,000	19,937	29,086
<b>GLA (Retail) in sq.m.</b>	—	—	—	—	675	-
<b>Average Occupancy Rate YTD March 2025</b>	83.3%	44.6%	100%	100%	100%	100%
<b>Rental Income -Office &amp; Retail GLA (in millions)</b>	13.9	15.4	15.5	47.9	43.0	18.3

<b>Right over Building <sup>3</sup></b>	Owned	Owned	Owned	Owned	BTO arrangement with Cebu Provincial Government	
<b>Right over Land</b>	Leased from the Sponsor	Leased from the Sponsor	Leased from the Sponsor	Leased from the Sponsor	BTO arrangement with Cebu Provincial Government	
<b>Land Lease 1/BTO Agreement Expiry</b>	Feb-96	Feb-96	Feb-96	Feb-96	Nov-43 <sup>2</sup>	
<b>Remaining Term (years) for Land Lease (as of March 31, 2025)</b> <sup>1</sup>	71.9	71.9	71.9	71.9	19.6	
<b>Valuation (₱ millions) (based on Leechiu Appraisal's valuation report as of December 31, 2024)</b>	1,317	1,976	1,470	3,026	2,798	1,121

Notes:

- (1) The land lease agreement for the Northgate Cyberzone Properties has an initial term of 50 years, commencing on February 11, 2021, and expiring on February 10, 2071. The lease is renewable for another 25 years, with the same terms and conditions, except for the rental rate and other commercial terms which shall be subject to negotiation and mutual agreement between the Company and FLI. The figure presented is calculated using the sum of the initial term and the term of the renewal period of the land lease.
- (2) The Cebu Provincial Government owns the land on which Cebu Tower 1 is situated under the BTO arrangement between the Cebu Provincial Government and the Company. The BTO arrangement has an initial term of 25 years which was extended by five years through a subsequent memorandum of agreement ("MOA"), renewable for another 25 years. The initial term of the BTO arrangement (as extended by the MOA) commenced in 2013 and will expire in 2043. There are 19.6 years remaining in the initial term of the BTO arrangement as of March 31, 2024.
- (3) The Company has held the rights over all properties since the completion of the buildings.

GLA refers to Gross leasable areas of the buildings for office and retail tenants. Occupancy rate refers to ongoing contract of leases including signed letter of intent.

#### **Item 4 – Implementation of Reinvestment Plan**

##### **Final Reinvestment Report on the Disbursement of Proceeds from the Initial Public Offering ("IPO") of Filinvest REIT Corp. ("FILRT", filed by Sponsor FLI to the SEC on September 28, 2022**

Section 5.e of the Implementing Rules and Regulations of the Real Estate Investment Trust (REIT) Act of 2009 (R.A. No. 9856) issued on Jan 20, 2020, primarily requires the submission of a Reinvestment Plan with a firm undertaking to reinvest (a) any proceeds realized by the Sponsor/Promoter from the sale of REIT shares or other securities issued in exchange for income-generating Real Estate transferred to the REIT and (b) any money raised by the Sponsor/Promoter from the sale of any of its income-generating Real Estate to the REIT, in any Real Estate, including any redevelopment thereof, and/or Infrastructure Projects in the Philippines. This reinvestment shall be made within one (1) year from the date of receipt of proceeds or money by the Sponsor/Promoter.

FILRT did not receive any proceeds from its IPO. The Sponsor FLI received the proceeds from the secondary offering on August 12, 2021. As such the reinvestment plan was submitted by FLI, and accordingly the progress reports thereon are also submitted by FLI. On September 28, 2022, FLI submitted its Final Reinvestment Report on the Application of Proceeds from the mentioned secondary offering.

##### **Latest Annual Reinvestment Report on the Disbursement of Proceeds from the VTO**

On September 25, 2024, the Sponsor announced that its Board has approved a capped voluntary tender offer to purchase or reacquire up to 1,866,000,000 common shares, equivalent to approximately 7.69% ownership of FLI's outstanding and listed stock, in exchange of FILRT shares owned by FLI, at an exchange ratio of 0.32 FILRT share for every 1 FLI share tendered (the "VTO").

FLI engaged FTI Consulting to issue a valuation and fairness opinion to determine the reasonable and fair range of prices for both FLI and FILRT shares and the exchange ratio between them. The VTO provided FLI shareholders with the opportunity for their shares to be bought back in exchange for those of FILRT. FLI shareholders also stand to benefit from price appreciation and a stronger dividend yield from FILRT shares.

Upon the successful completion of the VTO, public ownership of FILRT increased to 46.68%, broadening FILRT's shareholder base, and placing it comfortably above the 33.33% minimum public ownership requirement for real estate investment trusts ("REITs") as mandated by Republic Act No. 9856, otherwise known as "The Real Estate Investment Trust Act of 2009" ("REIT Act"), its implementing rules and regulations, the Amended Listing Rules for REITs of the Philippine Stock Exchange, Inc. ("PSE"), and related issuances.

The VTO also provided FLI shareholders a compelling opportunity to participate in REITs, gaining exposure to a portfolio of income-generating properties with the potential for capital appreciation. FILRT's portfolio consists of 17 Grade A and LEED Gold-certified office buildings that feature green and sustainability-themed elements. With over 300,000 square meters of gross leasable area ("GLA"), 16 of the buildings are located in Northgate Cyberzone in Filinvest City, Alabang. Another building, Filinvest Cyberzone Cebu Tower 1, is situated at the gateway of Cebu IT Park in Lahug, Cebu City. Rounding out the portfolio is 2.9 hectares of land leased to the owner and operator of Crimson Resort & Spa Boracay, bringing the REIT's total GLA to over 330,400 square meters.

On December 11, 2024, FILRT submitted the Reinvestment Plan on the equivalent monetary value of the proceeds from the buyback of FLI shares.

Below is an excerpt from the report filed by FLI to the SEC on January 15, 2025:

Equivalent Monetary Value of Proceeds ("Proceeds")	Php 1,857,043,200.00
Disbursements on Taxes and Transaction Charges	(15,985,359.50)
Net Proceeds	1,841,057,840.50
Disbursements from December 11-31, 2024	(171,595,002.38)
Balance of Proceeds as of December 31, 2024	Php 1,669,462,838.12

For the details of the capital expenditures, please refer to attached Exhibit on the submission of the above report filed by sponsor FLI on January 15, 2025 on the application of equivalent monetary value of the proceeds from the buyback of FLI shares.

## Item 5. Other Disclosures

- A. The Company's common shares were listed in the Philippine Stock Exchange on August 12, 2021. Public Ownership as of 31 March 2025 is 46.67%.
- B. The Company's unaudited interim consolidated financial statements do not include all the information and disclosures required in the annual financial statements and should be read in conjunction with the consolidated annual financial statements as of and for the year ended December 31, 2024 (PAS 34, par 15).
- C. The accounting policies and methods of computation adopted in the preparation of the unaudited interim consolidated financial statements are consistent with those followed in the preparation of the Company's annual consolidated financial statements as of and for the year ended December 31, 2023
- D. There are no changes in estimates of amounts reported in prior year (2024) that have material effects in the current interim period.
- E. There are no new projects or investments as of March 31, 2025.
- F. There are no contracts of merger, consolidation, or joint venture, contract of management, licensing, marketing, distributorship, technical assistance, or similar agreements.
- G. There is no new financing through loans / issuances, repurchases, and repayments of debt and equity securities.
- H. There are no material events subsequent to the interim period that have not been reflected in the financial statements for the interim period.
- I. The Company has no material contingent financial obligations.
- J. Except as disclosed in the Notes to the Financial Statements and Management's Discussion and
- K. Analysis of Financial Condition and Results of Operations, there are no unusual items and material changes from period to period affecting assets, liabilities, equity, net income, or cash flows for the interim period.

- L. The Company does not have any contingent liability of borrowings wherein financial assets were pledged to secure payment nor does it have borrowings wherein properties were mortgaged to secure a loan.
- M. The Company has no knowledge of any material off-balance sheet transactions, arrangements, obligations, and other relationships to the Company with unconsolidated entities or other persons created during the reporting period that would address the past and would have material impact on future operations.
- N. Capital expenditures for 2024 are for upkeep, upgrade, and refurbishment of the Company's properties. These will be funded through the Company's cash from operating activities.
- O. The performance of the Company and its industry is interconnected to the performance and state of the Philippine economy as a whole particularly the BPO industry. Being focused on a specific group of clients, the office space leasing segment and the Company are very much affected by the same trends and factors which affect the BPO industry. While the company's intention is to focus on BPOs, it can shift to other business classes such as traditional office and new emerging business trends, when necessary. The company is also not dependent on a single tenant or group of tenants.
- P. On October 18, 2023, the Bureau of Internal Revenue (BIR) issued the letter which granted FILRT the permission to change its accounting method from Cost method to Fair Value method of valuing investment properties for financial reporting purposes effective January 1, 2023, pursuant to the provision of Section 41 Tax Code. With this approval, the Company can maximize the distribution of dividends as the depreciation of investment properties and BTO will no longer be a deduction in the net income hence will form part of the distributable income.
- Q. There are no significant elements of income or loss that did not arise from continuing operations.

Part IV – SIGNATURES

Pursuant to the requirements of Section 17 of the Code and Section 141 of the Corporation Code, the registrant has duly caused this report to be signed on its behalf by the undersigned, thereunto duly authorized.

**FILINVEST REIT CORP.**  
**(FORMERLY CYBERZONE PROPERTIES, INC.)**

By:

Signature:

Title:

Date:

ID No.:

  
\_\_\_\_\_  
**Maricel Brion-Lirio**  
President / CEO

Signature:

Title:

Date:

ID No.:

  
\_\_\_\_\_  
**Ana Venus A. Mejia**  
Treasurer and Chief Finance Officer

**SUBSCRIBED AND SWORN TO** BEFORE ME in the City of Mandaluyong  
this 28 day of APR 2025, affiant exhibiting to me \_\_\_\_\_  
as his/her competent evidence of identity.

Doc. No. 351;  
Page No. 72;  
Book No. 15;  
Series of 20 25.

**JOVEN G. SEVILLANO**  
NOTARY PUBLIC FOR CITY OF MANDALUYONG  
COMMISSION NO. 0285-25 VALID UNTIL DECEMBER 31, 2026  
ROLL NO. 53970 (57)  
IBP LIFETIME NO. 011302; 12-28-12; RIZAL  
PTR NO. 5708102; 1-2-25; MANDALUYONG  
MCLE EXEMPTION NO. VIII-ACAD004023 14 APRIL 2028  
UG 03 CITYLAND SHAW TOWER  
SHAW BOULEVARD, MANDALUYONG CITY



April 15, 2025

**SECURITIES AND EXCHANGE COMMISSION**

SEC Headquarters, 7907 Makati Avenue  
Makati City

Attention: Atty. Oliver O. Leonardo  
Director, Market Securities Regulation Department

**THE PHILIPPINE STOCK EXCHANGE**

6<sup>th</sup> Floor, PSE Tower  
5<sup>th</sup> Avenue cor 28<sup>th</sup> Street,  
Bonifacio Global City, Taguig

Attention: ATTY. STEFANIE ANN B. GO  
Officer-In-Charge, Disclosure Department

Subject: Filinvest Land Inc.'s ("FLI") Quarterly Report on the Use of the Monetary Equivalent of the Net Proceeds from the Buyback of FLI shares in exchange for Shares in Filinvest REIT Corp. ("FILRT")

Gentlemen:

We are pleased to submit our Quarterly Report on the application of equivalent monetary value of the proceeds from the buyback of FLI shares, which is approximately Php1.86 billion, exclusive of taxes and transaction charges. This value corresponds to the exchange of 597,120,000 FILRT common shares multiplied by 3.11, which represents the crossing price per share.

On December 11, 2024, Filinvest Land, Inc. would have received net proceeds amounting to One Billion Eight Hundred Forty One Million Fifty Seven Thousand Eighty Four Pesos and Fifty Centavos (Php1,841,057,840.50).

As of March 31, 2025, FLI already disbursed the amount of Seven Hundred Nine Million Two Hundred Seven Thousand Eight Hundred Ninety Two Pesos and Thirty Three Centavos (P709,207,892.33).

The details of the disbursements are as follows:

Gross Proceeds from IPO	Php	1,857,043,200.00
Underwriters and IPO-related fees	-	15,985,359.50
Net Proceeds received		1,841,057,840.50
Disbursements for Reinvestment Dec. 11-31, 2024	-	171,595,002.38
Disbursements for Reinvestment Jan.- March, 2025	-	537,612,889.95
Total Disbursements	-	709,207,892.33
Balance of Proceeds as of March 31, 2025	Php	1,131,849,948.17

This Quarterly Report is duly certified by our external auditor, in compliance with applicable laws, rules and regulations.

Thank you.

Very truly yours,



**ANA VENUS A. MEJIA**  
**Executive Vice-President, Treasurer &**  
**Chief Finance Officer**



## ACKNOWLEDGMENT

REPUBLIC OF THE PHILIPPINES )  
CITY OF MANDALUYONG ) S.S.

I certify that APR 15 2025, before me a notary public duly authorized in the city named above to take acknowledgments, personally appeared:

Competent Evidence  
of Identity

Date / Place Issued

**Filinvest Land,**  
**Inc. Represented**  
**by:**  
**Ana Venus Mejia**

TIN:  
Unified Multi Purpose ID  
CRN –

who were identified by me through competent evidence of identity to be the same person described in the foregoing instrument, who acknowledged before me that their signatures on the instrument were voluntarily affixed by them for the purposes stated therein, and who declared to me that they have executed the instrument as their free and voluntary act and deed.

IN WITNESS WHEREOF, I hereunto set my hand and affix my notarial seal on the date and at the place above written.

Doc. No. 764;  
Page No. 74;  
Book No. 14;  
Series of 2025.

**JOVEN G. VILLANO**  
NOTARY PUBLIC FOR CITY OF MANDALUYONG  
COMMISSION NO. 0285-25 VALID UNTIL DECEMBER 31, 2026  
ROLL NO. 53970(573)  
IBP LIFETIME NO. 011302; 12-28-12; RIZAL  
PTR NO. 5708102; 1-2-25; MANDALUYONG  
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**ANNEX A- Disbursements for the period January to March, 2025**

Project Name	Location	Product	Capex (Jan.- March 2025)
Mimosa Lifestyle Mall The Levels	Filinvest Mimosa Plus Clark Alabang	Retail mall Mid-rise building	100,572,689.00
Futura Monte	Camarines Sur	Mid-rise building	62,814,675.32
Futura Bay GenSan	Gen San	Mid-rise building	77,036,984.90
Futura One Fora Dagupan	Dagupan	Mid-rise building	78,282,330.88
Futura Vinta Zamboanga	Zamboanga	Mid-rise building	12,755,322.07
Mimosa Retail	Filinvest Mimosa Plus Clark	Retail mall	1,448,129.00
Studio N	Alabang	High-rise building	53,138,578.37
Futura Centro	NCR	High-rise building	82,346,130.71
8 Spatial Davao	Davao	Mid-rise building	42,018,054.62
Mimosa Golfridge Residential	Filinvest Mimosa Plus Clark	Mid-rise building	27,199,995.08
<b>TOTAL</b>			<b>537,612,889.95</b>

**AGREED-UPON PROCEDURES REPORT ON  
QUARTERLY PROGRESS SUMMARY REPORT ON DISBURSEMENT OF  
PROCEEDS FROM THE CAPPED VOLUNTARY TENDER OFFER AND SHARE  
SWAP OF FILINVEST LAND, INC.'S SHARES FOR FILINVEST REIT CORP.  
SHARES.**

**Ms. Ana Venus A. Mejia**  
**Executive Vice President and Chief Finance Officer**  
**Filinvest Land, Inc.**  
**Filinvest Building, 79 EDSA, Highway Hills**  
**Mandaluyong City 1550, Metro Manila**

**Purpose of this Agreed-upon Procedures Report**

We have performed the procedures which were agreed to by Filinvest Land, Inc. (the "Company" or FLI) solely to assist you in complying with the requirements of the Philippine Stock Exchange ("PSE") in relation to the Quarterly Progress Summary Report on the disbursement of proceeds from the capped voluntary tender offer and share swap of the Company's shares for Filinvest REIT Corp. ("FILRT") shares conducted from October 7, 2024 to November 27, 2024. This report covers disbursements for the period from January 1, 2025 to March 31, 2025 ("Subject Matter"). Accordingly, this may not be suitable for another purpose.

**Restriction on Use**

This agreed-upon procedures report ("AUP Report") is intended solely for the information and use of the Company and the PSE and is not intended to be and should not be used by anyone else.

**Responsibilities of the Company**

The Company has acknowledged that the agreed-upon procedures are appropriate for the purpose of the engagement.

The Company is responsible for the Subject Matter on which the agreed-upon procedures are performed. The sufficiency of these procedures is solely the responsibility of the Company.

**Practitioner's Responsibilities**

We have conducted the agreed-upon procedures engagement in accordance with the Philippine Standard on Related Services (PSRS) 4400 (Revised), *Agreed-Upon Procedures Engagements*. An agreed-upon procedures engagement involves our performing the procedures that have been agreed with the Company, and reporting the findings, which are the factual results of the agreed-upon procedures performed. We make no representation regarding

the appropriateness or the sufficiency of the agreed-upon procedures described below either for the purpose for which this AUP Report has been requested or for any other purpose.

This agreed-upon procedures engagement is not an assurance engagement. Accordingly, we do not express an opinion or an assurance conclusion. Had we performed additional procedures, other matters might have come to our attention that would have been reported.

### **Professional Ethics and Quality Control**

In performing the Agreed-Up Upon Procedures engagement, we complied with the ethical requirements in the Code of Ethics for Professional Accountants in the Philippines (Code of Ethics). We are not required to be independent for the purpose of this engagement. We are the independent auditor of the Company and complied with the independence requirements of the Code of Ethics that apply in context of the financial statement audit.

Our firm applies Philippine Standard on Quality Control 1, *Quality Control for Firms that Perform Audits and Reviews of Financial Statements, and Other Assurance and Related Services Engagements*, and accordingly maintains a comprehensive system of quality control including documented policies and procedures regarding compliance with ethical requirements, professional standards and applicable legal and regulatory requirements.

### **Procedures and Findings**

We have performed the procedures described below, which were agreed upon with the Company in the terms of engagement dated January 13, 2025, on the Subject Matter.

1. We obtained the Quarterly Progress Summary Report on Disbursement of Proceeds from the Capped Voluntary Tender Offer and Share Swap of the Company's shares for FILRT shares for the period ended March 31, 2025 (the "Progress Report") and checked the mathematical accuracy of the Progress Report. No exceptions were noted.
2. We obtained the Disbursement Schedule for the period ended March 31, 2025 (the "Disbursement Schedule") and checked the mathematical accuracy of the Disbursement Schedule. No exceptions were noted.
3. We compared the disbursement in the Progress Report to the list of disbursements for the period ended March 31, 2025 (the "Disbursement Schedule"). No exceptions noted.
4. We compared the Disbursements Schedule with the schedule of planned use of proceeds from the Capped Voluntary Tender Offer and Share Swap as documented in the Reinvestment Plan and noted that the projects in the Disbursement Schedule are included in the Reinvestment Plan and disbursements for each project are within the amount allocated in the Reinvestment Plan except for two (2) projects as summarized in Appendix I.
5. For transactions in the Disbursement Schedule above Php10 million, we traced the disbursements to supporting documents such as progress billing and invoices. No exceptions noted.

6. We obtained minutes of meetings of Board of Directors and Stockholders for the period ended March 31, 2025 and noted no reallocations or changes in the schedule of planned use of proceeds from the Capped Voluntary Tender Offer and Share Swap.

*Explanatory paragraph*

The Company is responsible for the source documents that are described in the specified procedures and related findings section. We were not engaged to perform and we have not performed any procedures other than those previously listed. We have not performed procedures to test the accuracy or completeness of the information provided to us except as indicated in our procedures. Furthermore, we have not performed any procedures with respect to the preparation or verification of any of the source documents. We have no responsibility for the verification of any underlying information upon which we relied in forming our findings.

The agreed-upon procedures do not constitute an audit or a review of financial statements or part thereof, the objective of which is the expression of an opinion or conclusion on the financial statements or part thereof.

We undertake no responsibility to update this AUP Report for events and circumstances occurring after the AUP Report is issued.

SYCIP GORRES VELAYO & CO.



**Wanessa G. Salvador**  
Partner

April 14, 2025  
Manila, Philippines

Appendix I – Projects with Disbursement Exceeding the Allocated Proceeds based on the Reinvestment Plan  
(Amounts in millions):

Project	Budget	Total Disbursements December 11, 2024 – March 31, 2025	Excess over Allocation Budget
Futura One Fora Dagupan	Php100.00	Php100.91	(Php0.91)
Futura Centro	75.00	106.71	(31.71)
<b>Total</b>	<b>Php175.00</b>	<b>Php207.62</b>	<b>(Php32.62)</b>